

REFERENCE TITLE: pharmacy board; permittee operations; fees

State of Arizona
Senate
Fifty-fourth Legislature
First Regular Session
2019

SB 1403

Introduced by
Senator Carter

AN ACT

AMENDING SECTIONS 32-1901, 32-1901.01, 32-1924, 32-1930, 32-1931, 32-1941, 32-1982 AND 36-2604, ARIZONA REVISED STATUTES; AMENDING SECTION 41-619.51, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2018, CHAPTER 46, SECTION 3 AND CHAPTER 296, SECTION 12; REPEALING SECTION 41-619.51, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2018, CHAPTER 287, SECTION 3; AMENDING SECTION 41-1758, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2018, CHAPTER 46, SECTION 4 AND CHAPTER 296, SECTION 13; REPEALING SECTION 41-1758, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2018, CHAPTER 287, SECTION 4; AMENDING SECTION 41-1758.01, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2018, CHAPTER 46, SECTION 5 AND CHAPTER 296, SECTION 14; REPEALING SECTION 41-1758.01, ARIZONA REVISED STATUTES, AS AMENDED BY LAWS 2018, CHAPTER 287, SECTION 5; RELATING TO THE ARIZONA STATE BOARD OF PHARMACY.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 32-1901, Arizona Revised Statutes, is amended to
3 read:

4 32-1901. Definitions

5 In this chapter, unless the context otherwise requires:

6 1. "Administer" means ~~the direct application of~~ DIRECTLY APPLYING a
7 controlled substance, prescription-only drug, dangerous drug or narcotic
8 drug, whether by injection, inhalation, ingestion or any other means, to
9 the body of a patient or research subject by a practitioner or by the
10 practitioner's authorized agent or the patient or research subject at the
11 direction of the practitioner.

12 2. "Advertisement" means all representations THAT ARE disseminated
13 in any manner or by any means, ~~other than by labeling,~~ for the purpose
14 of inducing, or that are likely to induce, directly or indirectly, the
15 purchase of drugs, devices, poisons or hazardous substances.

16 3. "Advisory letter" means a nondisciplinary letter to notify a
17 licensee or permittee that either:

18 (a) While there is insufficient evidence to support disciplinary
19 action, the board believes that continuation of the activities that led to
20 the investigation may result in further board action against the licensee
21 or permittee.

22 (b) The violation is a minor or technical violation that is not of
23 sufficient merit to warrant disciplinary action.

24 (c) While the licensee or permittee has demonstrated substantial
25 compliance through rehabilitation, remediation or reeducation that has
26 mitigated the need for disciplinary action, the board believes that
27 repetition of the activities that led to the investigation may result in
28 further board action against the licensee or permittee.

29 4. "Antiseptic", if a drug is represented as such on its label,
30 means a representation that it is a germicide, except in the case of a
31 drug purporting to be, or represented as, an antiseptic for inhibitory use
32 as a wet dressing, ointment or dusting powder or other use that involves
33 prolonged contact with the body.

34 5. "Authorized officers of the law" means legally empowered peace
35 officers, compliance officers of the board of pharmacy and agents of the
36 division of narcotics enforcement and criminal intelligence of the
37 department of public safety.

38 6. "Automated prescription-dispensing kiosk" means a mechanical
39 system that is operated as an extension of a pharmacy, that maintains all
40 transaction information within the pharmacy operating system, that is
41 separately permitted from the pharmacy and that performs operations that
42 either:

43 (a) Accept a prescription or refill order, store prepackaged or
44 repackaged medications, label and dispense patient-specific prescriptions
45 and provide counseling on new or refilled prescriptions.

1 (b) Dispense or deliver a prescription or refill that has been
2 prepared by or on behalf of the pharmacy that oversees the automated
3 prescription-dispensing kiosk.

4 7. "Board" or "board of pharmacy" means the Arizona state board of
5 pharmacy.

6 8. "Certificate of composition" means a list of a product's
7 ingredients.

8 9. "Certificate of free sale" means a document that authenticates a
9 product that is generally and freely sold in domestic or international
10 channels of trade.

11 10. "Color additive" means a material that either:

12 (a) Is any dye, pigment or other substance ~~THAT IS~~ made by a
13 process of synthesis or similar artifice, ~~or THAT IS~~ extracted, isolated
14 or otherwise derived, with or without intermediate or final change of
15 identity, from any vegetable, animal, mineral or other source.

16 (b) If added or applied to a drug, or to the human body or any part
17 of the human body, is capable of imparting color, except that color
18 additive does not include any material that has been or may be exempted
19 under the federal act. Color includes black, white and intermediate
20 grays.

21 11. "Compounding" means ~~the preparation~~ ~~PREPARING~~, mixing,
22 assembling, packaging or labeling ~~of~~ a drug by a pharmacist or an intern
23 or pharmacy technician under the pharmacist's supervision, for the purpose
24 of dispensing to a patient based on a valid prescription order.
25 Compounding includes ~~the preparation of~~ ~~PREPARING~~ drugs in anticipation of
26 prescription orders prepared on routine, regularly observed prescribing
27 patterns and ~~the preparation of~~ ~~PREPARING~~ drugs as an incident to
28 research, teaching or chemical analysis or for administration by a medical
29 practitioner to the medical practitioner's patient and not for sale or
30 dispensing. Compounding does not include ~~the preparation of~~ ~~PREPARING~~
31 commercially available products from bulk compounds or ~~the preparation of~~
32 ~~PREPARING~~ drugs for sale to pharmacies, practitioners or entities for the
33 purpose of dispensing or distribution.

34 12. "Compressed medical gas distributor" means a person ~~who~~ ~~THAT~~
35 holds a current permit issued by the board to distribute compressed
36 medical gases pursuant to a compressed medical gas order to compressed
37 medical gas suppliers and other entities that are registered, licensed or
38 permitted to use, administer or distribute compressed medical gases.

39 13. "Compressed medical gases" means gases and liquid oxygen that a
40 compressed medical gas distributor or manufacturer has labeled in
41 compliance with federal law.

42 14. "Compressed medical gas order" means an order for compressed
43 medical gases that is issued by a medical practitioner.

44 15. "Compressed medical gas supplier" means a person ~~who~~ ~~THAT~~ holds
45 a current permit issued by the board to supply compressed medical gases

pursuant to a compressed medical gas order and only to the consumer or the patient.

16. "Controlled substance" means a drug, substance or immediate precursor that is identified, defined or listed in title 36, chapter 27, article 2.

17. "Corrosive" means any substance that when it comes in contact with living tissue will cause destruction of THE tissue by chemical action.

18. "Counterfeit drug" means a drug that, or the container or labeling of which, without authorization, bears the trademark, trade name or other identifying mark, imprint, number or device, or any likeness of these, of a manufacturer, distributor or dispenser other than the person who THAT in fact manufactured, distributed or dispensed that drug.

19. "Dangerous drug" has the same meaning prescribed in section 13-3401.

~~20. "Day" means a business day.~~

~~21.~~ 20. "Decree of censure" means an official action that is taken by the board and that may include a requirement for restitution of fees to a patient or consumer.

~~22.~~ 21. "Deliver" or "delivery" means the actual, constructive or attempted transfer from one person to another whether or not there is an agency relationship.

~~23.~~ 22. "Deputy director" means a pharmacist who is employed by the board and selected by the executive director to perform duties as prescribed by the executive director.

~~24.~~ 23. "Device", except as used in paragraph 18 of this section, section 32-1965, paragraph 4 and section 32-1967, subsection A, paragraph 15 and subsection C, means ~~instruments~~ AN INSTRUMENT, ~~apparatuses and contrivances~~ APPARATUS OR CONTRIVANCE, including ~~their~~ ITS components, parts and accessories, including all such items under the federal act, THAT IS intended either:

(a) For use in ~~the diagnosis, cure, mitigation, treatment or prevention of~~ DIAGNOSING, CURING, MITIGATING, TREATING OR PREVENTING disease in the human body or other animals.

(b) To affect the structure or any function of the human body or other animals.

~~25.~~ 24. "Director" means the director of the division of narcotics enforcement and criminal investigation of the department of public safety.

~~26.~~ 25. "Direct supervision of a pharmacist" means THAT the pharmacist is present. If relating to the sale of certain items, direct supervision of a pharmacist means that a pharmacist HAS BEEN TRAINED ON THE MOST CURRENT STANDARDS AND INFORMATION PERTAINING TO THE SUPERVISED TASK AND determines the legitimacy or advisability of a proposed purchase of those items.

~~27.~~ 26. "Dispense" means to deliver to an ultimate user or research subject by or pursuant to the lawful order of a practitioner, including ~~the~~ prescribing, administering, packaging, labeling or compounding ~~AS~~ necessary to prepare for that delivery.

~~28.~~ 27. "Dispenser" means a practitioner who dispenses.

~~29.~~ 28. "Distribute" means to deliver, other than by administering or dispensing.

~~30.~~ 29. "Distributor" means a person who distributes.

~~31.~~ 30. "Drug" means:

(a) Articles ~~THAT ARE~~ recognized, or for which standards or specifications are prescribed, in the official compendium.

(b) Articles ~~THAT ARE~~ intended for use in the diagnosis, cure, mitigation, treatment or prevention of disease in the human body or other animals.

(c) Articles other than food ~~THAT ARE~~ intended to affect the structure or any function of the human body or other animals.

(d) Articles ~~THAT ARE~~ intended for use as a component of any articles specified in subdivision (a), (b) or (c) of this paragraph but does not include devices or their components, parts or accessories.

~~32.~~ 31. "Drug enforcement administration" means the drug enforcement administration of the United States department of justice or its successor agency.

~~33.~~ 32. "Drug or device manufacturing" means ~~the production~~ PRODUCING, ~~preparation~~ PREPARING, ~~propagation~~ PROPAGATING or processing of a drug or device, either directly or indirectly, by extraction from substances of natural origin or independently by means of chemical synthesis and includes any packaging or repackaging of substances or labeling or relabeling of its container and ~~the promotion~~ PROMOTING and marketing of the same. Drug or device manufacturing does not include compounding.

~~34.~~ 33. "Economic poison" means any substance that alone, in chemical combination with or in formulation with one or more other substances is a pesticide within the meaning of the laws of this state or the federal insecticide, fungicide and rodenticide act and that is used in ~~the production~~ PRODUCING, ~~storage~~ STORING or ~~transportation of~~ TRANSPORTING raw agricultural commodities.

~~35.~~ 34. "Enteral feeding" means nourishment ~~THAT IS~~ provided by means of a tube inserted into the stomach or intestine.

~~36.~~ 35. "Established name", with respect to a drug or ingredient of a drug, means any of the following:

(a) The applicable official name.

(b) If there is no such name and the drug or ingredient is an article recognized in an official compendium, the official title in an official compendium.

(c) If neither subdivision (a) nor (b) of this paragraph applies, the common or usual name of the drug.

~~37.~~ 36. "Executive director" means the executive director of the board of pharmacy.

~~38.~~ 37. "Federal act" means the federal laws and regulations that pertain to drugs, devices, poisons and hazardous substances and that are official at the time any drug, device, poison or hazardous substance is affected by this chapter.

~~39.~~ 38. "Full service wholesale permittee":

(a) Means a permittee who may distribute prescription-only drugs and devices, controlled substances and over-the-counter drugs and devices to pharmacies or other legal outlets from a place devoted in whole or in part to wholesaling these items.

(b) Includes a virtual wholesaler as defined in rule by the board.

~~40.~~ 39. "Good manufacturing practice" means a system for ensuring that products are consistently produced and controlled according to quality standards and covering all aspects of design, monitoring and control of manufacturing processes and facilities to ensure that products do not pose any risk to the consumer or public.

~~41.~~ 40. "Highly toxic" means any substance that falls within any of the following categories:

(a) Produces death within fourteen days in half or more than half of a group of ten or more laboratory white rats each weighing between two hundred and three hundred grams, at a single dose of fifty milligrams or less per kilogram of body weight, when orally administered.

(b) Produces death within fourteen days in half or more than half of a group of ten or more laboratory white rats each weighing between two hundred and three hundred grams, if inhaled continuously for a period of one hour or less at an atmospheric concentration of two hundred parts per million by volume or less of gas or vapor or two milligrams per liter by volume or less of mist or dust, provided the concentration is likely to be encountered by humans if the substance is used in any reasonably foreseeable manner.

(c) Produces death within fourteen days in half or more than half of a group of ten or more rabbits tested in a dosage of two hundred milligrams or less per kilogram of body weight, if administered by continuous contact with the bare skin for twenty-four hours or less. If the board finds that available data on human experience with any substance indicate results different from those obtained on animals in the dosages or concentrations prescribed in this paragraph, the human data shall take precedence.

~~42.~~ 41. "Hospital" means any institution for the care and treatment of the sick and injured that is approved and licensed as a hospital by the department of health services.

~~43.~~ 42. "Intern" means a pharmacy intern.

~~44.~~ 43. "Internship" means the practical, experiential, hands-on training of a pharmacy intern under the supervision of a preceptor.

~~45.~~ 44. "Irritant" means any substance, other than a corrosive, that on immediate, prolonged or repeated contact with normal living tissue will induce a local inflammatory reaction.

~~46.~~ 45. "Jurisprudence examination" means a board-approved pharmacy law examination that is written and administered in cooperation with the national association of boards of pharmacy or another board-approved pharmacy law examination.

~~47.~~ 46. "Label" means a display of written, printed or graphic matter on the immediate container of any article that, unless easily legible through the outside wrapper or container, also appears on the outside wrapper or container of the article's retail package. For the purposes of this paragraph, the immediate container does not include package liners.

~~48.~~ 47. "Labeling" means all labels and other written, printed or graphic matter ~~that~~ either:

- (a) IS on any article or any of its containers or wrappers.
- (b) ~~Accompanying~~ ACCOMPANIES that article.

~~49.~~ 48. "Letter of reprimand" means a disciplinary letter that is a public document issued by the board and that informs a licensee or permittee that the licensee's or permittee's conduct violates state or federal law and may require the board to monitor the licensee or permittee.

~~50.~~ 49. "Limited service pharmacy" means a pharmacy that is approved by the board to practice a limited segment of pharmacy as indicated by the permit issued by the board.

~~51.~~ 50. "Manufacture" or "manufacturer":

- (a) Means every person who prepares, derives, produces, compounds, processes, packages or repackages or labels any drug in a place, other than a pharmacy, that is devoted to manufacturing the drug.
- (b) Includes a virtual manufacturer as defined in rule by the board.

~~52.~~ 51. "Marijuana" has the same meaning prescribed in section 13-3401.

~~53.~~ 52. "Medical practitioner" means any medical doctor, doctor of osteopathic medicine, dentist, podiatrist, veterinarian or other person who is licensed and authorized by law to use and prescribe drugs and devices ~~for the treatment of~~ TO TREAT sick and injured human beings or animals or ~~for the diagnosis~~ TO DIAGNOSE or ~~prevention of~~ PREVENT sickness in human beings or animals in this state or any state, territory or district of the United States.

~~54.~~ 53. "Medication order" means a written or verbal order from a medical practitioner or that person's authorized agent to administer a drug or device.

~~55.~~ 54. "Narcotic drug" has the same meaning prescribed in section 13-3401.

~~56.~~ 55. "New drug" means either:

(a) Any drug **OF WHICH** the composition ~~of which~~ is such that the drug is not generally recognized among experts qualified by scientific training and experience to evaluate the safety and effectiveness of drugs as safe and effective for use under the conditions prescribed, recommended or suggested in the labeling.

(b) Any drug **OF WHICH** the composition ~~of which~~ is such that the drug, as a result of investigations to determine its safety and effectiveness for use under such conditions, has become so recognized, but that has not, other than in the investigations, been used to a material extent or for a material time under those conditions.

~~57.~~ 56. "Nonprescription drug" or "over-the-counter drug" means any nonnarcotic medicine or drug that may be sold without a prescription and that is prepackaged and labeled for use by the consumer in accordance with the requirements of the laws of this state and federal law. Nonprescription drug does not include:

(a) A drug that is primarily advertised and promoted professionally to medical practitioners and pharmacists by manufacturers or primary distributors.

(b) A controlled substance.

(c) A drug that is required to bear a label that states "Rx only".

(d) A drug that is intended for human use by hypodermic injection.

~~58.~~ 57. "Nonprescription drug wholesale permittee":

(a) Means a permittee who may distribute only over-the-counter drugs and devices to pharmacies or other lawful outlets from a place devoted in whole or in part to wholesaling these items.

(b) Includes a virtual wholesaler as defined in rule by the board.

~~59.~~ 58. "Notice" means personal service or the mailing of a copy of the notice by certified mail addressed either to the person at the person's latest address of record in the board office or to the person's attorney.

~~60.~~ 59. "Nutritional supplementation" means vitamins, minerals and caloric supplementation. Nutritional supplementation does not include medication or drugs.

~~61.~~ 60. "Official compendium" means the latest revision of the United States pharmacopeia and the national formulary or any current supplement.

~~62.~~ 61. "Other jurisdiction" means one of the other forty-nine states, the District of Columbia, the Commonwealth of Puerto Rico or a territory of the United States of America.

~~63.~~ 62. "Package" means a receptacle **THAT IS** defined or described in the United States pharmacopeia and the national formulary as adopted by the board.

~~64.~~ 63. "Packaging" means the act or process of placing a drug item or device in a container for the purpose or intent of dispensing or distributing the item or device to another.

~~65.~~ 64. "Parenteral nutrition" means intravenous feeding that provides ~~a person~~ AN INDIVIDUAL with fluids and essential nutrients the ~~person~~ INDIVIDUAL needs while the ~~person~~ INDIVIDUAL is unable to receive adequate fluids or feedings by mouth or by enteral feeding.

~~66.~~ 65. "Person" means an individual, partnership, corporation and association, and their duly authorized agents.

~~67.~~ 66. "Pharmaceutical care" means the provision of drug therapy and other pharmaceutical patient care services.

~~68.~~ 67. "Pharmacist" means an individual who is currently licensed by the board to practice the profession of pharmacy in this state.

~~69.~~ 68. "Pharmacist in charge" means the pharmacist who is responsible to the board for a licensed establishment's compliance with the laws and administrative rules of this state and of the federal government pertaining to the practice of pharmacy, the manufacturing of drugs and the distribution of drugs and devices.

~~70.~~ 69. "Pharmacist licensure examination" means a board-approved examination that is written and administered in cooperation with the national association of boards of pharmacy or any other board-approved pharmacist licensure examination.

~~71.~~ 70. "Pharmacy":

(a) Means:

(i) Any place where drugs, devices, poisons or related hazardous substances are offered for sale at retail.

(ii) Any place in which the profession of pharmacy is practiced or where prescription orders are compounded and dispensed.

(iii) Any place that has displayed on it or in it the words "pharmacist", "pharmaceutical chemist", "apothecary", "druggist", "pharmacy", "drugstore", "drugs" or "drug sundries" or any of these words or combinations of these words, or words of similar import either in English or any other language, or that is advertised by any sign containing any of these words.

(iv) Any place where the characteristic symbols of pharmacy or the characteristic prescription sign "Rx" is exhibited.

(v) Any place or a portion of any building or structure that is leased, used or controlled by the permittee to conduct the business authorized by the board at the address for which the permit was issued and that is enclosed and secured when a pharmacist is not in attendance.

~~(vi) A remote dispensing site pharmacy where a pharmacy technician or pharmacy intern prepares, compounds or dispenses prescription medications under remote supervision by a pharmacist.~~

(b) Includes a satellite pharmacy.

1 ~~72.~~ 71. "Pharmacy intern" means a person who has all of the
2 qualifications and experience prescribed in section 32-1923.

3 ~~73.~~ 72. "Pharmacy technician" means a person who is licensed
4 pursuant to this chapter.

5 ~~74.~~ 73. "Pharmacy technician trainee" means a person who is
6 licensed pursuant to this chapter.

7 ~~75.~~ 74. "Poison" or "hazardous substance" includes, ~~but is not~~
8 ~~limited to,~~ any of the following if intended and suitable for household
9 use or use by children:

10 (a) Any substance that, according to standard works on medicine,
11 pharmacology, pharmacognosy or toxicology, if applied to, introduced into
12 or developed within the body in relatively small quantities by its
13 inherent action uniformly produces serious bodily injury, disease or
14 death.

15 (b) A toxic substance.

16 (c) A highly toxic substance.

17 (d) A corrosive substance.

18 (e) An irritant.

19 (f) A strong sensitizer.

20 (g) A mixture of any of the substances described in this paragraph,
21 if the substance or mixture of substances may cause substantial personal
22 injury or substantial illness during or as a proximate result of any
23 customary or reasonably foreseeable handling or use, including reasonably
24 foreseeable ingestion by children.

25 (h) A substance that is designated by the board to be a poison or
26 hazardous substance. This subdivision does not apply to radioactive
27 substances, economic poisons subject to the federal insecticide, fungicide
28 and rodenticide act or the state pesticide act, foods, drugs and cosmetics
29 subject to state laws or the federal act or substances intended for use as
30 fuels when stored in containers and used in the heating, cooking or
31 refrigeration system of a house. This subdivision applies to any
32 substance or article that is not itself an economic poison within the
33 meaning of the federal insecticide, fungicide and rodenticide act or the
34 state pesticide act, but that is a poison or hazardous substance within
35 the meaning of this paragraph by reason of bearing or containing an
36 economic poison or hazardous substance.

37 ~~76.~~ 75. "Practice of pharmacy":

38 (a) Means furnishing the following health care services as a
39 medical professional:

40 (i) Interpreting, evaluating and dispensing prescription orders in
41 the patient's best interests.

42 (ii) Compounding drugs pursuant to or in anticipation of a
43 prescription order.

44 (iii) Labeling drugs and devices in compliance with state and
45 federal requirements.

1 (iv) Participating in drug selection and drug utilization reviews,
2 drug administration, drug or drug-related research and drug therapy
3 monitoring or management.

4 (v) Providing patient counseling necessary to provide
5 pharmaceutical care.

6 (vi) Properly and safely storing drugs and devices in anticipation
7 of dispensing.

8 (vii) Maintaining required records of drugs and devices.

9 (viii) Offering or performing acts, services, operations or
10 transactions ~~THAT ARE~~ necessary ~~in the~~ TO conduct, ~~operation~~ OPERATE,
11 ~~management~~ MANAGE and control ~~of~~ a pharmacy.

12 (ix) Initiating, monitoring and modifying drug therapy pursuant to
13 a protocol-based drug therapy agreement with a provider as outlined in
14 section 32-1970.

15 (x) Initiating and administering immunizations or vaccines pursuant
16 to section 32-1974.

17 (b) Does not include initiating a prescription order for any
18 medication, drug or other substance used to induce or cause a medication
19 abortion as defined in section 36-2151.

20 ~~77.~~ 76. "Practitioner" means any physician, dentist, veterinarian,
21 scientific investigator or other person who is licensed, registered or
22 otherwise permitted to distribute, dispense, conduct research with respect
23 to or administer a controlled substance in the course of professional
24 practice or research in this state, or any pharmacy, hospital or other
25 institution that is licensed, registered or otherwise permitted to
26 distribute, dispense, conduct research with respect to or administer a
27 controlled substance in the course of professional practice or research in
28 this state.

29 ~~78.~~ 77. "Preceptor" means a pharmacist who is serving as the
30 practical instructor of an intern and WHO complies with section 32-1923.

31 ~~79.~~ 78. "Precursor chemical" means a substance that is:

32 (a) The principal compound that is commonly used or that is
33 produced primarily for use and that is an immediate chemical intermediary
34 used or likely to be used in the manufacture of a controlled substance,
35 the control of which is necessary to prevent, curtail or limit
36 manufacture.

37 (b) Listed in section 13-3401, paragraph 26 or 27.

38 ~~80.~~ 79. "Prescription" means either a prescription order or a
39 prescription medication.

40 ~~81.~~ 80. "Prescription medication" means any drug, including label
41 and container according to context, that is dispensed pursuant to a
42 prescription order.

43 ~~82.~~ 81. "Prescription-only device" includes:

44 (a) Any device that is limited by the federal act to use under the
45 supervision of a medical practitioner.

1 (b) Any device required by the federal act to bear on its label
2 essentially the legend "Rx only".

3 ~~83.~~ 82. "Prescription-only drug" does not include a controlled
4 substance but does include:

5 (a) Any drug that because of its toxicity or other potentiality for
6 harmful effect, the method of its use, or the collateral measures
7 necessary to its use is not generally recognized among experts, qualified
8 by scientific training and experience to evaluate its safety and efficacy,
9 as safe for use except by or under the supervision of a medical
10 practitioner.

11 (b) Any drug that is limited by an approved new drug application
12 under the federal act or section 32-1962 to use under the supervision of a
13 medical practitioner.

14 (c) Every potentially harmful drug, the labeling of which does not
15 bear or contain full and adequate directions for use by the consumer.

16 (d) Any drug, other than a controlled substance, **THAT IS** required
17 by the federal act to bear on its label the legend "Rx only".

18 ~~84.~~ 83. "Prescription order" means any of the following:

19 (a) An order to a pharmacist for drugs or devices **THAT IS** issued
20 and signed by a duly licensed medical practitioner in the authorized
21 course of the practitioner's professional practice.

22 (b) An order **THAT IS** transmitted to a pharmacist through word of
23 mouth, telephone or other means of communication directed by that medical
24 practitioner. Prescription orders received by word of mouth, telephone or
25 other means of communication shall be maintained by the pharmacist
26 pursuant to section 32-1964, and the record so made by the pharmacist
27 constitutes the original prescription order to be dispensed by the
28 pharmacist. This paragraph does not alter or affect laws of this state or
29 any federal act requiring a written prescription order.

30 (c) An order **THAT IS** initiated by a pharmacist pursuant to a
31 protocol-based drug therapy agreement with a provider as outlined in
32 section 32-1970, or immunizations or vaccines administered by a pharmacist
33 pursuant to section 32-1974.

34 (d) A diet order or an order for enteral feeding, nutritional
35 supplementation or parenteral nutrition that is initiated by a registered
36 dietitian or other qualified nutrition professional in a hospital pursuant
37 to section 36-416.

38 ~~85.~~ 84. "Professionally incompetent" means:

39 (a) Incompetence based on a variety of factors, including a lack of
40 sufficient pharmaceutical knowledge or skills or experience to a degree
41 likely to endanger the health of patients.

42 (b) When considered with other indications of professional
43 incompetence, a pharmacist or pharmacy intern who fails to obtain a
44 passing score on a board-approved pharmacist licensure examination or a
45 pharmacy technician or pharmacy technician trainee who fails to obtain a

1 passing score on a board-approved pharmacy technician licensure
2 examination.

3 ~~86.~~ 85. "Radioactive substance" means a substance that emits
4 ionizing radiation.

5 ~~87.~~ 86. "Remote dispensing site pharmacy" means a pharmacy where a
6 pharmacy technician or pharmacy intern prepares, compounds or dispenses
7 prescription medications under remote supervision by a pharmacist.

8 ~~88.~~ 87. "Remote supervision by a pharmacist" means that a
9 pharmacist directs and controls the actions of pharmacy technicians and
10 pharmacy interns through the use of audio and visual technology.

11 ~~89.~~ 88. "Revocation" or "revoke" means the official cancellation
12 of a license, permit, registration or other approval authorized by the
13 board for a period of two years unless otherwise specified by the board.
14 A request or new application for reinstatement may be presented to the
15 board for review before the conclusion of the specified revocation period
16 ~~upon~~ ON review of the executive director.

17 ~~90.~~ 89. "Safely engage in employment duties" means that a
18 permittee or the permittee's employee is able to safely engage in
19 employment duties related to the manufacture, sale, distribution or
20 dispensing of drugs, devices, poisons, hazardous substances, controlled
21 substances or precursor chemicals.

22 ~~91.~~ 90. "Satellite pharmacy" means a work area located within a
23 hospital or on a hospital campus that is not separated by other commercial
24 property or residential property, that is under the direction of a
25 pharmacist, that is a remote extension of a centrally licensed hospital
26 pharmacy, ~~and~~ that is owned by and dependent on the centrally licensed
27 hospital pharmacy for administrative control, staffing and drug
28 procurement and that is not required to be separately permitted.

29 ~~92.~~ 91. "Symbol" means the characteristic symbols that have
30 historically identified pharmacy, including show globes and mortar and
31 pestle, and the sign "Rx".

32 ~~93.~~ 92. "Third-party logistics provider" means an entity that
33 provides or coordinates warehousing or other logistics services for
34 ~~a prescription or~~ PRESCRIPTIONS, NARCOTIC DRUGS OR OTHER CONTROLLED
35 SUBSTANCES, over-the-counter DRUGS, dangerous ~~drug or~~ DRUGS, DEVICES OR
36 dangerous ~~device~~ DEVICES in intrastate or interstate commerce on behalf of
37 a manufacturer, wholesaler, ~~or~~ dispenser OR DURABLE MEDICAL EQUIPMENT
38 SUPPLIER of the ~~prescription or~~ PRESCRIPTIONS, NARCOTIC DRUGS OR OTHER
39 CONTROLLED SUBSTANCES, over-the-counter DRUGS, dangerous ~~drug or~~ DRUGS,
40 DEVICES OR dangerous ~~device~~ DEVICES but that does not take ownership of
41 ~~the prescription or over-the-counter dangerous drug or dangerous device~~
42 THOSE ITEMS or have responsibility to direct ~~its~~ THEIR sale or
43 disposition.

44 ~~94.~~ 93. "Toxic substance" means a substance, other than a
45 radioactive substance, that has the capacity to produce injury or illness

1 in humans through ingestion, inhalation or absorption through any body
2 surface.

3 ~~95.~~ 94. "Ultimate user" means a person who lawfully possesses a
4 drug or controlled substance for that person's own use, for the use of a
5 member of that person's household or for administering to an animal owned
6 by that person or by a member of that person's household.

7 Sec. 2. Section 32-1901.01, Arizona Revised Statutes, is amended to
8 read:

9 32-1901.01. Definition of unethical and unprofessional
10 conduct: permittees: licensees

11 A. In this chapter, unless the context otherwise requires, for the
12 purposes of disciplining a permittee, "unethical conduct" means the
13 following, whether occurring in this state or elsewhere:

14 1. Committing a felony, whether or not involving moral turpitude,
15 or a misdemeanor involving moral turpitude or any drug-related offense.
16 In either case, conviction by a court of competent jurisdiction or a plea
17 of no contest is conclusive evidence of the commission.

18 2. Committing an act that is substantially related to the
19 qualifications, functions or duties of a permittee and that demonstrates
20 either a lack of good moral character or an actual or potential unfitness
21 to hold a permit in light of the public's safety.

22 3. Working under the influence of alcohol or other drugs.

23 4. Being addicted to the use of alcohol or other drugs to such a
24 degree as to render the permittee unfit to perform the permittee's
25 employment duties.

26 5. Violating a federal or state law or administrative rule relating
27 to the manufacture, sale or distribution of drugs, devices, poisons,
28 hazardous substances or precursor chemicals.

29 6. Violating a federal or state law or administrative rule relating
30 to marijuana, prescription-only drugs, narcotics, dangerous drugs,
31 controlled substances or precursor chemicals.

32 7. Violating state or federal reporting or recordkeeping
33 requirements on transactions relating to precursor chemicals.

34 8. Failing to report in writing to the board any evidence that a
35 pharmacist or pharmacy intern is or may be professionally incompetent, is
36 or may be guilty of unprofessional conduct or is or may be mentally or
37 physically unable safely to engage in the practice of pharmacy.

38 9. Failing to report in writing to the board any evidence that a
39 pharmacy technician or pharmacy technician trainee is or may be
40 professionally incompetent, is or may be guilty of unprofessional conduct
41 or is or may be mentally or physically unable safely to engage in the
42 permissible activities of a pharmacy technician or pharmacy technician
43 trainee.

44 10. Failing to report in writing to the board any evidence that
45 appears to show that a permittee or permittee's employee is or may be

1 guilty of unethical conduct, is or may be mentally or physically unable
2 safely to engage in employment duties related to manufacturing, selling,
3 distributing or dispensing of drugs, devices, poisons, hazardous
4 substances, controlled substances or precursor chemicals or is or may be
5 in violation of this chapter or a rule adopted under this chapter.

6 11. Intending to sell, transfer or distribute, or to offer for
7 sale, transfer or distribution, or selling, transferring, distributing or
8 dispensing or offering for sale, transfer or distribution an imitation
9 controlled substance, imitation over-the-counter drug or imitation
10 prescription-only drug as defined in section 13-3451.

11 12. Having the permittee's permit to manufacture, sell, distribute
12 or dispense drugs, devices, poisons, hazardous substances or precursor
13 chemicals denied or disciplined in another jurisdiction.

14 13. Committing an offense in another jurisdiction that if committed
15 in this state would be grounds for discipline.

16 14. Obtaining or attempting to obtain a permit or a permit renewal
17 by fraud, by misrepresentation or by knowingly taking advantage of the
18 mistake of another person or an agency.

19 15. Wilfully making a false report or record required by this
20 chapter, required by federal or state laws pertaining to drugs, devices,
21 poisons, hazardous substances or precursor chemicals or required for the
22 payment for drugs, devices, poisons or hazardous substances or precursor
23 chemicals or for services pertaining to such drugs or substances.

24 16. Knowingly filing with the board any application, renewal or
25 other document that contains false or misleading information.

26 17. Providing false or misleading information or omitting material
27 information in any communication to the board or the board's employees or
28 agents.

29 18. Violating or attempting to violate, directly or indirectly, or
30 assisting in or abetting the violation of, or conspiring to violate, this
31 chapter.

32 19. Violating a formal order, terms of probation, a consent
33 agreement or a stipulation issued or entered into by the board or its
34 executive director pursuant to this chapter.

35 20. Failing to comply with a board subpoena or failing to comply in
36 a timely manner with a board subpoena without providing any explanation to
37 the board for not complying with the subpoena.

38 21. Failing to provide the board or its employees or agents or an
39 authorized federal or state official conducting ~~a-site~~ AN investigation,
40 inspection or audit with access to any place for which a permit has been
41 issued or for which an application for a permit has been submitted.

42 22. Failing to notify the board of a change of ownership,
43 management or pharmacist in charge.

1 23. Failing to promptly produce on the request of the official
2 conducting ~~a-site~~ AN investigation, inspection or audit any book, record
3 or document.

4 24. Overruling or attempting to overrule a pharmacist in matters of
5 pharmacy ethics or interpreting laws pertaining to the practice of
6 pharmacy or the distribution of drugs or devices.

7 25. Distributing premiums or rebates of any kind in connection with
8 the sale of prescription medication, other than to the prescription
9 medication recipient.

10 26. Failing to maintain effective controls against the diversion of
11 controlled substances or precursor chemicals to unauthorized persons or
12 entities.

13 27. Fraudulently claiming to have performed a service.

14 28. Fraudulently charging a fee for a service.

15 29. Advertising drugs or devices, or services pertaining to drugs
16 or devices, in a manner that is untrue or misleading in any particular,
17 and that is known, or that by the exercise of reasonable care should be
18 known, to be untrue or misleading.

19 30. FAILING TO OPERATE ACCORDING TO THE PERMITTEE'S HOURS OF
20 OPERATION AS SUBMITTED TO THE BOARD.

21 31. FAILING TO OPERATE ACCORDING TO THE HOURS OF OPERATION POSTED
22 FOR THE PERMITTEE'S BUSINESS.

23 32. BEING DISCIPLINED BY A FEDERAL AGENCY OR STATE LICENSING AGENCY
24 OR BOARD.

25 B. In this chapter, unless the context otherwise requires, for the
26 purposes of disciplining a pharmacist or pharmacy intern, "unprofessional
27 conduct" means the following, whether occurring in this state or
28 elsewhere:

29 1. Being addicted to the use of alcohol or other drugs to such a
30 degree as to render the licensee unfit to practice the profession of
31 pharmacy.

32 2. Violating any federal or state law, rule or regulation relating
33 to the manufacture or distribution of drugs and devices or the practice of
34 pharmacy.

35 3. Dispensing a different drug or brand of drug in place of the
36 drug or brand of drug ordered or prescribed without the express permission
37 in each case of the orderer, or in the case of a prescription order, the
38 medical practitioner. The conduct prohibited by this paragraph does not
39 apply to substitutions authorized pursuant to section 32-1963.01.

40 4. Obtaining or attempting to obtain a license to practice pharmacy
41 or a license renewal by fraud, by misrepresentation or by knowingly taking
42 advantage of the mistake of another person or an agency.

43 5. Having the licensee's license to practice pharmacy denied or
44 disciplined in another jurisdiction.

1 6. Claiming professional superiority in compounding or dispensing
2 prescription orders.

3 7. Failing to comply with the mandatory continuing professional
4 pharmacy education requirements of sections 32-1936 and 32-1937 and rules
5 adopted by the board.

6 8. Committing a felony, whether or not involving moral turpitude,
7 or a misdemeanor involving moral turpitude or any drug-related offense.
8 In either case, conviction by a court of competent jurisdiction or a plea
9 of no contest is conclusive evidence of the commission.

10 9. Working under the influence of alcohol or other drugs.

11 10. Violating a federal or state law or administrative rule
12 relating to marijuana, prescription-only drugs, narcotics, dangerous
13 drugs, controlled substances or precursor chemicals when determined by the
14 board or by conviction in a federal or state court.

15 11. Knowingly dispensing a drug without a valid prescription order
16 as required pursuant to section 32-1968, subsection A.

17 12. Knowingly dispensing a drug on a prescription order that was
18 issued in the course of the conduct of business of dispensing drugs
19 pursuant to diagnosis by mail or the internet, unless the order was any of
20 the following:

21 (a) Made by a physician who provides temporary patient supervision
22 on behalf of the patient's regular treating licensed health care
23 professional or provides a consultation requested by the patient's regular
24 treating licensed health care professional.

25 (b) Made in an emergency medical situation as defined in section
26 41-1831.

27 (c) Written to prepare a patient for a medical examination.

28 (d) Written or the prescription medications were issued for use by
29 a county or tribal public health department for immunization programs or
30 emergency treatment or in response to an infectious disease investigation,
31 a public health emergency, an infectious disease outbreak or an act of
32 bioterrorism. For the purposes of this subdivision, "bioterrorism" has
33 the same meaning prescribed in section 36-781.

34 (e) Written or antimicrobials were dispensed by the prescribing or
35 dispensing physician to a contact as defined in section 36-661 who is
36 believed to have had significant exposure risk as defined in section
37 36-661 with another person who has been diagnosed with a communicable
38 disease as defined in section 36-661.

39 (f) Written or the prescription medications were issued for
40 administration of immunizations or vaccines listed in the United States
41 centers for disease control and prevention's recommended immunization
42 schedule to a household member of a patient.

43 (g) For epinephrine auto-injectors that are written or dispensed
44 for a school district or charter school and that are to be stocked for

1 emergency use pursuant to section 15-157 or for an authorized entity to be
2 stocked pursuant to section 36-2226.01.

3 (h) Written by a licensee through a telemedicine program that is
4 covered by the policies and procedures adopted by the administrator of a
5 hospital or outpatient treatment center.

6 (i) Written pursuant to a physical or mental health status
7 examination that was conducted during a real-time telemedicine encounter
8 with audio and video capability.

9 (j) For naloxone hydrochloride or any other opioid antagonist
10 approved by the United States food and drug administration and written or
11 dispensed for use pursuant to section 36-2228 or 36-2266.

12 13. Failing to report in writing to the board any evidence that a
13 pharmacist or pharmacy intern is or may be professionally incompetent, is
14 or may be guilty of unprofessional conduct or is or may be mentally or
15 physically unable to safely engage in the practice of pharmacy.

16 14. Failing to report in writing to the board any evidence that a
17 pharmacy technician or pharmacy technician trainee is or may be
18 professionally incompetent, is or may be guilty of unprofessional conduct
19 or is or may be mentally or physically unable to safely engage in the
20 permissible activities of a pharmacy technician or pharmacy technician
21 trainee.

22 15. Failing to report in writing to the board any evidence that a
23 permittee or a permittee's employee is or may be guilty of unethical
24 conduct or is or may be in violation of this chapter or a rule adopted
25 under this chapter.

26 16. Committing an offense in another jurisdiction that if committed
27 in this state would be grounds for discipline.

28 17. Knowingly filing with the board any application, renewal or
29 other document that contains false or misleading information.

30 18. Providing false or misleading information or omitting material
31 information in any communication to the board or the board's employees or
32 agents.

33 19. Violating or attempting to violate, directly or indirectly, or
34 assisting in or abetting in the violation of, or conspiring to violate,
35 this chapter.

36 20. Violating a formal order, terms of probation, a consent
37 agreement or a stipulation issued or entered into by the board or its
38 executive director pursuant to this chapter.

39 21. Failing to comply with a board subpoena or failing to comply in
40 a timely manner with a board subpoena without providing any explanation to
41 the board for not complying with the subpoena.

42 22. Refusing without just cause to allow authorized agents of the
43 board to examine documents that are required to be kept pursuant to this
44 chapter or title 36.

1 23. Participating in an arrangement or agreement to allow a
2 prescription order or a prescription medication to be left at, picked up
3 from, accepted by or delivered to a place that is not licensed as a
4 pharmacy. This paragraph does not prohibit a pharmacist or a pharmacy
5 from using an employee or a common carrier to pick up prescription orders
6 at or deliver prescription medications to the office or home of a medical
7 practitioner, the residence of a patient or a patient's hospital.

8 24. Paying rebates or entering into an agreement for the payment of
9 rebates to a medical practitioner or any other person in the health care
10 field.

11 25. Providing or causing to be provided to a medical practitioner
12 prescription order blanks or forms bearing the pharmacist's or pharmacy's
13 name, address or other means of identification.

14 26. Fraudulently claiming to have performed a professional service.

15 27. Fraudulently charging a fee for a professional service.

16 28. Failing to report a change of the licensee's home address,
17 contact information, employer or employer's address as required by section
18 32-1926.

19 29. Failing to report a change in the licensee's residency status
20 as required by section 32-1926.01.

21 30. Failing to maintain effective controls against the diversion of
22 controlled substances or precursor chemicals to unauthorized persons or
23 entities.

24 31. FAILING TO PROMPTLY PRODUCE ANY BOOK, RECORD OR DOCUMENT WHEN
25 REQUESTED BY AN OFFICIAL CONDUCTING AN INVESTIGATION, INSPECTION OR AUDIT.

26 32. BEING DISCIPLINED BY A FEDERAL AGENCY OR STATE LICENSING AGENCY
27 OR BOARD.

28 C. In this chapter, unless the context otherwise requires, for the
29 purposes of disciplining a pharmacy technician or pharmacy technician
30 trainee, "unprofessional conduct" means the following, whether occurring
31 in this state or elsewhere:

32 1. Being addicted to the use of alcohol or other drugs to such a
33 degree as to render the licensee unfit to perform the licensee's
34 employment duties.

35 2. Violating a federal or state law or administrative rule relating
36 to the manufacture or distribution of drugs or devices.

37 3. Obtaining or attempting to obtain a pharmacy technician or
38 pharmacy technician trainee license or a pharmacy technician license
39 renewal by fraud, by misrepresentation or by knowingly taking advantage of
40 the mistake of another person or an agency.

41 4. Having the licensee's license to practice as a pharmacy
42 technician denied or disciplined in another jurisdiction.

43 5. Failing to comply with the mandatory continuing professional
44 education requirements of section 32-1925, subsection H and rules adopted
45 by the board.

1 6. Committing a felony, whether or not involving moral turpitude,
2 or a misdemeanor involving moral turpitude or any drug-related offense.
3 In either case, conviction by a court of competent jurisdiction or a plea
4 of no contest is conclusive evidence of the commission.

5 7. Working under the influence of alcohol or other drugs.

6 8. Violating a federal or state law or administrative rule relating
7 to marijuana, prescription-only drugs, narcotics, dangerous drugs,
8 controlled substances or precursor chemicals when determined by the board
9 or by conviction in a federal or state court.

10 9. Failing to report in writing to the board any evidence that a
11 pharmacist or pharmacy intern is or may be professionally incompetent, is
12 or may be guilty of unprofessional conduct or is or may be mentally or
13 physically unable to safely engage in the practice of pharmacy.

14 10. Failing to report in writing to the board any evidence that a
15 pharmacy technician or pharmacy technician trainee is or may be
16 professionally incompetent, is or may be guilty of unprofessional conduct
17 or is or may be mentally or physically unable to safely engage in the
18 permissible activities of a pharmacy technician or pharmacy technician
19 trainee.

20 11. Failing to report in writing to the board any evidence that a
21 permittee or a permittee's employee is or may be guilty of unethical
22 conduct or is or may be in violation of this chapter or a rule adopted
23 under this chapter.

24 12. Committing an offense in another jurisdiction that if committed
25 in this state would be grounds for discipline.

26 13. Knowingly filing with the board any application, renewal or
27 other document that contains false or misleading information.

28 14. Providing false or misleading information or omitting material
29 information in any communication to the board or the board's employees or
30 agents.

31 15. Violating or attempting to violate, directly or indirectly, or
32 assisting in or abetting in the violation of, or conspiring to violate,
33 this chapter.

34 16. Violating a formal order, terms of probation, a consent
35 agreement or a stipulation issued or entered into by the board or its
36 executive director pursuant to this chapter.

37 17. Failing to comply with a board subpoena or failing to comply in
38 a timely manner with a board subpoena without providing any explanation to
39 the board for not complying with the subpoena.

40 18. Failing to report a change of the licensee's home address,
41 contact information, employer or employer's address as required by section
42 32-1926.

43 19. Failing to report a change in the licensee's residency status
44 as required by section 32-1926.01.

1 20. FAILING TO PROMPTLY PRODUCE ANY BOOK, RECORD OR DOCUMENT WHEN
2 REQUESTED BY AN OFFICIAL CONDUCTING AN INVESTIGATION, INSPECTION OR AUDIT.

3 21. BEING DISCIPLINED BY A FEDERAL AGENCY OR STATE LICENSING AGENCY
4 OR BOARD.

5 Sec. 3. Section 32-1924, Arizona Revised Statutes, is amended to
6 read:

7 32-1924. Licenses; fees; rules; signatures; online profiles

8 A. An applicant for licensure as a pharmacist who passes the
9 board-approved examinations shall pay the board an initial licensure fee
10 of not more than ~~five hundred dollars~~ \$500.

11 B. An applicant for licensure as a pharmacist, intern, pharmacy
12 technician or pharmacy technician trainee shall pay a fee prescribed by
13 the board that does not exceed ~~fifty dollars~~ \$50 for issuance of a wall
14 license. On payment of a fee of not more than ~~fifty dollars~~ \$50, the
15 board may issue a replacement wall license to a licensee who requests a
16 replacement because the original was damaged or destroyed, because of a
17 change of name or for other good cause as prescribed by the board.

18 C. An applicant for licensure as an intern shall pay a fee of not
19 more than ~~seventy-five dollars~~ \$75. A license issued pursuant to this
20 subsection expires five years after it is issued. The board shall adopt
21 rules to prescribe the requirements for the renewal of a license that
22 expires before the pharmacy intern completes the education or training
23 required for licensure as a pharmacist.

24 D. An applicant for reciprocal licensure as a pharmacist shall pay
25 a fee of not more than ~~five hundred dollars~~ \$500 for the application and
26 expense of making an investigation of the applicant's character, general
27 reputation and pharmaceutical standing in the jurisdiction in which the
28 applicant is licensed.

29 E. All pharmacist licenses shall bear the signatures of the
30 executive director and a majority of the members of the board.

31 F. An applicant for licensure as a pharmacy technician trainee
32 shall submit with the application a fee prescribed by the board that does
33 not exceed ~~one hundred dollars~~ \$100. A license issued pursuant to this
34 subsection expires thirty-six months after it is issued. A pharmacy
35 technician trainee license may not be renewed or reissued.

36 G. An applicant for licensure as a pharmacy technician shall submit
37 with the application a fee prescribed by the board that does not exceed
38 ~~one hundred dollars~~ \$100.

39 H. A licensee shall create an online profile using the board's
40 licensing software.

41 I. AN APPLICANT SHALL PAY A CONVENIENCE FEE AS DETERMINED BY THE
42 BOARD WHEN USING THE ONLINE APPLICATION PROCESS.

1 Sec. 4. Section 32-1930, Arizona Revised Statutes, is amended to
2 read:

3 32-1930. Types of permits; restrictions on permits;
4 discontinuance of pharmacy permit

5 A. On application, the board may issue the following classes or
6 kinds of permits:

7 1. A nonprescription drug permit to sell, retail, stock, expose or
8 offer for sale at retail nonprescription drugs in the original package. A
9 permittee is not required to conduct business in any fixed place.

10 2. If approved by the board, a pharmacy, limited service pharmacy,
11 automated prescription-dispensing kiosk, full service wholesale drug,
12 third-party logistics provider, nonprescription drug wholesale and drug
13 manufacturer's permit.

14 3. Drug packager or drug prepackager permit to an individual or
15 establishment that is currently listed by the United States ~~federal~~ food
16 and drug administration and has met the requirements of that agency to
17 purchase, repackage, relabel or otherwise alter the manufacturer's
18 original package of an approved drug product with the intent of reselling
19 these items to persons or businesses authorized to possess or resell the
20 repackaged, prepackaged or relabeled drug.

21 4. A compressed medical gas distributor permit and a durable
22 medical equipment and compressed medical gas supplier permit.

23 B. The board shall deny or revoke a pharmacy permit if a medical
24 practitioner receives compensation, either directly or indirectly, from a
25 pharmacy as a result of the practitioner's prescription orders. This does
26 not include compensation to a medical practitioner who is the owner of a
27 building where space is leased to a pharmacy at the prevailing rate, not
28 resulting in a rebate to the medical practitioner.

29 C. If a pharmacy permanently discontinues operation, the permittee
30 shall immediately surrender the permit to the executive director. The
31 permittee shall remove all drug signs and symbols, either within or
32 without the premises, and shall remove or destroy all drugs, devices,
33 poisons and hazardous substances.

34 D. ALL PERMITS SHALL CONTAIN THE NAME OF THE BUSINESS THAT MATCHES
35 THE NAME ON THE PERMITTEE'S BUILDING AND THE PERMITTEE'S BUSINESS LICENSE,
36 IF APPLICABLE.

37 E. THE PERMITTEE'S HOURS OF OPERATION SHALL BE ENTERED IN THE
38 PERMITTEE'S ONLINE PROFILE.

39 ~~D.~~ F. An automated prescription-dispensing kiosk may not contain
40 or dispense a controlled substance as defined in section 36-2501 and the
41 controlled substances act (P.L. 91-513; 84 Stat. 1242; 21 United States
42 Code section 802).

1 Sec. 5. Section 32-1931, Arizona Revised Statutes, is amended to
2 read:

3 32-1931. Permits; fees; issuance; expiration; renewals;
4 online profiles

5 A. The board shall assign the permit of all persons or firms issued
6 under this chapter to one of two permit renewal groups. Except as
7 provided in section 32-4301, a holder of a permit designated in the
8 licensing database as even by way of verbiage or numerical value shall
9 renew it biennially on or before November 1 of the even-numbered year, two
10 years from the last renewal date. Except as provided in section 32-4301,
11 a holder of a permit designated in the licensing database as odd by way of
12 verbiage or numerical value shall renew it biennially on or before
13 November 1 of the odd-numbered year, two years from the last renewal date.
14 Failure to renew and pay all required fees on or before November 1 of the
15 year in which the renewal is due suspends the permit. The board shall
16 vacate a suspension when the permittee pays penalties of not to exceed
17 ~~three hundred fifty dollars~~ \$350 and all past due fees. The board may
18 waive collection of a fee or penalty due after suspension under conditions
19 established by a majority of the board.

20 B. Permit fees that are designated to be not more than a maximum
21 amount shall be set by the board for the following two fiscal years
22 beginning November 1. The board shall establish the fees approximately
23 proportionate to the maximum fee allowed to cover the board's anticipated
24 expenditures for the following two fiscal years. Variation in a fee is
25 not effective except at the expiration date of the permit.

26 C. Applications for permits shall be accompanied by the following
27 biennial fees as determined by subsection B of this section:

28 1. A nonprescription drug permit, not more than ~~two hundred dollars~~
29 \$200. Permittees stocking thirty different nonprescription drug products
30 or less shall be classified as category I retailers. Permittees stocking
31 more than thirty different nonprescription drug products shall be
32 classified as category II retailers. Both categories are subject to
33 biennial permit fees established by the board pursuant to this chapter.

34 2. A drug manufacturer's permit, not more than ~~one thousand dollars~~
35 \$1,000.

36 3. A pharmacy permit, not more than ~~five hundred dollars~~ \$500.

37 4. A limited service pharmacy permit or an automated
38 prescription-dispensing kiosk permit, not more than ~~five hundred dollars~~
39 \$500.

40 5. A full service wholesale drug permit or a third-party logistics
41 provider permit, not more than ~~one thousand dollars~~ \$1,000.

42 6. A nonprescription drug wholesale permit, not more than ~~five~~
43 ~~hundred dollars~~ \$500.

44 7. A drug repackager's permit, not more than ~~one thousand dollars~~
45 \$1,000.

1 8. A compressed medical gas distributor permit, not more than ~~two~~
2 ~~hundred dollars~~ \$200.

3 9. A durable medical equipment and compressed medical gas supplier
4 permit, not more than ~~one hundred dollars~~ \$100.

5 D. If an applicant is found to be satisfactory to the board, the
6 executive director shall issue to the applicant a permit for each
7 pharmacy, manufacturer, wholesaler or other place of business in which
8 drugs are sold, manufactured, compounded, dispensed, stocked, exposed or
9 offered for sale, for which application is made.

10 E. Permits issued under this section are not transferable.

11 F. If a permittee does not apply for renewal, the permit expires
12 pursuant to subsection A of this section. A person may activate and renew
13 an expired permit by filing the required application and fee. Renewal
14 thirty days after the expiration date of a permit may be made only on
15 payment of the required biennial renewal fee, all past due fees and a
16 penalty of one-half of the amount of the applicable biennial renewal fee.
17 The board may waive the collection of a fee or penalty due after
18 suspension pursuant to conditions prescribed by the board.

19 G. A permittee shall create an online profile using the board's
20 licensing software.

21 H. AN APPLICANT SHALL PAY A CONVENIENCE FEE AS DETERMINED BY THE
22 BOARD WHEN USING THE ONLINE APPLICATION PROCESS.

23 Sec. 6. Section 32-1941, Arizona Revised Statutes, is amended to
24 read:

25 32-1941. Third-party logistics providers; permit required;
26 designated representative; fingerprinting
27 requirements

28 A. A third-party logistics provider that engages in the logistics
29 services ~~of prescription or~~ FOR PRESCRIPTIONS, NARCOTIC DRUGS OR OTHER
30 CONTROLLED SUBSTANCES, over-the-counter DRUGS, dangerous drugs, DEVICES or
31 dangerous devices into, within or from this state shall hold a third-party
32 logistics provider permit in this state.

33 B. A third-party logistics provider shall comply with storage
34 practices, including all of the following:

35 1. Maintain access to warehouse space of A suitable size to
36 facilitate safe operations, including a suitable area to quarantine a
37 suspect product.

38 2. Maintain adequate security.

39 3. Have written policies and procedures to:

40 (a) Address the receipt, security, storage, inventory, shipment and
41 distribution of a product.

42 (b) Identify, record and report confirmed significant losses or
43 thefts in the United States.

44 (c) Correct errors and inaccuracies in inventories.

45 (d) Provide support for manufacturer recalls.

(e) Prepare for, protect against and address any reasonably foreseeable crisis that affects a facility's security or operation, such as an employee strike, A fire or A flood.

(f) Ensure that any expired product is segregated from other products and returned to the manufacturer, repackager or agent of the manufacturer or repackager or is destroyed.

(g) Maintain records reflecting the receipt and distribution of products and supplies and records of inventories.

(h) Quarantine or destroy a suspect product if directed to do so by the respective manufacturer, wholesale distributor or dispenser or an authorized governmental agency.

C. A third-party logistics provider shall make its facility available to the board for inspection during regular business hours to ensure compliance with this section.

D. A third-party logistics provider shall have a designated representative at each facility who has not been convicted of any felony violation under any federal, state or local law relating to wholesale or retail prescription or over-the-counter dangerous drugs or dangerous devices distribution or the distribution of controlled substances.

E. A third-party logistics provider shall provide the board on the board's request with a list of all manufacturers, wholesale distributors, ~~and~~ dispensers AND DURABLE MEDICAL EQUIPMENT SUPPLIERS for whom the third-party logistics provider provides services at a facility.

F. A third-party logistics provider's designated representative shall have a valid fingerprint clearance card issued pursuant to title 41, chapter 12, article 3.1, which shall be submitted with the completed application. If the third-party logistics provider changes its designated representative, the new designated representative shall have a valid fingerprint clearance card issued pursuant to title 41, chapter 12, article 3.1 and submitted to the board before the change in representation is made.

Sec. 7. Section 32-1982, Arizona Revised Statutes, is amended to read:

32-1982. Full service wholesale permittees; designated representatives; fingerprinting requirements

A. A full service wholesale permittee that engages in the wholesale distribution of prescription-only drugs into, within or from this state must ~~maintain a bond and~~ have a designated representative. IF THE FULL SERVICE WHOLESAL PERMITTEE CHANGES ITS DESIGNATED REPRESENTATIVE, THE NEW DESIGNATED REPRESENTATIVE MUST POSSESS AND SUBMIT A VALID FINGERPRINT CLEARANCE CARD BEFORE THE CHANGE IN REPRESENTATION IS MADE.

1 B. The designated representative of a full service wholesale
2 permittee must:

3 1. Be at least twenty-one years of age.

4 2. Have been employed full time for at least three years in a
5 pharmacy or with a full service wholesale permittee in a capacity related
6 to ~~the~~ dispensing and ~~distribution of~~ DISTRIBUTING, and ~~record keeping~~
7 RECORDKEEPING relating to, prescription-only drugs.

8 3. Be employed by the full service wholesale permittee in a
9 managerial level position.

10 4. Be actively involved in the daily operation of the wholesale
11 distribution of prescription-only drugs.

12 5. Be physically present at the full service wholesale permittee
13 facility during regular business hours unless the absence of the
14 designated representative is authorized.

15 6. Serve as a designated representative for only one full service
16 wholesale permittee.

17 7. Not have any criminal convictions under any federal, state or
18 local laws relating to wholesale or retail prescription-only drug
19 distribution or distribution of controlled substances.

20 8. POSSESS AND MAINTAIN A VALID FINGERPRINT CLEARANCE CARD ISSUED
21 PURSUANT TO TITLE 41, CHAPTER 12, ARTICLE 3.1.

22 C. ~~The board may require the~~ EACH applicant's designated
23 representative ~~to~~ SHALL submit a full set of fingerprints to the board.
24 The board shall submit the fingerprints to the department of public safety
25 for the purpose of obtaining a state and federal criminal records check
26 pursuant to section 41-1750 and Public Law 92-544. The department of
27 public safety may exchange the fingerprint data with the federal bureau of
28 investigation. The board may charge each applicant a fee determined by
29 the department of public safety. The board shall forward this fee to the
30 department of public safety.

31 ~~D. The board shall require every full service wholesale permittee~~
32 ~~that is applying for an initial permit or renewal of a permit to submit a~~
33 ~~bond of at least one hundred thousand dollars or other equivalent means of~~
34 ~~security acceptable to the board. The board may use this bond to secure~~
35 ~~payment of any fines or penalties that are imposed by the board and any~~
36 ~~fees or costs that are incurred by the board regarding the permit~~
37 ~~authorized by law and that the permittee fails to pay within thirty days~~
38 ~~after the fine, penalty or cost becomes final. The bond must cover all~~
39 ~~permits held by the permittee in this state.~~

40 ~~E. The board may waive the bond requirement if the full service~~
41 ~~wholesale permittee has previously obtained a comparable surety bond or~~
42 ~~other equivalent means of security for the purpose of licensure in another~~
43 ~~state where the full service wholesale permittee possesses a valid license~~
44 ~~in good standing.~~

1 ~~F.~~ D. For the purposes of this article, a full service wholesale
2 permittee does not include a hospital, chain pharmacy warehouse or third
3 party logistics provider.

4 Sec. 8. Section 36-2604, Arizona Revised Statutes, is amended to
5 read:

6 36-2604. Use and release of confidential information;
7 definition

8 A. Except as otherwise provided in this section, prescription
9 information submitted to the board pursuant to this article is
10 confidential and is not subject to public inspection. The board shall
11 establish procedures to ensure the privacy and confidentiality of patients
12 and that patient information that is collected, recorded and transmitted
13 pursuant to this article is not disclosed except as prescribed in this
14 section.

15 B. The board or its designee shall review the prescription
16 information collected pursuant to this article. If the board or its
17 designee has reason to believe an act of unprofessional or illegal conduct
18 has occurred, the board or its designee shall notify the appropriate
19 professional licensing board or law enforcement or criminal justice agency
20 and provide the prescription information required for an investigation.

21 C. The board may release data collected by the program to the
22 following:

23 1. A person who is authorized to prescribe or dispense a controlled
24 substance, or a delegate who is authorized by the prescriber or dispenser,
25 to assist that person to provide medical or pharmaceutical care to a
26 patient or to evaluate a patient.

27 2. An individual who requests the individual's own prescription
28 monitoring information pursuant to section 12-2293.

29 3. A medical practitioner regulatory board established pursuant to
30 title 32, chapter 7, 11, 13, 14, 15, 16, 17, 18, 25 or 29.

31 4. A local, state or federal law enforcement or criminal justice
32 agency. Except as required pursuant to subsection B of this section, the
33 board shall provide this information only if the requesting agency states
34 in writing that the information is necessary for an open investigation or
35 complaint.

36 5. The Arizona health care cost containment system administration
37 regarding persons who are receiving services pursuant to chapter 29 of
38 this title. Except as required pursuant to subsection B of this section,
39 the board shall provide this information only if the administration states
40 in writing that the information is necessary for an open investigation or
41 complaint, for performing a drug utilization review for controlled
42 substances to help combat opioid overuse or abuse or for ensuring the
43 continuity of care.

44 6. A person who is serving a lawful order of a court of competent
45 jurisdiction.

7. A person who is authorized to prescribe or dispense a controlled substance and who performs an evaluation on an individual pursuant to section 23-1026.

8. A county medical examiner or alternate medical examiner who is directing an investigation into the circumstances surrounding a death as described in section 11-593 or a delegate who is authorized by the county medical examiner or alternate medical examiner.

9. The department of health services regarding persons who are receiving or prescribing controlled substances in order to implement a public health response to address opioid overuse or abuse, including a review pursuant to section 36-198. Except as required pursuant to subsection B of this section, the board shall provide this information only if the department states in writing that the information is necessary to implement a public health response to help combat opioid overuse or abuse.

D. **FOR A FEE DETERMINED BY THE BOARD**, the board may provide data to public or private entities for statistical, research or educational purposes after removing information that could be used to identify individual patients or persons who received prescriptions from dispensers.

E. For the purposes of this section, "delegate" means any of the following:

1. A licensed health care professional who is employed in the office of or in a hospital with the prescriber or dispenser.

2. An unlicensed medical records technician, medical assistant or office manager who is employed in the office of or in a hospital with the prescriber or dispenser and who has received training regarding both the health insurance portability and accountability act privacy standards, (45 Code of Federal Regulations part 164, subpart E), and security standards, (45 Code of Federal Regulations part 164, subpart C).

3. A forensic pathologist, medical death investigator or other qualified person who is assigned duties in connection with a death investigation pursuant to section 11-594.

4. A licensed pharmacy technician trainee, pharmacy technician or pharmacy intern who works in a facility with the dispenser.

Sec. 9. Section 41-619.51, Arizona Revised Statutes, as amended by Laws 2018, chapter 46, section 3 and chapter 296, section 12, is amended to read:

41-619.51. Definitions

In this article, unless the context otherwise requires:

1. "Agency" means the supreme court, the department of economic security, the department of child safety, the department of education, the department of health services, the department of juvenile corrections, the department of emergency and military affairs, the department of public safety, the department of transportation, the state real estate department, the department of financial institutions, the Arizona game and

fish department, THE ARIZONA DEPARTMENT OF AGRICULTURE, the board of examiners of nursing care institution administrators and assisted living facility managers, the state board of dental examiners, the Arizona state board of pharmacy or the board of physical therapy or the state board of technical registration.

2. "Board" means the board of fingerprinting.

3. "Central registry exception" means notification to the department of economic security, the department of child safety or the department of health services, as appropriate, pursuant to section 41-619.57 that the person is not disqualified because of a central registry check conducted pursuant to section 8-804.

4. "Expedited review" means an examination, in accordance with board rule, of the documents an applicant submits by the board or its hearing officer without the applicant being present.

5. "Good cause exception" means the issuance of a fingerprint clearance card to an employee pursuant to section 41-619.55.

6. "Person" means a person who is required to be fingerprinted pursuant to this article or who is subject to a central registry check and any of the following:

(a) SECTION 3-314.

~~(a)~~ (b) Section 8-105.

~~(b)~~ (c) Section 8-322.

~~(c)~~ (d) Section 8-463.

~~(d)~~ (e) Section 8-509.

~~(e)~~ (f) Section 8-802.

~~(f)~~ (g) Section 8-804.

~~(g)~~ (h) Section 15-183.

~~(h)~~ (i) Section 15-503.

~~(i)~~ (j) Section 15-512.

~~(j)~~ (k) Section 15-534.

~~(k)~~ (l) Section 15-763.01.

~~(l)~~ (m) Section 15-782.02.

~~(m)~~ (n) Section 15-1330.

~~(n)~~ (o) Section 15-1881.

~~(o)~~ (p) Section 17-215.

~~(p)~~ (q) Section 28-3228.

~~(q)~~ (r) Section 28-3413.

~~(r)~~ (s) Section 32-122.02.

~~(s)~~ (t) Section 32-122.05.

~~(t)~~ (u) Section 32-122.06.

~~(u)~~ (v) Section 32-1232.

~~(v)~~ (w) Section 32-1276.01.

~~(w)~~ (x) Section 32-1284.

~~(x)~~ (y) Section 32-1297.01.

~~(y)~~ (z) Section 32-1904.

1 ~~(z)~~ (aa) Section 32-1941.
2 (bb) [SECTION 32-1982](#).
3 ~~(aa)~~ (cc) Section 32-2022.
4 ~~(bb)~~ (dd) Section 32-2108.01.
5 ~~(cc)~~ (ee) Section 32-2123.
6 ~~(dd)~~ (ff) Section 32-2371.
7 ~~(ee)~~ (gg) Section 32-3620.
8 ~~(ff)~~ (hh) Section 32-3668.
9 ~~(gg)~~ (ii) Section 32-3669.
10 ~~(hh)~~ (jj) Section 36-207.
11 ~~(ii)~~ (kk) Section 36-411.
12 ~~(jj)~~ (ll) Section 36-425.03.
13 ~~(kk)~~ (mm) Section 36-446.04.
14 ~~(ii)~~ (nn) Section 36-594.01.
15 ~~(mm)~~ (oo) Section 36-594.02.
16 ~~(nn)~~ (pp) Section 36-882.
17 ~~(oo)~~ (qq) Section 36-883.02.
18 ~~(pp)~~ (rr) Section 36-897.01.
19 ~~(qq)~~ (ss) Section 36-897.03.
20 ~~(rr)~~ (tt) Section 36-3008.
21 ~~(ss)~~ (uu) Section 41-619.53.
22 ~~(tt)~~ (vv) Section 41-1964.
23 ~~(uu)~~ (ww) Section 41-1967.01.
24 ~~(vv)~~ (xx) Section 41-1968.
25 ~~(ww)~~ (yy) Section 41-1969.
26 ~~(xx)~~ (zz) Section 41-2814.
27 ~~(yy)~~ (aaa) Section 46-141, subsection A.
28 ~~(zz)~~ (bbb) Section 46-321.
29 Sec. 10. [Repeal](#)
30 Section [41-619.51](#), Arizona Revised Statutes, as amended by Laws
31 2018, chapter 287, section 3, is repealed.
32 Sec. 11. Section 41-1758, Arizona Revised Statutes, as amended by
33 Laws 2018, chapter 46, section 4 and chapter 296, section 13, is amended
34 to read:
35 [41-1758. Definitions](#)
36 In this article, unless the context otherwise requires:
37 1. "Agency" means the supreme court, the department of economic
38 security, the department of child safety, the department of education, the
39 department of health services, the department of juvenile corrections, the
40 department of emergency and military affairs, the department of public
41 safety, the department of transportation, the state real estate
42 department, the department of financial institutions, the board of
43 fingerprinting, the Arizona game and fish department, [THE ARIZONA](#)
44 [DEPARTMENT OF AGRICULTURE](#), the board of examiners of nursing care
45 institution administrators and assisted living facility managers, the

1 state board of dental examiners, the Arizona state board of pharmacy or
2 the board of physical therapy or the state board of technical
3 registration.

4 2. "Division" means the fingerprinting division in the department
5 of public safety.

6 3. "Electronic or internet-based fingerprinting services" means a
7 secure system for digitizing applicant fingerprints and transmitting the
8 applicant data and fingerprints of a person or entity submitting
9 fingerprints to the department of public safety for any authorized purpose
10 under this title. For the purposes of this paragraph, "secure system"
11 means a system that complies with the information technology security
12 policy approved by the department of public safety.

13 4. "Good cause exception" means the issuance of a fingerprint
14 clearance card to an applicant pursuant to section 41-619.55.

15 5. "Person" means a person who is required to be fingerprinted
16 pursuant to any of the following:

17 (a) SECTION 3-314.

18 ~~(a)~~ (b) Section 8-105.

19 ~~(b)~~ (c) Section 8-322.

20 ~~(c)~~ (d) Section 8-463.

21 ~~(d)~~ (e) Section 8-509.

22 ~~(e)~~ (f) Section 8-802.

23 ~~(f)~~ (g) Section 15-183.

24 ~~(g)~~ (h) Section 15-503.

25 ~~(h)~~ (i) Section 15-512.

26 ~~(i)~~ (j) Section 15-534.

27 ~~(j)~~ (k) Section 15-763.01.

28 ~~(k)~~ (l) Section 15-782.02.

29 ~~(l)~~ (m) Section 15-1330.

30 ~~(m)~~ (n) Section 15-1881.

31 ~~(n)~~ (o) Section 17-215.

32 ~~(o)~~ (p) Section 28-3228.

33 ~~(p)~~ (q) Section 28-3413.

34 ~~(q)~~ (r) Section 32-122.02.

35 ~~(r)~~ (s) Section 32-122.05.

36 ~~(s)~~ (t) Section 32-122.06.

37 ~~(t)~~ (u) Section 32-1232.

38 ~~(u)~~ (v) Section 32-1276.01.

39 ~~(v)~~ (w) Section 32-1284.

40 ~~(w)~~ (x) Section 32-1297.01.

41 ~~(x)~~ (y) Section 32-1904.

42 ~~(y)~~ (z) Section 32-1941.

43 (aa) SECTION 32-1982.

44 ~~(z)~~ (bb) Section 32-2022.

45 ~~(aa)~~ (cc) Section 32-2108.01.

1 ~~(bb)~~ (dd) Section 32-2123.
2 ~~(cc)~~ (ee) Section 32-2371.
3 ~~(dd)~~ (ff) Section 32-3620.
4 ~~(ee)~~ (gg) Section 32-3668.
5 ~~(ff)~~ (hh) Section 32-3669.
6 ~~(gg)~~ (ii) Section 36-207.
7 ~~(hh)~~ (jj) Section 36-411.
8 ~~(ii)~~ (kk) Section 36-425.03.
9 ~~(jj)~~ (ll) Section 36-446.04.
10 ~~(kk)~~ (mm) Section 36-594.01.
11 ~~(ll)~~ (nn) Section 36-594.02.
12 ~~(mm)~~ (oo) Section 36-882.
13 ~~(nn)~~ (pp) Section 36-883.02.
14 ~~(oo)~~ (qq) Section 36-897.01.
15 ~~(pp)~~ (rr) Section 36-897.03.
16 ~~(qq)~~ (ss) Section 36-3008.
17 ~~(rr)~~ (tt) Section 41-619.52.
18 ~~(ss)~~ (uu) Section 41-619.53.
19 ~~(tt)~~ (vv) Section 41-1964.
20 ~~(uu)~~ (ww) Section 41-1967.01.
21 ~~(vv)~~ (xx) Section 41-1968.
22 ~~(ww)~~ (yy) Section 41-1969.
23 ~~(xx)~~ (zz) Section 41-2814.
24 ~~(yy)~~ (aaa) Section 46-141, subsection A.
25 ~~(zz)~~ (bbb) Section 46-321.
26 6. "Vulnerable adult" has the same meaning prescribed in section
27 13-3623.
28 Sec. 12. Repeal
29 Section 41-1758, Arizona Revised Statutes, as amended by Laws 2018,
30 chapter 287, section 4, is repealed.
31 Sec. 13. Section 41-1758.01, Arizona Revised Statutes, as amended
32 by Laws 2018, chapter 46, section 5 and chapter 296, section 14, is
33 amended to read:
34 41-1758.01. Fingerprinting division; powers and duties
35 A. The fingerprinting division is established in the department of
36 public safety and shall:
37 1. Conduct fingerprint background checks for persons and applicants
38 who are seeking licenses from state agencies, employment with licensees,
39 contract providers and state agencies or employment or educational
40 opportunities with agencies that require fingerprint background checks
41 pursuant to sections 3-314, 8-105, 8-322, 8-463, 8-509, 8-802, 15-183,
42 15-503, 15-512, 15-534, 15-763.01, 15-782.02, 15-1330, 15-1881, 17-215,
43 28-3228, 28-3413, 32-122.02, 32-122.05, 32-122.06, 32-1232, 32-1276.01,
44 32-1284, 32-1297.01, 32-1904, 32-1941, 32-1982, 32-2022, 32-2108.01,
45 32-2123, 32-2371, 32-3620, 32-3668, 32-3669, 36-207, 36-411, 36-425.03,

1 36-446.04, 36-594.01, 36-594.02, 36-882, 36-883.02, 36-897.01, 36-897.03,
2 36-3008, 41-619.52, 41-619.53, 41-1964, 41-1967.01, 41-1968, 41-1969 and
3 41-2814, section 46-141, subsection A and section 46-321.

4 2. Issue fingerprint clearance cards. On issuance, a fingerprint
5 clearance card becomes the personal property of the cardholder and the
6 cardholder shall retain possession of the fingerprint clearance card.

7 3. On submission of an application for a fingerprint clearance
8 card, collect the fees established by the board of fingerprinting pursuant
9 to section 41-619.53 and deposit, pursuant to sections 35-146 and 35-147,
10 the monies collected in the board of fingerprinting fund.

11 4. Inform in writing each person who submits fingerprints for a
12 fingerprint background check of the right to petition the board of
13 fingerprinting for a good cause exception pursuant to section 41-1758.03,
14 41-1758.04 or 41-1758.07.

15 5. If after conducting a state and federal criminal history records
16 check the division determines that it is not authorized to issue a
17 fingerprint clearance card to a person, inform the person in writing that
18 the division is not authorized to issue a fingerprint clearance card. The
19 notice shall include the criminal history information on which the denial
20 was based. This criminal history information is subject to dissemination
21 restrictions pursuant to section 41-1750 and Public Law 92-544.

22 6. Notify the person in writing if the division suspends, revokes
23 or places a driving restriction notation on a fingerprint clearance card
24 pursuant to section 41-1758.04. The notice shall include the criminal
25 history information on which the suspension, revocation or placement of
26 the driving restriction notation was based. This criminal history
27 information is subject to dissemination restrictions pursuant to section
28 41-1750 and Public Law 92-544.

29 7. Administer and enforce this article.

30 B. The fingerprinting division may contract for electronic or
31 internet-based fingerprinting services through an entity or entities for
32 the acquisition and transmission of applicant fingerprint and data
33 submissions to the department, including identity verified fingerprints
34 pursuant to section 15-106. The entity or entities contracted by the
35 department of public safety may charge the applicant a fee for services
36 provided pursuant to this article. The entity or entities contracted by
37 the department of public safety shall comply with:

38 1. All information privacy and security measures and submission
39 standards established by the department of public safety.

40 2. The information technology security policy approved by the
41 department of public safety.

42 Sec. 14. Repeal

43 Section 41-1758.01, Arizona Revised Statutes, as amended by Laws
44 2018, chapter 287, section 5, is repealed.

1 Sec. 15. Effective date

2 The following are effective from and after August 3, 2019:

3 1. Section 41-619.51, Arizona Revised Statutes, as amended by Laws
4 2018, chapter 46, section 3 and chapter 296, section 12 and this act.

5 2. Section 41-619.51, Arizona Revised Statutes, as amended by Laws
6 2018, chapter 287, section 3 and repealed by this act.

7 3. Section 41-1758, Arizona Revised Statutes, as amended by Laws
8 2018, chapter 46, section 4 and chapter 296, section 13 and this act.

9 4. Section 41-1758, Arizona Revised Statutes, as amended by Laws
10 2018, chapter 287, section 4 and repealed by this act.

11 5. Section 41-1758.01, Arizona Revised Statutes, as amended by Laws
12 2018, chapter 46, section 5 and chapter 296, section 14 and this act.

13 6. Section 41-1758.01, Arizona Revised Statutes, as amended by Laws
14 2018, chapter 287, section 5 and repealed by this act.