1	SENATE FLOOR VERSION
0	February 8, 2021
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3	SENATE BILL NO. 697 By: Standridge
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6	An Act relating to prescription drugs; defining terms; requiring wholesale drug distributors to make
7	adequate provisions for the return of certain outdated prescription drugs; requiring wholesale drug
8	distributors to establish certain written policy; stating criteria of policy; providing exemption;
9	providing eligibility criteria for drugs; requiring prompt full credit to purchaser; requiring certain
10	notification and documentation; requiring wholesale drug distributors to maintain certain records;
12	<pre>prohibiting submission of drugs under certain conditions; providing for disciplinary action; requiring compliance with applicable laws, rules and</pre>
13	regulations; providing for codification; and providing an effective date.
14	providing an errocerve date.
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16	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
17	SECTION 1. NEW LAW A new section of law to be codified
18	in the Oklahoma Statutes as Section 355.4 of Title 59, unless there
19	is created a duplication in numbering, reads as follows:
20	A. As used in this section:
21	1. "Full credit" means a cash refund or credit with the drug
22	wholesale distributor for the purchase price of the drug as
23	established by drug invoice less a reasonable fee for handling of

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- the returned drugs. A reasonable fee shall not be more than seven percent (7%) of the total invoice price of the returned drugs; and
- 2. "Reverse drug distributor" means a firm, whether located inside or outside this state, that receives drugs for destruction, return credit or otherwise disposes of drugs received from a registrant located in this state who holds a permit or license to dispense or possess drugs. As used in this paragraph, "registrant" means a person registered by the Director of the Oklahoma State Bureau of Narcotics and Dangerous Drugs Control under Section 2-302 of Title 63 of the Oklahoma Statutes.
- B. Effective with all drug orders placed on or after the effective date of this act, all wholesale drug distributors shall make adequate provisions for the return of outdated prescription drugs, both full and partial containers, for up to six (6) months after the labeled expiration date for prompt full credit.
- C. Wholesale drug distributors shall establish a written policy providing for the return of outdated prescription drugs sold to a client by such wholesale drug distributor. Such policy may include a procedure for the drugs to be returned to the drug manufacturer, may include a requirement that the drugs be returned in the original containers in which it was purchased, and may include the use of a reverse drug distributor. Such policy shall be available to the State Board of Pharmacy or its agents upon request.

- D. Influenza vaccines shall be exempt from the requirements of this provision if they have an expiration date of less than one year from the date such drug is manufactured.
- E. In order to be eligible for full credit, the drug must be received by the wholesale drug distributor, or if not the wholesale drug distributor, its agent designated in its return policy, no later than the sixth month from the labeled expiration date. A signed delivery receipt shall constitute evidence of the drugs having been returned.
- F. Prompt full credit to the purchaser shall occur within sixty (60) calendar days from the date the return drugs were received by the wholesale drug distributor or its designated agent. If the wholesale drug distributor determines that the drugs were not returned within six (6) months of the labeled expiration date, or were not returned consistent with the written return policy, then the wholesale drug distributor shall notify the purchaser in writing within thirty (30) calendar days of the receipt of the drugs of its intent not to give full credit. Wholesale drug distributors shall maintain documentation supporting its refusal to give full credit for a period of two (2) years. Such documentation shall be available to the Board or its agent upon request.
- G. Wholesale drug distributors shall maintain records of all credits made under this section for a period of two (2) years and

1	such record shall be made available to the Board or its agent upon
2	request.
3	H. The submission of drugs by a purchaser licensed by the Board
4	in this state for refund or credit to a wholesale drug distributor
5	pursuant to this section when the drugs are in a container other
6	than the one in which it was purchased, when the drugs were not
7	purchased from that wholesale drug distributor, or when the drugs
8	were purchased for a pharmacy or facility outside this state shall
9	constitute fraudulent and unprofessional conduct and may subject the
10	purchaser to disciplinary action by the Board.
11	I. The return of drugs under this section shall comply with all
12	other applicable federal, state and local laws, rules and
13	regulations.
14	SECTION 2. This act shall become effective November 1, 2021.
15	COMMITTEE REPORT BY: COMMITTEE ON HEALTH AND HUMAN SERVICES February 8, 2021 - DO PASS
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