

# STATE OF NEW YORK

1412

2025-2026 Regular Sessions

## IN ASSEMBLY

January 9, 2025

Introduced by M. of A. DINOWITZ, SEAWRIGHT, HEVESI, COOK, BENEDETTO, BICHOTTE HERMELYN, REYES, ROSENTHAL, SEPTIMO, STIRPE, RAMOS, ZACCARO, DAVILA, LEVENBERG -- read once and referred to the Committee on Higher Education

AN ACT to amend the education law, in relation to the registration of nonresident pharmacies, manufacturers, wholesalers and outsourcing facilities that deliver prescription drugs to other establishments, authorized prescribers and patients residing in this state

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Subdivision 2 of section 6808-b of the education law, as  
2 amended by chapter 567 of the laws of 2002, is amended to read as  
3 follows:

4 2. Registration. (a) All nonresident establishments that ship, mail,  
5 or deliver prescription drugs and/or devices to other registered estab-  
6 lishments, authorized prescribers, and/or patients into this state shall  
7 be registered with the department; except that such registration shall  
8 not apply to intra-company transfers between any division, affiliate,  
9 subsidiaries, parent or other entities under complete common ownership  
10 and control. The provisions of this subdivision shall apply solely to  
11 nonresident establishments and shall not affect any other provision of  
12 this article.

13 (b) Notwithstanding the provisions of this article, an unregistered  
14 nonresident establishment may ship, mail, or deliver prescription drugs  
15 and/or devices to registered establishments in this state in cases of a  
16 specific patient need or a declared public health emergency, provided  
17 that:

18 (i) the unlicensed establishment is appropriately licensed in its home  
19 state, and documentation of the license verification can be maintained  
20 by the resident establishment in a manner determined by the department;

EXPLANATION--Matter in *italics* (underscored) is new; matter in brackets  
[-] is old law to be omitted.

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1 (ii) in cases of specific patient need, the registered establishment  
2 shall maintain documentation that the transfer is for such purpose in a  
3 manner determined by the department;

4 (iii) the resident pharmacy complies with all recordkeeping require-  
5 ments of the department for each drug or device received from any unreg-  
6 istered nonresident establishment;

7 (iv) all documentation and records are retained and are readily  
8 retrievable by the resident establishment for a period of six years;

9 (v) the prescription drug or device was manufactured by an authorized  
10 FDA registered drug manufacturer and is not a compounded drug. The  
11 unregistered nonresident establishment shall only deliver or trade a  
12 drug or device salable on prescription only that it receives from a  
13 manufacturer, a wholesale distributor or a pharmacy in accordance with  
14 the federal Drug Supply Chain Security Act (DSCSA);

15 (vi) the nonresident establishment from which the drug is being  
16 obtained receives a request for the drug that identifies the drug's  
17 brand name or generic name, quality, quantity, and size. Such drug shall  
18 not be expired at the time of the exchange;

19 (vii) the drug being obtained includes with the drug a packaging  
20 checklist confirming that the drug being delivered or traded matches the  
21 information identified on the request, and the drug is delivered or  
22 traded in the original manufacturer's packaging, whether sealed or  
23 unsealed, with package insert, the drug's national drug code, lot  
24 number, and expiration date conspicuously identified on the packaging.  
25 If the original manufacturer's packaging is unsealed at the time of the  
26 delivery or trade, the delivery or trade may include a quantity of the  
27 drug that is less than the quantity contained in the original manufac-  
28 turer's packaging. However, a pharmacy shall not trade or deliver more  
29 than one unsealed or partial quantity of the drug during any consecutive  
30 ninety-day period;

31 (viii) notwithstanding the language of this section, nothing shall be  
32 interpreted to allow for the sale, trade or exchange of a controlled  
33 substance as defined by article thirty-three of the public health law;  
34 and

35 (ix) the sale/transfer price of any item exchanged under this section  
36 may not exceed one hundred percent of the item's Wholesale Acquisition  
37 Cost (WAC) at the time of the sale.

38 (c) A pharmacy that receives notification from an unregistered  
39 nonresident establishment that a delivery or trade involved a drug or  
40 device salable on prescription only that is an illegitimate, recalled,  
41 or counterfeit product shall immediately notify the state board of phar-  
42 macy, and the FDA.

43 (d) Any unregistered nonresident establishment involved in a sale,  
44 exchange, or transaction under this section is subject to the jurisdic-  
45 tion of the state of New York regarding said sale, exchange or trans-  
46 action. Such establishment shall cooperate with agents of the state of  
47 New York if said agent is conducting an audit or investigation into the  
48 sale, exchange or transaction, and violations of this section shall be  
49 punishable according to regulations promulgated by the department and  
50 the laws of this state.

51 (e) For purposes of this subdivision "specific patient need" is  
52 defined as the transfer of a product from one pharmacy to another to  
53 fill a prescription for an identified patient. Such term does not  
54 include the transfer of a product from one pharmacy to another for the  
55 purpose of increasing or replenishing stock in anticipation of a poten-  
56 tial need in accordance with the federal Drug Supply Chain Security Act.

1 § 2. Subdivision 2 of section 6808-b of the education law, as amended  
2 by chapter 491 of the laws of 2024, is amended to read as follows:

3 2. Registration. (a) All nonresident establishments that ship, mail,  
4 or deliver prescription drugs and/or devices to other registered estab-  
5 lishments, authorized prescribers, and/or patients into this state shall  
6 be registered with the department; except that such registration shall  
7 not apply to intra-company transfers between any division, affiliate,  
8 subsidiaries, parent or other entities under complete common ownership  
9 and control. The provisions of this subdivision shall apply solely to  
10 nonresident establishments and shall not affect any other provision of  
11 this article.

12 (b) Notwithstanding the provisions of this article, an unregistered  
13 nonresident establishment may ship, mail, or deliver prescription drugs  
14 and/or devices to registered establishments in this state in cases of a  
15 specific patient need or a declared public health emergency, provided  
16 that:

17 (i) the unlicensed establishment is appropriately licensed in its home  
18 state, and documentation of the license verification can be maintained  
19 by the resident establishment in a manner determined by the department;

20 (ii) in cases of specific patient need, the registered establishment  
21 shall maintain documentation that the transfer is for such purpose in a  
22 manner determined by the department;

23 (iii) the resident pharmacy complies with all recordkeeping require-  
24 ments of the department for each drug or device received from any unreg-  
25 istered nonresident establishment;

26 (iv) all documentation and records are retained and are readily  
27 retrievable by the resident establishment for a period of six years;

28 (v) the prescription drug or device was manufactured by an authorized  
29 FDA registered drug manufacturer and is not a compounded drug. The  
30 unregistered nonresident establishment shall only deliver or trade a  
31 drug or device salable on prescription only that it receives from a  
32 manufacturer, a wholesale distributor or a pharmacy in accordance with  
33 the federal Drug Supply Chain Security Act (DSCSA);

34 (vi) the nonresident establishment from which the drug is being  
35 obtained receives a request for the drug that identifies the drug's  
36 brand name or generic name, quality, quantity, and size. Such drug shall  
37 not be expired at the time of the exchange;

38 (vii) the drug being obtained includes with the drug a packaging  
39 checklist confirming that the drug being delivered or traded matches the  
40 information identified on the request, and the drug is delivered or  
41 traded in the original manufacturer's packaging, whether sealed or  
42 unsealed, with package insert, the drug's national drug code, lot  
43 number, and expiration date conspicuously identified on the packaging.  
44 If the original manufacturer's packaging is unsealed at the time of the  
45 delivery or trade, the delivery or trade may include a quantity of the  
46 drug that is less than the quantity contained in the original manufac-  
47 turer's packaging. However, a pharmacy shall not trade or deliver more  
48 than one unsealed or partial quantity of the drug during any consecutive  
49 ninety-day period;

50 (viii) notwithstanding the language of this section, nothing shall be  
51 interpreted to allow for the sale, trade or exchange of a controlled  
52 substance as defined by article thirty-three of the public health law;  
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54 (ix) the sale/transfer price of any item exchanged under this section  
55 may not exceed one hundred percent of the item's Wholesale Acquisition  
56 Cost (WAC) at the time of the sale. (c) A pharmacy that receives

1 notification from an unregistered nonresident establishment that a  
2 delivery or trade involved a drug or device salable on prescription only  
3 that is an illegitimate, recalled, or counterfeit product shall imme-  
4 diately notify the state board of pharmacy, and the FDA.

5 (d) Any unregistered nonresident establishment involved in a sale,  
6 exchange, or transaction under this section is subject to the jurisdic-  
7 tion of the state of New York regarding said sale, exchange or trans-  
8 action. Such establishment shall cooperate with agents of the state of  
9 New York if said agent is conducting an audit or investigation into the  
10 sale, exchange or transaction, and violations of this section shall be  
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13 (e) For purposes of this subdivision "specific patient need" is  
14 defined as the transfer of a product from one pharmacy to another to  
15 fill a prescription for an identified patient. Such term does not  
16 include the transfer of a product from one pharmacy to another for the  
17 purpose of increasing or replenishing stock in anticipation of a poten-  
18 tial need in accordance with the federal Drug Supply Chain Security Act.

19 § 3. This act shall take effect on the ninetieth day after it shall  
20 have become a law; provided that section two of this act shall take  
21 effect on the same date and in the same manner as chapter 491 of the  
22 laws of 2024 takes effect.