BEFORE THE BOARD OF PHARMACY DEPARTMENT OF CONSUMER AFFAIRS STATE OF CALIFORNIA

In the Matter of the Accusation Against:

Case No. 3219

BLUEPOINT PHARMACY INC.

7743 North West lane, Suite B3 Stockton, CA 95210

Pharmacy License No. PHY 43188

Respondent.

DECISION AND ORDER

The attached Stipulated Settlement and Disciplinary Order is hereby adopted by the Board of Pharmacy, Department of Consumer Affairs, as its Decision in this matter.

This decision shall become effective on February 10, 2010.

It is so ORDERED on January 11, 2010.

BOARD OF PHARMACY DEPARTMENT OF CONSUMER AFFAIRS STATE OF CALIFORNIA

Bennith H. Scheel

By

KENNETH H. SCHELL

Board President

1	EDMUND G. BROWN JR.							
2	Attorney General of California ARTHUR TAGGART							
3	Supervising Deputy Attorney General STERLING A. SMITH							
4	Deputy Attorney General State Bar No. 84287							
5	1300 I Street, Suite 125 P.O. Box 944255							
6	Sacramento, CA 94244-2550 Telephone: (916) 445-0378							
7	Facsimile: (916) 327-8643 Attorneys for Complainant							
8	BEFORE THE							
9	BOARD OF PHARMACY DEPARTMENT OF CONSUMER AFFAIRS							
10	STATE OF C	CALIFORNIA						
11	In the Matter of the Accusation Against:	Case No. 3219						
12	BLUEPOINT PHARMACY INC.	OAH No. 2009060228						
13	7743 North West Lane, Suite B3 Stockton, California 95210	STIPULATED SETTLEMENT AND DISCIPLINARY ORDER						
14	Pharmacy License No. PHY 43188	DISCIPLINARY ORDER						
15								
16	and							
17	JOHN M. JELETI 7743 N. Westlake #B3							
18	Stockton, California 95210							
19	Pharmacist License No. RPH 49954							
20	Respondents.							
21								
22	IT IS HEREBY STIPULATED AND AGE	REED by and between the parties to the above-						
23	entitled proceedings that the following matters are true:							
24	PARTIES							
25	1. Virginia Herold (Complainant) is the Executive Officer of the Board of Pharmacy.							
26	She brought this action solely in her official capacity and is represented in this matter by Edmund							
27	G. Brown Jr., Attorney General of the State of California, by Sterling A. Smith, Deputy Attorney							
28	General.							
	,	1						

- 2. Respondent Bluepoint Pharmacy, Inc. is represented in this proceeding by Gregory P. Matsen, Lewis Brisbois Bisgaard & Smith, LLP, 2580 Gateway Oaks Drive, Suite 450, Sacramento, California 95833.
- 3. On or about September 12, 1997, the Board of Pharmacy issued Pharmacy License No. PHY 43188 to Brian Vu doing business as Bluepoint Pharmacy. On or about April 28, 2005, said license was issued to Respondent Bluepoint Pharmacy Inc. doing business as Bluepoint Pharmacy (Respondent). The Pharmacy License will expire on September 1, 2009, unless renewed.

JURISDICTION

4. On March 9, 2009, Accusation No. 3219 was filed before the Board of Pharmacy (Board), Department of Consumer Affairs. The Accusation and all other statutorily required documents were properly served upon Respondents on March 12, 2009. Respondent timely filed its Notice of Defense contesting the Accusation. On August 11, 2009, an Amended Accusation was filed, and on August 17, 2009, was served upon Respondent along with all other statutorily required documents. A copy of Amended Accusation No. 3219 is attached as exhibit A and incorporated herein by reference.

ADVISEMENT AND WAIVERS

- 5. Respondent has carefully read, fully discussed with counsel, and understands the charges and allegations in Amended Accusation No. 3219. Respondent has also carefully read, fully discussed with counsel, and understand the effects of this Stipulated Settlement and Disciplinary Order.
- 6. Respondent is fully aware of its legal rights in this matter, including the right to a hearing on the charges and allegations in the Amended Accusation; the right to be represented by counsel at its own expense; the right to confront and cross-examine the witnesses against it; the right to present evidence and to testify on its own behalf; the right to the issuance of subpoenas to compel the attendance of witnesses and the production of documents; the right to reconsideration and court review of an adverse decision; and all other rights accorded by the California Administrative Procedure Act and other applicable laws.

7. Respondent voluntarily, knowingly, and intelligently waives and gives up each and every right set forth above.

CULPABILITY

- 8. Respondent admits the truth of each and every charge and allegation made against it in Amended Accusation No. 3219.
- 9. Respondent Bluepoint Pharmacy Inc. agrees that it's Pharmacy License No. PHY 43188 is subject to discipline and agrees to be bound by the Board's imposition of discipline as set forth in the Disciplinary Order below.

CIRCUMSTANCES IN MITIGATION

10. Respondent Bluepoint Pharmacy Inc. has not previously been the subject of disciplinary action. Respondent submitted a detailed and extensive list of measures that have been taken to maintain adequate security at Bluepoint Pharmacy Inc. and ensure that the losses of controlled substances and dangerous drugs from the pharmacy do not recur. There is no evidence that Respondent benefitted from the losses of medication, or committed any active misconduct. Respondent admits responsibility for being a cause of the losses of controlled substances.

CONTINGENCY

- 11. This stipulation shall be subject to approval by the Board. Respondent understands and agrees that counsel for Complainant and the Board's staff may communicate directly with the Board regarding this stipulation and settlement, without notice to or participation by Respondent or its counsel. By signing the stipulation, Respondent understands and agrees that it may not withdraw its agreement or seek to rescind the stipulation prior to the time the Board considers and acts upon it. If the Board fails to adopt this stipulation as its Decision and Order, the Stipulated Settlement and Disciplinary Order shall be of no force or effect, except for this paragraph, it shall be inadmissible in any legal action between the parties, and the Board shall not be disqualified from further action by having considered this matter.
- 12. The parties understand and agree that facsimile copies of this Stipulated Settlement and Disciplinary Order, including facsimile signatures thereto, shall have the same force and effect as the originals.

13. In consideration of the foregoing admissions and stipulations, the parties agree that the Board may, without further notice or formal proceeding, issue and enter the following Disciplinary Order:

DISCIPLINARY ORDER

IT IS HEREBY ORDERED that the Pharmacy License No. PHY 43188 issued to Respondent Bluepoint Pharmacy Inc. is revoked. However, revocation is stayed and Respondent is placed on probation for three (3) years on the following terms and conditions.

- 1. Actual Suspension. Pharmacy License No. PHY 43188 issued to Respondent Bluepoint Pharmacy Inc. is suspended for a period of five (5) calendar days beginning on the effective date of this decision. During suspension, Respondent shall not enter any pharmacy area or any portion of the licensed premises of a wholesaler, veterinary food-animal drug retailer or any other distributor of drugs which is licensed by the Board, or any manufacturer, or where dangerous drugs and devices or controlled substances are maintained. Respondent shall not practice pharmacy nor do any act involving drug selection, selection of stock, manufacturing, compounding, dispensing or patient consultation; nor shall Respondent manage, administer, or be a consultant to any licensee of the Board, or have access to or control the ordering, manufacturing or dispensing of dangerous drugs and devices or controlled substances.
- 2. **Obey All Laws.** Respondent shall obey all state and federal laws and regulations substantially related to or governing the practice of pharmacy.

Respondent shall report any of the following occurrences to the Board, in writing, within 72 hours of such occurrence:

- an arrest or issuance of a criminal complaint for violation of any provision of the Pharmacy Law, state and federal food and drug laws, or state and federal controlled substances laws
- a plea of guilty or nolo contendere in any state or federal criminal proceeding to any criminal complaint, information or indictment
 - a conviction of any crime
 - discipline, citation, or other administrative action filed by any state and federal agency

which involves Respondent's license or which is related to the practice of pharmacy or the manufacturing, obtaining, handling or distribution or billing or charging for any drug, device or controlled substance.

Failure to timely report any such occurrence shall be considered a violation of probation.

- 3. **Report to the Board**. Respondent shall report to the Board quarterly, on a schedule as directed by the board or its designee. The report shall be made either in person or in writing, as directed. Respondent shall state under penalty of perjury whether there has been compliance with all the terms and conditions of probation. Failure to submit timely reports in a form as directed shall be considered a violation of probation. Any period(s) of delinquency in submission of reports as directed may be added to the toal period of probation. Moreover, if the final probation report is not made as directed, probation shall be extended automatically until such time as the final report is made and accepted by the Board.
- 4. Interview with the Board. Upon receipt of reasonable notice, Respondent shall appear in person for interviews with the Board or its designee, at such intervals and locations as are determined by the board or its designee. Failure to appear for a scheduled interview without prior notification to board staff, or failure to appear for two (2) or more scheduled interviews with the board or its designee during the period of probation, shall be considered a violation of probation.
- 5. Cooperation with Board Staff. Respondent shall cooperate with the Board's inspectional program and in the Board's monitoring and investigation of Respondent's compliance with the terms and conditions of their probation. Failure to comply shall be considered a violation of probation.
- 6. Notice to Employees. Respondent shall, upon or before the effective date of this decision, ensure that all employees involved in permit operartions are made aware of all the terms and conditions of probation, either by posting a notice of the terms and conditions, circulating such notice, or both. If the notice required by this provision is posted, it shall be posted in a prominent place and shall remain posted throughout the probation period. Respondent shall ensure that any employees hired or used after the effective date of this decision are made aware of

the terms and conditions by posting a notice, circulating a notice, or both. Additionally, respondent shall submit written notification to the board, within fifteen (15) days of the effective date of this decision, that this term has been satisfied. Failure to submit such notification to the board shall be considered a violation of probation.

"Employees" as used in this provision includes all full-time, part-time, temporary and relief employees and independent contractors employed or hired at any time during probation.

- 7. Owners and Officers: Knowledge of the Law. Respondent shall provide, within 30 days after the effective date of this decision, signed and dated statements from its owners, including any owner or holder of 10% or more of the interest in respondent or respondent's stock, and any officer, stating under penalty of perjury that said individuals have read and are familiar with state and federal laws and regulations governing the practice of pharmacy. The failure to timely provide said statements under penalty of perjury shall be considered a violation of probation.
- 8. **Posted Notice of Suspension.** Respondent shall prominently post a suspension notice provided by the board in a place conspicuous and readable to the public. The suspension notice shall remain posted during the entire period of actual suspension.

Respondent shall not, directly or indirectly, engage in any conduct or make any statement, orally, electronically or in writing, which is intended to mislead or is likely to have the effect of misleading any patient, customer, member of the public, or other person as to the nature of and reason for the closure of the licensed entity.

9. **Posted Notice of Probation.** Respondent shall prominently post a probation notice provided by the board in a place conspicuous and readable to the public. The probation notice shall remain posted during the entire period of probation.

Respondent shall not, directly or indirectly, engage in any conduct or make any statement which is intended to mislead or is likely to have the effect of misleading any patient, customer, member of the public, or other person(s) as to the nature of or reason for the probation of the licensed entity.

.

Failure to post such notice shall be considered a violation of probation.

10. Reimbursement of Board Costs. Respondent shall pay to the Board its costs of investigation and prosecution in the amount of \$5,500.00. Respondent shall pay such costs, in full and in cash, within 30 days of the effective date of the decision.

The filing of bankruptcy by Respondent shall not relieve Respondent of its responsibility to reimburse the Board for its costs of investigation and prosecution.

- 11. **Probation Monitoring Costs.** Respondent shall pay the costs associated with probation monitoring as determined by the Board each and every year of probation. Such costs shall be payable to the Board on a schedule as directed by the board or its designee. Failure to pay such costs shall be considered a violation of probation.
- 12. **Status of License**. Respondent shall, at all times while on probation, maintain current licensure with the board. If respondent submits an application to the board, and the application is approved, for a change of location, change of permit or change of ownership, the board shall retain continuing jurisdiction over the license, and the Respondent shall remain on probation as determined by the board. Failure to maintain current licensure shall be considered a violation of probation.

If Respondent's license expires or is cancelled by operation of law or otherwise at any time during the period of probation, including any extensions thereof or otherwise, upon renewal or reapplication Respondent's license shall be subject to all terms and conditions of this probation not previously satisfied.

13. License Surrender While on Probation/Suspension. Following the effective date of this decision, should Respondent discontinue business, respondent may tender the premises license to the board for surrender. The board or its designee shall have the discretion whether to grant the request for surrender or take other action it deems appropriate and reasonable. Upon formal acceptance of the surrender of the license, Respondent will no longer be subject to the terms and conditions of probation.

Upon acceptance of the surrender, Respondent shall relinquish the premises wall and renewal license to the board within 10 days of notification by the Board that the surrender is

1//

according to board guidelines and shall notify the board of the records inventory transfer.

Respondent shall also, by the effective date of this decision, arrange for the continuation of care for ongoing patients that specifies the anticipated closing date of the pharmacy and that identifies one or more area pharmacies capable of taking up the patients' care, and by cooperating as may be necessary in the transfer of records or prescriptions for ongoing patients. Within five days of its provision of the pharmacy's ongoing patients, Respondent shall provide a copy of the written notice to the board. For the purposes of this provision, "ongoing patients" means those patients for whom the pharmacy has on file a prescription with one or more refills outstanding, or for whom the pharmacy has filled a prescription within the preceding sixty (60) days.

Respondent may not apply for any new licensure from the Board for three (3) years from the effective date of the surrender. Respondent shall meet all requirements applicable to the license sought as of the date the application for that license is submitted to the Board.

Respondent further stipulates that it shall reimburse the board for its cost of investigation and prosecution prior to acceptance of the surrender.

14. **Tolling of Probation.** Should Respondent, regardless of residency and for any reason, cease practicing pharmacy for a minimum of 40 hours per calendar month in California, then Respondent must notify the Board in writing within 10 days of cessation of the practice of pharmacy or the resumption of the practice of pharmacy. Such periods of time shall not apply to the reduction of the probation period. It is a violation of probation for Respondent's probation to remain tolled pursuant to the provisions of this condition for a period exceeding three years.

"Cessation of practice" means any period of time exceeding 30 days in which Respondent is not engaged in the practice of pharmacy as defined in Section 4052 of the Business and Professions Code.

15. Violation of Probation. If Respondent has not complied with any term or condition of probation, the board shall have continuing jurisdiction over Respondent license, and probation shall be automatically extended until all terms and conditions have been satisfied or the board has

taken other action as deemed appropriate to treat the failure to comply as a violation of probation, to terminate probation, and to impose the penalty that was stayed.

If Respondent violates probation in any respect, the board, after giving Respondent notice and an opportunity to be heard, may revoke probation and carry out the disciplinary order that was stayed. Notice and opportunity to be heard are not required for those provisions stating that a violation thereof may lead to automatic termination of the stay and/or revocation of the license. If a petition to revoke probation or an accusation is filed against respondent during probation, the Board shall have continuing jurisdiction and the period of probation shall be automatically extended, until the petition to revoke probation or accusation is heard and decided.

- 16. **Completion of Probation.** Upon successful completion of its probationary terms, Respondent's license will be fully restored.
- 17. **Community Services Program.** Within 60 days of the effective date of this decision, Respondent shall submit to the Board, for its prior approval, a community service program in which Respondent shall provide free health-care related services on a regular basis to a community or charitable facility or agency for at least 100 hours, to be completed within the first year of probation.

Within thirty (30) days of board approval thereof, Respondent shall submit documentation to the board demonstrating commencement of the community service program. Respondent owner shall report on progress with the community service program in the quarterly reports.

18. Report of Controlled Substances. Respondent shall submit quarterly reports to the Board detailing the total acquisition and disposition of such controlled substances as the Board may direct. Respondent shall specify the manner of disposition (e.g., by prescription, due to burglary, etc.) or acquisition (e.g., from a manufacturer, from another retailer, etc.) of such controlled substances. Respondent shall report on a quarterly basis or as directed by the Board. The report shall be delivered or mailed to the Board no later than 10 days following the end of the reporting period. Failure to timely prepare or submit such reports shall be considered a violation of probation.

19. Tolling of Suspension. If Respondent leaves California to reside or practice outside this state, for any period exceeding 10 days (including vacation), Respondent must notify the Board in writing of the dates of departure and return. Periods of residency or practice outside the state - or any absence exceeding a period of 10 days shall not apply to the reduction of the suspension period.

Respondent shall not practice pharmacy upon returning to this state until notified by the Board that the period of suspension has been completed.

ACCEPTANCE BY RESPONDENT

I, President of Respondent Bluepoint Pharmacy inc., have carefully read the above Stipulated Settlement and Disciplinary Order and have fully discussed it with Gregory P. Matsen, Lewis Brisbois Bisgaard & Smith, LLP, Respondent's attorney. I understand the stipulation and the affect it will have on Pharmacy License No. PHY 43188. I, as President of Respondent, enter into this Stipulated Settlement and Disciplinary Order voluntarily, knowingly, and intelligently, and agree to be bound by the Decision and Order of the Board of Pharmacy.

BLUEPOINT PHARMACY INC.

DATED: 9/3/09

By: Brian Vu, President

I have read and fully discussed with Respondent Bluepoint Pharmacy Inc. the terms and conditions and other matters contained in the above Stipulated Settlement and Disciplinary Order. I approve its form and content.

Lewis Brisbois Bisgaard & Smith, Ll.P.

10

DATED: 4/3/09

Oregoty P Matzen, Attorney for Respondent

111

28

STIPULATED SETTLEMENT (3219)

ENDORSEMENT

The foregoing Stipulated Settlement and Disciplinary Order is hereby respectfully submitted for consideration by the Board of Pharmacy of the Department of Consumer Affairs.

Dated: <u>September 3,2009</u>

EDMUND G. BROWN JR.
Attorney General of California
ARTHUR TAGGART

Supervising Deputy Attorney General

STERLING A. SMITH
Deputy Attorney General
Attorneys for Complainant

SA2008305150 30813894.doc

-3

21.

Exhibit A

Amended Accusation No. 3219

			+ 						
1			()						
	1	EDMUND G. BROWN, JR., Attorney General of the State of California							
	2	ARTHUR TAGGART, Supervising Deputy Attorney General							
	3	STERLING A. SMITH, State Bar No. 83287							
	4	Deputy Attorney General California Department of Justice							
	5	1300 I Street, Suite 125 P.O. Box 944255							
	6	Sacramento, CA 94244-2550 Telephone: (916) 445-0378 Facsimile: (916) 327-8643							
	7	Attorneys for Complainant							
	8	BEFORE	TITE						
	9	BOARD OF PE	IARMACY						
	10	DEPARTMENT OF CO STATE OF CA							
	11	In the Matter of the Accusation Against:	Case No. 321 9						
	12	BLUEPOINT PHARMACY	A COLICATION						
	13	7743 North West Lane, Suite B3 Stockton, CA 95210	ACCUSATION						
	14	Pharmacy License No. PHY 43188							
	15	And							
	16	JOHN M. JELETI 7743 North West Lane, Suite B3							
	17	Stockton, CA 95210							
	18	Pharmacy License RPH 49954							
	1.9	Respondents.							
	20								
	21	Complainant alleges:							
	22	1. Virginia K. Herold ("Complainant") brings this Accusation solely in her							
	23	official capacity as the Executive Officer of the Board of Pharmacy ("Board"), Department of							
	24	Consumer Affairs.							
	25	LICENSE H	ISTORY						
	26	2. On March 18, 1998, the Boa	urd issued Pharmacist License RPH No. 49554						
	27	to Respondent John M. Jeleti to practice pharmacy in California. Mr. Jeleti's pharmacy license							
	28	was in full force and effect at all times relevant to t	the charges brought herein and will expire on						

1		6. Business & Professions Code section 4059.5(a) states as follows:
2		§ 4059.5. Dangerous drugs and devices; license necessary to order; transfer, sale or delivery; deliveries to hospitals and
3		pharmacies
4		(a) Except as otherwise provided in this chapter, dangerous drugs or dangerous devices may only be ordered by an entity licensed by the board
5		and must be delivered to the licensed premises and signed for and received by a pharmacist-in-charge or, in his or her absence, another pharmacist
6	•	designated by the pharmacist-in-charge. Where a licensee is permitted to operate through an exemptee, the exemptee may sign for and receive the
7		delivery.
8		7. Business & Professions Code section 4081, states, in pertinent part, the following:
9		§ 4081. Records; hours; preservation; violations
10	·	(a) All records of manufacture and of sale, acquisition, or
11		disposition of dangerous drugs or dangerous devices shall be at all times during business hours open to inspection by authorized
12		officers of the law, and shall be preserved for at least three years from the date of making. A current inventory shall be kept by
13		every manufacturer, wholesaler, pharmacy, who maintains a stock of dangerous drugs or dangerous devices.
14		(b) The owner, officer, and partner of any pharmacy, shall be jointly responsible, with the pharmacist-in-charge or exemptee, for
		maintaining the records and inventory described in this section.
16		
17		
18		8. Business & Professions Code section 4113, states, in pertinent part, the following:
19		§ 4113. Pharmacists-in-charge; designation; responsibilities;
20	•	notifications
21		(a) Every pharmacy shall designate a pharmacist-in-charge and within 30 days thereof, shall notify the board in writing of the
22		identity and license number of that pharmacists and the date he or she was designated.
23		(b) The pharmacist-in-charge shall be responsible for a
24		pharmacy's compliance with all state and federal laws and regulations pertaining to the practice of pharmacy.
25	, , ,	
26	///	•.
27		
28	7//.	

1	9. California Code of Regulations, title 16, section 1714(b) and (d), state the following:	1С
2	§ 1714. Operational Standards and Security.	
3	•••	
4	(b) Each pharmacy licensed by the board shall maintain its facilities,	
5	space, fixtures, and equipment so that drugs are safely and properly prepared, maintained, secured and distributed. The pharmacy shall be	
6	sufficient size and unobstructed area to accommodate the safe practice of pharmacy.	
7		
8	(d) Each pharmacist while on duty shall be responsible for the security of the prescription department, including provisions for	
9	effective control against theft or diversion of dangerous drugs and devices, and records for such drugs and devices. Possession of a key to the pharmacy where dangerous drugs and controlled	
1	substances are stored shall be restricted to a pharmacist.	
2	10. California Code of Regulations, title 16, section 1718, states as follows:	
3	§ 1718. Current Inventory Defined.	
4	"Current Inventory" as used in Sections 4081 and 4332 of the Business	
5	and Professions Code shall be considered to include complete accountability for all dangerous drugs handled by every licensee enumerated in Sections 4081 and 4332.	
6	The controlled substances inventories required by Title 21, CFR,	
7	Section 1304 shall be available for inspection upon request for at least 3 years after the date of the inventory.	
8		
9	11. Business & Professions Code section 118 (b), states:	
20	The suspension, expiration, or forfeiture by operation of law of a license issued by a board in the department, or its suspension, forfeiture, or	
21	cancellation by order of the board or by order of a court of law, or its surrender without the written consent of the board, shall not, during any	
22	period in which it may be renewed, restored, reissued, or reinstated, deprive the board of its authority to institute or continue a disciplinary	
23	proceeding against the licensee upon any ground provided by law or to enter an order suspending or revoking the license or otherwise taking	
24	disciplinary action against the licensee on any such ground.	
25	12. Bus. & Prof. Code section 125.3 states, in pertinent part, that the Board	
26	may request the administrative law judge to direct a licentiate found to have committed a	
27	violation or violations of the licensing act to pay a sum not to exceed the reasonable costs of the	ıe
ا ور	investigation and enforcement of the case	

 \vec{I}_{-1}

CONTROLLED SUBSTANCES/DANGEROUS DRUGS AT ISSUE

- 13. "Promethazine with Codeine" is a dangerous drug, and a Schedule V controlled substance as designated by Health & Safety Code section 11058 (c)(1).
- 14. "Norco", a brand name for Hydrocodone/acetaminophen, is a dangerous drug, and a Schedule III controlled substance as designated by Health & Safety Code section 11056 (c)(1)
- 15. "Valium", a brand name for Diazepam, is a dangerous drug, and a Schedule IV controlled substance as designated by Health & Safety Code section 11057 (d)(9).
- 16. "Phentermine" is a dangerous drug, and a Schedule IV controlled substance as designated by Health & Safety Code section 11057 (f)(4)
- 17. "Acetaminophen with Codeine" is a dangerous drug, and a Schedule III controlled substance as designated by Health & Safety Code section 11056(e)(2).
- Caused invoices for its medication orders to be checked against Valley Wholesale Drug Company, Inc.'s monthly billing statement of February 15, 2008. Bluepoint Pharmacy discovered that invoices identified in said monthly billing statement were missing from its records, and obtained copies from Valley Wholesale Drug Company, Inc. Bluepoint Pharmacy found that two invoices were for orders of controlled substances not dispensed by Bluepoint Pharmacy, and in package sizes not ordered by Bluepoint Pharmacy. Subsequent investigation showed that between on or about June 20, 2007, and on or about May 28, 2008, significant quantities of dangerous drugs/controlled substances purchased by Bluepoint Pharmacy from Valley Wholesale Drug Company, Inc. could not be accounted for, and were believed to have been stolen by \(\int \), a former sales clerk for Bluepoint Pharmacy.

19. (Bluepoint Pharmacy's controlled substance shortages)

From on or about June 20, 2007 through on or about May 28, 2008, Bluepoint Pharmacy suffered thefts/losses of dangerous drugs/controlled substances. The estimated thefts/losses are as follows:

28. ///

í	a. 84,261 dosage units of Hydrocondone/APAP (multiple strengths);						
2	b. 1,641 dosage units of APAP/Codeine (300mg/30mg and 300 mg/60 mg);						
3	c. 330 dosage units of Diazepam also known as Valium (5mg and 10mg);						
4	d. 3,000 dosage units of Phentermine (37.5 mg); and						
5	e. 567 (160z) bottles of Promethazine with Codeine Syrup.						
6	20. (Failure to Provide Effective Control of Security of Controlled						
7	Substances/Dangerous Drugs by Bluepoint Pharmacy)						
8	From on or about June 20, 2007 through on or about May 28, 2008, Bluepoint						
9	Pharmacy failed to provide an effective control on the security of its facilities, space, fixtures						
10	and equipment to prevent theft, diversion or other loss of dangerous drugs/controlled substances						
1,1	as alleged in Paragraph 19 above.						
12	21. (Failure to Maintain Current Inventory of Dangerous Drugs/Controlled						
13	Substances by Bluepoint Pharmacy)						
14	During the period of on or about June 20, 2007 through on or about May 28,						
15	2008, Bluepoint Pharmacy failed to maintain a current inventory of its stock of dangerous drugs						
16	and could not account for the dangerous drugs/controlled substances alleged in Paragraph 19						
17	above.						
18	22. (Receipt of Deliveries and Delivery Signatures by non-pharmacists						
19	by Bluepoint Pharmacy)						
20	From on or about June 20, 2007 through on or about May 28, 2008, Bluepoint						
21	Pharmacy allowed , a non-pharmacist and sales clerk, to receive and sign for						
22	deliveries of dangerous drugs/controlled substances to Bluepoint Pharmacy by Valley Wholesale						
23	Drug Company, Inc.						
24	23. (<u>Ineffective Security and Controlled Substance Shortages</u> <u>under PIC Jeleti</u>)						
25	From on or about July 31, 2006, until on or about July 24, 2008, Respondent John						
26	M. Jeleti was Bluepoint Pharmacy's pharmacist-in-charge. During that time period, Bluepoint						
27	Pharmacy suffered the thefts/losses of dangerous drugs/controlled substances as alleged in						
28	Paragraph 19 above.						

28 ///

24. (Failure to Maintain Current Inventory by PIC Jeleti)

From on or about July 31, 2006, until on or about July 24, 2008, Respondent John M. Jeleti was Bluepoint Pharmacy's pharmacist-in-charge. During that time period, Bluepoint Pharmacy failed to maintain a current inventory of its dangerous drugs, and could not account for the dangerous drugs/controlled substances alleged in Paragraph 19 above.

25. (John M. Jeleti's Allowance of Non-Pharmacist to accept Delivery of <u>Controlled Substances/Dangerous Drugs</u>)

From on or about July 31, 2006, until on or about July 24, 2008, Respondent John M. Jeleti was Bluepoint Pharmacy's pharmacist-in-charge. During that time period Mr. Jeleti allowed a non-pharmacist and sales clerk for Bluepoint Pharmacy, to sign for and receive delivery of controlled substances/dangerous drugs to Bluepoint Pharmacy made by Valley Wholesale Drug Company, Inc.

FIRST CAUSE FOR DISCIPLINE

(Failure to Provide Effective Control of Security by Bluepoint Pharmacy)

26. Paragraphs 13 through 19, and 20 above are incorporated herein by reference. Respondent Bluepoint Pharmacy is subject to disciplinary action pursuant to Business & Professions Code section 4301(o) on the ground of unprofessional conduct. Respondent violated section 1714(d), title 16, California Code of Regulations by failing to maintain its facilities, space, fixtures, and equipment so that drugs are safely and properly maintained, secured and distributed.

SECOND CAUSE FOR DISCIPLINE

(Failure to Maintain Current Inventory of Dangerous Drugs by Bluepoint Pharmacy)

27. Paragraphs 13 through 19 and 21 above are incorporated herein by reference. Respondent Bluepoint Pharmacy is subject to disciplinary action pursuant to Business & Professions Code section 4301(o) on the ground of unprofessional conduct. Respondent violated Business & Professions Code section 4081(a) and section 1718(b), title 16, California

Code of Regulations, by failing to maintain a current inventory of its stock of dangerous drugs and its inability to account for the dangerous drugs/controlled substances as alleged in Paragraph 19 above.

THIRD CAUSE FOR DISCIPLINE

(Allowing Non-pharmacist to Sign for and Receive Dangerous Drugs Against Bluepoint Pharmacy)

28. Paragraphs 13 through 19 and 22 above are incorporated herein by reference. Respondent Bluepoint Pharmacy is subject to disciplinary action pursuant to Business & Professions Code sections 4301(j) and 4301(o) on the ground of unprofessional conduct. Respondent violated Business & Professions Code section 4059.5 by allowing a non-pharmacist to sign for and receive dangerous drugs/controlled substances purchased by Respondent from Valley Wholesale Drug Company.

FOURTH CAUSE FOR DISCIPLINE

(Failure to Provide Effective Control of Security by John M. Jeleti)

29. Paragraphs 13 through 19 and 23 above are incorporated herein by reference. Respondent John M. Jeleti is subject to disciplinary action pursuant to Business & Professions Code sections 4301(o) and 4301(j) on the ground of unprofessional conduct. As the pharmacist in charge of Bluepoint Pharmacy under Business & Professions Code section 4113(b), Respondent violated section 1714(d), title 16, California Code of Regulations, by failing to maintain the facilities, space, fixtures, and equipment of Bluepoint Pharmacy so that drugs are safely and properly maintained, secured and distributed.

FIFTH CAUSE FOR DISCIPLINE

(Failure to Maintain Current Inventory of Dangerous Drugs by John M. Jeleti)

30. Paragraphs 13 through 19 and 24 above are incorporated herein by reference. Respondent John M. Jeleti is subject to disciplinary action pursuant to Business & Professions Code sections 4301(j) and 4301(o) on the ground of unprofessional conduct. As the pharmacist in charge of Bluepoint Pharmacy under Business & Professions Code section 4113(b), Respondent violated Business & Professions Code section 4081 and section 1718, title 16, California Code of Regulations, by failing to keep a current inventory of the stock of

dangerous drugs at Bluepoint Pharmacy so as to maintain complete accountability for all such dangerous drugs. SIXTH CAUSE FOR DISCIPLINE (Allowing Non-pharmacist to Sign for and Receive Dangerous Drugs Against John M. Jeleti) Paragraphs 13 through 19 and 25 above are incorporated herein by 31. reference. Respondent John M. Jeleti is subject to disciplinary action pursuant to Business & Professions Code sections 4301(i) and 4301(o) on the ground of unprofessional conduct. As the pharmacist in charge of Bluepoint Pharmacy under Business & Professions Code section 4113(b), Respondent violated Business & Professions Code section 4059.5 by allowing a non-pharmacist and former sales clerk for Bluepoint Pharmacy, to sign for and receive dangerous drugs/controlled substances delivered to Bluepoint Pharmacy by Valley Wholesale Drug Company. /// 111. /// /// 1.11 /// /// /// ///

• '

PRAYER

WHEREFORE, Complainant requests that a hearing be held on the matters herein alleged, and that following the hearing, the Board of Pharmacy issue a decision:

- 1. Revoking or suspending Pharmacist License No.49954, issued to John M. Jeleti;
- 2. Revoking or suspending Pharmacy Permit No. PHY 43188, issued to Bluepoint Pharmacy;
- 3. Ordering Respondent John M. Jeleti to pay the Board of Pharmacy the reasonable costs of the investigation and enforcement of this case, pursuant to Business and Professions Code section 125.3;
- 4. Ordering Respondent Blue Point Pharmacy to pay the Board of Pharmacy the reasonable costs of the investigation and enforcement of this case, pursuant to Business and Professions Code section 125.3;

5.	, Taking	such other	and	further	action a	as deemed	ngc	essary	and	proper

DATED: 3/9/09

TRGINIA H. HEROLI

Executive Officer Board of Pharmacy

Department of Consumer Affairs

State of California Complainant