A BILL FOR AN ACT

RELATING TO PHARMACEUTICAL REPRESENTATIVES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. The Hawaii Revised Statutes is amended by
2	adding a new chapter to be appropriately designated and to read
3	as follows:
4	"CHAPTER
5	PHARMACEUTICAL REPRESENTATIVES
6	§ -1 Definitions. For purposes of this chapter:
7	"Department" means the department of commerce and consumer
8	affairs.
9	"Director" means the director of commerce and consumer
10	affairs.
11	"Health care professional" shall mean a physician licensed
12	under chapter 453 or other health care practitioner who is
13	licensed in the State to provide health care services or to
14	prescribe pharmaceutical or biologic products.
15	"Pharmaceutical" means a medication that may be legally
16	dispensed only with a valid prescription from a health care
17	professional.



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1	"Pharmaceutical representative" means a person who markets
2	or promotes pharmaceuticals to health care professionals.
3	§ -2 Pharmaceutical representative program. There is
4	established a pharmaceutical representative program within the
5	department to be administered by the director.
6	§ -3 Powers and duties of the director. In addition to
7	any other powers and duties authorized by law, the director
8	shall have the power and duties to:
9	(1) Adopt, amend, or repeal rules in accordance with
10	chapter 91 to carry out the purposes of this chapter;
11	(2) Issue and renew registrations pursuant to this chapter
12	and deny or refuse to renew registrations for failure
13	to comply with this chapter; and
14	(3) Administer, coordinate, and enforce this chapter.
15	§ -4 Registration required; application. (a) No person
16	shall act or conduct business as a pharmaceutical representative
17	in the State without first registering with the department
18	pursuant to this chapter unless the person acts or conducts
19	business in the State as a pharmaceutical representative for
20	fewer than fifteen days per calendar year.



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1	(b)	Each person seeking to register as a pharmaceutical	
2	representative shall file with the department on a form		
3	prescribed by the director. The application shall include:		
4	(1)	The applicant's full name, residence address,	
5		residence telephone number, business address, and	
6		business telephone number;	
7	(2)	An affirmation that the applicant has completed the	
8		continuing education requirements in accordance with	
9		section -7 prior to submitting the application; and	
10	(3)	Any other information the director may reasonably	
11		require.	
12	The application shall be accessible on the department's website.		
13	(c)	Registration shall expire on December 31 of each odd-	
14	numbered	year.	
15	(d)	No transfer of ownership shall be allowed on any	
16	registrat	ion issued under this chapter.	
17	§	-5 Renewal of registration. Each pharmaceutical	
18	represent	ative shall renew the representative's registration by	
19	December	31 of each odd-numbered year. When renewing a	
20	registrat	ion, a pharmaceutical representative shall submit to	
21	the direc	tor:	

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1	(1)	An application for renewal on a form prescribed by the
2		director that shall be accessible on the department's
3		website;
4	(2)	An affirmation that the pharmaceutical representative
5		has completed the continuing education requirements in
6		accordance with section -7;
7	(3)	Proof that the pharmaceutical representative has paid
8		all assessed penalties, if any;
9	(4)	The required renewal fee; and
10	(5)	Any other information that the director may reasonably
11		require.
12	§	-6 Fees. No applicant or registrant shall be issued a
13	certifica	te of registration unless the appropriate fees have
14	been paid	. The director shall establish the amount of all fees
15	by rules	adopted pursuant to chapter 91. Fees collected
16	pursuant	to this chapter shall be deposited to the credit of the
17	complianc	e resolution fund established pursuant to section
18	26-9(0).	
19	S	-7 Continuing education. (a) The department shall

approve continuing education courses and establish continuing

21 education requirements pursuant to chapter 91.



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(b) All pharmaceutical representatives shall complete one
 continuing education course prior to submitting an application
 for registration. All pharmaceutical representatives shall
 complete a minimum of five credit hours before renewing their
 registration.

6 The department may designate or publish a list of (C) 7 institutions that provide approved continuing education courses. 8 The department may designate the courses that satisfy the 9 continuing education requirements under this section. The 10 continuing education courses may include training in the areas 11 of ethics, pharmacology, laws and rules applicable to 12 pharmaceutical marketing, and other areas that the department may designate by rule. No provider of a continuing education 13 14 course may be an employer of pharmaceutical representatives.

15 § -8 Disclosure. (a) Upon request, a pharmaceutical 16 representative shall provide the following information to the 17 department:

18 (1) The number of times the pharmaceutical representative
19 contacted health care professionals in the State;
20 (2) The location and duration of contact;



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1	(3)	The pharmaceuticals promoted to a health care	
2		professional;	
3	(4)	Whether product samples, materials, or gifts of any	
4		value were provided to the health care professional,	
5		and the value of the product samples, materials, or	
6		gifts; and	
7	(5)	Whether and how the health care professional was	
8		compensated for contact with the pharmaceutical	
9		representative.	
10	The director may prescribe by rule regular time intervals for		
11	the disclosure of the information listed in paragraphs (1)		
12	through (5); provided that the time intervals shall be no		
13	greater than the period between license renewals. A model		
14	disclosur	e form may be issued to facilitate compliance with the	
15	disclosur	re requirements of this subsection.	
16	(b)	Any material change to the information submitted on an	
17	applicati	on for registration or any material changes made to a	
18	registere	ed pharmaceutical representative's personal or business	
19	operation	ns or any information provided under this chapter shall	
20	be reported in writing to the department within four business		
21	days of t	the change.	



1	S	-9 Ethical standards. (a) A pharmaceutical
2	represen	tative shall not:
3	(1)	Engage in any deceptive or misleading marketing of a
4		pharmaceutical product, including the knowing
5		concealment, suppression, omission, misleading
6		representation, or misstatement of any material fact;
7		or
8	(2)	Use a title or designation that could reasonably lead
9		a health care professional or an employee or
10		representative of a health care professional to
11		believe that the pharmaceutical representative is
12		licensed to practice medicine, nursing, dentistry,
13		optometry, pharmacy, or other similar health care
14		occupation unless the pharmaceutical representative
15		holds such a license.
16	The dire	ctor shall establish additional ethical standards for
17	pharmace	utical representatives by rule adopted pursuant to
18	chapter	91.
19	Š	-10 Suspension; revocation. The director may suspend
20	or revok	e a registration for any violation of this chapter,

chapter 436B, or any rule adopted by the director pursuant to

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1 this chapter. No suspended or revoked registration shall be 2 reinstated unless the violations related to the suspension or 3 revocation have been remedied and all assessed penalties and 4 fees have been paid. No person whose pharmaceutical 5 representative registration has been revoked shall be granted 6 another registration pursuant to this chapter for a period of 7 two years from the date of the revocation. 8 S Penalties. Any person violating any provision of -11 9 this chapter shall be fined not less than \$1,000, but not more 10 than \$3,000 for each violation. Each day of a continued 11 violation of this chapter shall constitute a separate and 12 distinct violation. 13 **§** -12 Rules. The director shall adopt rules pursuant to 14 chapter 91 that the director deems necessary for the effective 15 administration and enforcement of this chapter." 16 SECTION 2. There is appropriated out of the general 17 revenues of the State of Hawaii the sum of \$ or so 18 much thereof as may be necessary for fiscal year 2020-2021 to be 19 deposited into the compliance resolution fund. 20 SECTION 3. There is appropriated out of the compliance 21 resolution fund the sum of \$ or so much thereof as may



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be necessary for fiscal year 2020-2021 to implement the
 registration of pharmaceutical representatives as required by
 this Act.

4 The sum appropriated shall be expended by the department of5 commerce and consumer affairs for the purposes of this Act.

6 SECTION 4. If any provision of this Act, or the 7 application thereof to any person or circumstance, is held 8 invalid, the invalidity does not affect other provisions or 9 applications of the Act that can be given effect without the 10 invalid provision or application, and to this end the provisions 11 of this Act are severable.

12 SECTION 5. This Act shall take effect upon its approval; 13 provided that sections 2 and 3 shall take effect on July 1, 14 2020.

INTRODUCED BY:

JAN 1 6 2020



Report Title:

Pharmaceutical Representatives; Registration; Appropriation

Description:

Requires pharmaceutical representatives to register with DCCA. Creates a program within DCCA for the administration and enforcement of pharmaceutical representative registrations. Appropriates funds.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

