



## 1995 SENATE BILL 534

February 7, 1996 - Introduced by Senators FARROW, BRESKE, RUDE, CLAUSING, HUELSMAN, C. POTTER, SCHULTZ, ROSENZWEIG and WELCH, cosponsored by Representatives WALKER, AINSWORTH, KRUSICK, JOHNSRUD, VRAKAS, OWENS, SERATTI, HUEBSCH, SPRINGER, URBAN, HUBER, NASS, SILBAUGH, PLACHE, KREIBICH, OTT, DUFF, GRONEMUS, GOETSCH, HAHN, LAZICH, LA FAVE, HARSDORF, MEYER, OLSEN, POWERS and BRANDEMUEHL. Referred to Committee on Business, Economic Development and Urban Affairs.

- 1 **AN ACT to amend** 440.08 (2) (a) 56., 450.06 (title), 450.06 (1), 450.06 (2) (intro.)  
2 and 450.06 (3); and **to create** 440.08 (2) (a) 56m., 450.065 and 450.11 (4) (a) 1m.  
3 of the statutes; **relating to:** the licensure of pharmacies located outside the  
4 state and providing a penalty.

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### *Analysis by the Legislative Reference Bureau*

Under current law, a pharmacist may not dispense prescribed drugs or devices except from a location that is licensed as a pharmacy by the pharmacy examining board (board). To get a license for a pharmacy, the person seeking the license must pay the required fee and submit an application that shows the floor plan of the pharmacy, specifies the location of the pharmacy, and gives the name and address of the person who owns and controls the pharmacy and the name of the managing pharmacist. The pharmacy location must also be inspected by the board and found to meet the board's requirements concerning floor design, minimum equipment, sanitation and storage space. Current law does not explicitly require an out-of-state pharmacy to be licensed in this state, although an attorney general's opinion states that an implied power to regulate out-of-state pharmacies that solicit orders from state residents may be inferred from current statutes. See 72 Opinions of the Attorney General 121, 122 (1983).

This bill explicitly prohibits a pharmacy that is located outside the state from routinely shipping, mailing or otherwise delivering a prescription drug or device to persons in this state unless the pharmacy is licensed by the board. The bill requires an out-of-state pharmacy to meet the following requirements for licensure:

1. The pharmacy must submit an application on a form provided by the board that shows the location of the pharmacy, the name and address of the person holding title and ownership control of the location of the pharmacy and the name of the managing pharmacist of the pharmacy.

2. The owner of the pharmacy, or the managing pharmacist of the pharmacy if the pharmacy is not a sole proprietorship, must submit a statement in a form pre-

scribed by the board that indicates that he or she knows the laws relating to the practice of pharmacy in this state.

3. The pharmacy must submit to the board evidence that the pharmacy is licensed in the state in which it is located.

4. The pharmacy must pay the application fee set in the statutes.

In addition, an out-of-state pharmacy licensed under the bill must establish a toll-free telephone service that allows a person in this state to contact the pharmacy during the pharmacy's regular hours of business and that is available for use by a person in this state at least 40 hours a week. The toll-free telephone number must be included on the label of a prescribed drug or device dispensed by the pharmacy to a person in this state.

Finally, the bill provides: 1) that the pharmacists working in an out-of-state pharmacy, including the managing pharmacist, may not be required to be licensed in this state; and 2) that an out-of-state pharmacy licensed under the bill may not be required to satisfy any requirements established in this state's statutes or by the board relating to the professional service area of a pharmacy or the minimum equipment requirements for a pharmacy.

For further information see the *state* fiscal estimate, which will be printed as an appendix to this bill.

***The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:***

1           **SECTION 1.** 440.08 (2) (a) 56. of the statutes, as affected by 1995 Wisconsin Act  
2 27, is amended to read:

3           440.08 (2) (a) 56. Pharmacy, in-state: June 1 of each even-numbered year; \$41.

4           **SECTION 2.** 440.08 (2) (a) 56m. of the statutes is created to read:

5           440.08 (2) (a) 56m. Pharmacy, out-of-state: June 1 of each even-numbered  
6 year; \$41.

7           **SECTION 3.** 450.06 (title) of the statutes is amended to read:

8           **450.06** (title) **Pharmacy Pharmacies located in this state; licensure.**

9           **SECTION 4.** 450.06 (1) of the statutes is amended to read:

10          450.06 (1) No pharmacist may dispense at any location in this state which is  
11 not licensed as a pharmacy by the board. No person in this state may use or display  
12 the title "pharmacy", "drugstore", "apothecary" or any other title, symbol or insignia

1 having the same or similar meanings, except for a place of practice which is licensed  
2 under this section as a pharmacy by the board.

3 **SECTION 5.** 450.06 (2) (intro.) of the statutes is amended to read:

4 450.06 (2) (intro.) The board shall issue a license to operate a pharmacy at a  
5 specific location in this state if:

6 **SECTION 6.** 450.06 (3) of the statutes is amended to read:

7 450.06 (3) No pharmacy located in this state may be opened or kept open for  
8 practice following a change of ownership or change of location unless the pharmacy  
9 is licensed for the new owner or at the new location, notwithstanding any remaining  
10 period of validity under the pharmacy's license under the previous owner or at the  
11 previous location.

12 **SECTION 7.** 450.065 of the statutes is created to read:

13 **450.065 Out-of-state pharmacies; licensure.** (1) A pharmacy that is lo-  
14 cated outside this state may not routinely ship, mail or otherwise deliver a prescribed  
15 drug or device to persons in this state unless the pharmacy is licensed under sub. (2).

16 (2) The board shall issue a license to a pharmacy that is located outside this  
17 state if the pharmacy does all of the following:

18 (a) Applies on a form provided by the board that shows all of the following:

19 1. The location of the pharmacy.

20 2. The name and address of the person holding title and ownership control of  
21 the location.

22 3. The name of the managing pharmacist of the pharmacy.

23 (b) Submits a statement in a form prescribed by the board from the owner of  
24 the pharmacy or, if the pharmacy is not a sole proprietorship, from the managing  
25 pharmacist of the pharmacy that indicates that the owner or managing pharmacist,

