

JAN 23 2026

A BILL FOR AN ACT

RELATING TO WORKERS' COMPENSATION.

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

1 SECTION 1. The legislature finds that workers'
2 compensation costs and transparency are critical to maintaining
3 fair and predictable benefits for injured workers while
4 controlling employer expenses. The legislature further finds
5 that compounded prescription drugs can provide essential
6 therapeutic options for injured workers when commercially
7 available FDA approved medications are unsuitable due to
8 allergies, dosage requirements, or other clinical needs.
9 However, inconsistent definitions have led to confusion.
10 Federal law under section 503A of the Federal Food, Drug, and
11 Cosmetic Act (21 U.S.C. 353a) establishes clear standards for
12 pharmacy compounding, including patient specific prescriptions,
13 quality requirements for bulk substances, and exclusions for
14 simple reconstitution. Aligning state law with these standards
15 will promote patient safety by ensuring compounded drugs meet
16 recognized quality benchmarks, enhance regulatory consistency
17 between state and federal oversight.



1 Accordingly, the purpose of this Act is to align state law
2 with federal standards for pharmacy compounding by codifying the
3 federal definition of a "compounded drug", thereby promoting
4 regulatory consistency, supporting patient safety, and ensuring
5 access to individualized medications when an FDA approved drug
6 is not medically appropriate for a particular patient. This Act
7 incorporates by reference section 503A of the Federal Food,
8 Drug, and Cosmetic Act (21 U.S.C. 353a) and clarifying federal
9 guidance.

10 SECTION 2. Section 386-21.7, Hawaii Revised Statutes, is
11 amended by amending subsection (f) to read as follows:

12 "(f) For purposes of this section[~~, "equivalent"~~]:

13 "Compounded prescription drug" means a drug product that is
14 compounded by a licensed pharmacist in a state licensed
15 pharmacy, or a licensed physician, for an identified individual
16 patient based on the receipt of a valid prescription order or a
17 notation, approved by the prescribing practitioner, on the
18 prescription order that a compounded product is necessary for
19 the identified patient, and otherwise meets the requirements of
20 title 21 United States Code section 353.



1 "Equivalent generic drug product" has the same meaning as
2 provided in section 328-91."

3 SECTION 3. This Act does not affect rights and duties that
4 matured, penalties that were incurred, and proceedings that were
5 begun before its effective date.

6 SECTION 4. Statutory material to be repealed is bracketed
7 and stricken. New statutory material is underscored.

8 SECTION 5. This Act shall take effect on July 1, 2026.

9

INTRODUCED BY:



S.B. NO. 2751

Report Title:

Workers' Compensation; Benefits; Compounded Prescription Drugs

Description:

Defines compounded prescription drugs for the purposes of workers' compensation law.

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

