

**Second Regular Session
Seventy-third General Assembly
STATE OF COLORADO**

PREAMENDED

*This Unofficial Version Includes Committee
Amendments Not Yet Adopted on Second Reading*

LLS NO. 22-0947.01 Brita Darling x2241

SENATE BILL 22-173

SENATE SPONSORSHIP

Rodriguez and Smallwood, Buckner, Coram, Ginal, Gonzales, Pettersen, Priola, Rankin, Simpson, Winter, Woodward

HOUSE SPONSORSHIP

Bird and McKean,

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Finance
Appropriations

House Committees

Public & Behavioral Health & Human Services
Finance

A BILL FOR AN ACT

101 **CONCERNING CRITERIA RELATING TO THE OPERATION OF**
102 **TELEPHARMACY OUTLETS, AND, IN CONNECTION THEREWITH,**
103 **MAKING AN APPROPRIATION.**

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <http://leg.colorado.gov>.)

Currently, a "telepharmacy outlet" must be located more than 20 miles from the nearest prescription drug outlet or other telepharmacy outlet. The bill removes this geographic restriction on the operation of telepharmacy outlets.

The bill authorizes the state board of pharmacy (board) to adopt

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.
*Capital letters or bold & italic numbers indicate new material to be added to existing statute.
Dashes through the words indicate deletions from existing statute.*

SENATE
3rd Reading Unamended
April 27, 2022

SENATE
Amended 2nd Reading
April 26, 2022

limited rules concerning telepharmacy outlets.

1 *Be it enacted by the General Assembly of the State of Colorado:*

2 **SECTION 1.** In Colorado Revised Statutes, 12-280-103, **amend**
3 (32)(a)(II), (32)(b)(II), (36), (43), and (50); and **repeal** (32)(c) as follows:

4 **12-280-103. Definitions - rules.** As used in this article 280, unless
5 the context otherwise requires or the term is otherwise defined in another
6 part of this article 280:

7 (32) "Other outlet" means:

8 (a) A hospital that does not operate a registered pharmacy, a rural
9 health clinic, a federally qualified health center, as defined in the federal
10 "Social Security Act", 42 U.S.C. sec. 1395x (aa)(4), a family planning
11 clinic, an acute treatment unit licensed by the department of public health
12 and environment, a school, a jail, a county or district public health
13 agency, a community health clinic, a community mental health clinic, a
14 behavioral health entity, an approved treatment facility, a university, or
15 a college that:

16 (II) Engages in the compounding, dispensing, and delivery of
17 drugs or devices; OR

18 (b) An ambulatory surgical center, a hospice, or a convalescent
19 center, each of which is licensed pursuant to part 1 of article 3 of title 25,
20 or a medical clinic operated by a hospital, each of which:

21 (II) Engages in the compounding, dispensing, and delivery of
22 drugs or devices for administration to patients while being treated in the
23 facility. ~~or~~

24 (c) ~~A telepharmacy outlet.~~

25 (36) "Pharmacist manager" means an individual, licensed in this

1 state as a pharmacist, who has direct control of the pharmaceutical affairs
2 of a prescription drug outlet and who, EXCEPT AS PROVIDED IN SECTION
3 12-280-118 (1)(a), is not the manager of any other prescription drug
4 outlet.

5 (43) "Prescription drug outlet" or "pharmacy" means any
6 pharmacy outlet registered pursuant to this article 280 where prescriptions
7 are compounded and dispensed. "Prescription drug outlet" includes,
8 without limitation, a specialized prescription drug outlet registered
9 pursuant to section 12-280-119 (11) AND A TELEPHARMACY OUTLET.

10 (50)(a) "Telepharmacy outlet" means a remote pharmacy site that:

11 (I) Is registered as ~~an other~~ A PRESCRIPTION DRUG outlet OR
12 PHARMACY under this article 280;

13 (II) At the time of registration, is located more than twenty miles
14 from the nearest prescription drug outlet and from any other telepharmacy
15 outlet registered under this article 280 IN AN AREA OF NEED;

16 (III) Is connected via computer link, video link, and audio link, or
17 via other functionally equivalent telecommunication equipment, with a
18 central pharmacy LOCATED IN THIS STATE that is registered under this
19 article 280; and

20 (IV) Has a pharmacy technician on site who, under the remote
21 supervision of a licensed pharmacist located at the central pharmacy IN
22 THIS STATE, performs the tasks described in subsection (38.5)(a) of this
23 section.

24 (b) ~~The board may adopt rules as necessary to specify additional~~
25 ~~criteria for a telepharmacy outlet that the board deems necessary.~~

26 (c) AS USED IN THIS SUBSECTION (50):

27 (I) "AREA OF NEED" MEANS:

1 (A) ANY HEALTH FACILITY LICENSED OR CERTIFIED BY THE
2 DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT PURSUANT TO
3 SECTION 25-1.5-103 (1); OR

4 (B) ANY AREA WHERE A DEMONSTRATION OF NEED IS APPROVED
5 BY THE BOARD.

6 (II) "CENTRAL PHARMACY" MEANS A REGISTERED PHARMACY
7 OUTLET RESPONSIBLE FOR OVERSEEING THE OPERATION OF A
8 TELEPHARMACY OUTLET AND WHOSE PHARMACIST MANAGER IS THE
9 PHARMACIST MANAGER FOR THE TELEPHARMACY OUTLET.

10 [REDACTED]
11 ==

12 **SECTION 2.** In Colorado Revised Statutes, 12-280-118, **amend**
13 **(1)(a) and add (3)(c) as follows:**

14 **12-280-118. Prescription drug outlet under charge of**
15 **pharmacist - rules.** (1) (a) A prescription drug outlet must be under the
16 direct charge of a pharmacist manager. A proprietor who is not a
17 pharmacist shall comply with this requirement and shall provide a
18 manager who is a pharmacist. UNLESS A PRESCRIPTION DRUG OUTLET IS
19 A TELEPHARMACY OUTLET, THE PHARMACIST MANAGER SHALL NOT SERVE
20 AS THE PHARMACIST MANAGER FOR MORE THAN ONE PRESCRIPTION DRUG
21 OUTLET.

22 (3) (c) A TELEPHARMACY OUTLET IS REQUIRED TO HAVE A
23 PHARMACIST MANAGER. A TELEPHARMACY OUTLET IS CONSIDERED TO BE
24 UNDER THE DIRECT CONTROL OF THE PHARMACIST MANAGER, OR THE
25 LICENSED PHARMACIST DELEGATE, WHO PROVIDES REMOTE SUPERVISION
26 TO THE TELEPHARMACY OUTLET.

27 **SECTION 3.** In Colorado Revised Statutes, 12-280-402, **amend**

1 (3) as follows:

2 **12-280-402. Definitions.** As used in this part 4, unless the context
3 otherwise requires:

4 (3) "Prescription drug outlet" or "pharmacy" means:

5 (a) Any resident or nonresident pharmacy outlet registered or
6 licensed pursuant to this article 280 where prescriptions are compounded
7 and dispensed; and

8 (b) Any federally owned and operated pharmacy registered with
9 the federal drug enforcement administration; AND

10 (c) A TELEPHARMACY OUTLET.

11 **SECTION 4. Appropriation.** (1) For the 2022-23 state fiscal
12 year, \$505,819 is appropriated to the department of regulatory agencies.
13 This appropriation is from the division of professions and occupations
14 cash fund created in section 12-20-105 (3), C.R.S. To implement this act,
15 the department may use this appropriation as follows:

16 (a) \$383,823 for use by the division of professions and
17 occupations for personal services, which amount is based on an
18 assumption that the division will require an additional 4.4 FTE;

19 (b) \$43,140 for use by the division of professions and occupations
20 for operating expenses; and

21 (c) \$78,856 for the purchase of legal services.

22 (2) For the 2022-23 state fiscal year, \$78,856 is appropriated to
23 the department of law. This appropriation is from reappropriated funds
24 received from the department of regulatory agencies under subsection
25 (1)(c) of this section and is based on an assumption that the department
26 of law will require an additional 0.4 FTE. To implement this act, the
27 department of law may use this appropriation to provide legal services for

1 the department of regulatory agencies.

2 **SECTION 5. Act subject to petition - effective date.** This act
3 takes effect at 12:01 a.m. on the day following the expiration of the
4 ninety-day period after final adjournment of the general assembly; except
5 that, if a referendum petition is filed pursuant to section 1 (3) of article V
6 of the state constitution against this act or an item, section, or part of this
7 act within such period, then the act, item, section, or part will not take
8 effect unless approved by the people at the general election to be held in
9 November 2022 and, in such case, will take effect on the date of the
10 official declaration of the vote thereon by the governor.