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

In The Matter of the Accusation Against:	No. 2406
Park Medical Center Pharmacy, Inc.dba Medical Center Pharmacy, (Chula Vista)Pharmacy Permit No. PHY 35051Park Medical Center Pharmacy, Inc.dba Medical Center Pharmacy, (San Diego)Pharmacy Permit No. PHY 44103	WITHDRAWAL OF ACCUSATION AGAINST: <b>Medical Center Pharmacy</b> , (San Diego), PHY 44103, <b>Joseph</b> <b>Grasela</b> , RPH 29437, <b>John Jack</b> <b>Donlon</b> , RPH 45064, <b>Phillip</b> <b>Cherlin</b> , RPH 24623
John Carl Grasela Pharmacist License No. RPH 32430	
Joseph Grasela Pharmacist License No. RPH 29437	
Jack (Jack) Donlon, Jr.	
Phillip Cherlin	

Respondents.

### WITHDRAWAL OF ACCUSATION

Patricia F. Harris, Executive Officer of the Board of Pharmacy, Department of Consumer Affairs, State of California, hereby withdraws the accusation in the above referenced matter.

Dated: 8/28/02

Pharmacist License No. RPH 24623

PATRICIA F. HARRIS Executive Officer Board of Pharmacy

1	BILL LOCKYER, Attorney General of the State of California	
2	SHERRY LEĐAKIS, State Bar No. 131767 Deputy Attorney General	
3	California Department of Justice 110 West "A" Street, Suite 1100	
4	San Diego, CA 92101	
5	P.O. Box 85266 San Diego, CA 92186-5266	
6	Telephone: (619) 645-2061 Facsimile: (619) 645-2061	
7	Attorneys for Complainant	
8		
9	BEFORE T BOARD OF PH	ARMACY
10	DEPARTMENT OF CON STATE OF CAL	
11		
12	In the Matter of the Accusation Against:	Case No. 2406
13	Park Medical Center Pharmacy, Inc. a.k.a., Medical Center Pharmacy (Chula	ACCUSATION
	Vista)	
. 15	License No. PHY 35051	
16	Park Medical Center Pharmacy, Inc. a.k.a. Medical Center Pharmacy, (San Diego)	
17	License No. PHY 44103	
18	John Carl Grasela	
19	License No. RPH 32430	
20	Joseph Grasela	
21	License No. RPH 40868	
22	John (Jack) Donlon, Jr.	
23	License No. 45064	
24	Phillip Cherlin	
25	License No. RPH 24623	
26	Respondents.	
27		]
28		
х. Х.	1	

Complainant alleges:

4

1

2

#### PARTIES

Patricia F. Harris (Complainant) brings this Accusation solely in her
 official capacity as the Executive Officer of the Board of Pharmacy, Department of Consumer
 Affairs.

6 2. On or about July 15, 1988, the Board of Pharmacy issued Original
7 Pharmacy Permit No. PHY 35051 to Park Medical Center Pharmacy, Inc. a.k.a. Medical Center
8 Pharmacy (Respondent Medical Center Pharmacy, Chula Vista). The Pharmacy License was in
9 full force and effect at all times relevant to the charges brought herein and will expire on July 1,
10 2002, unless renewed.

On or about September 5, 1978, the Board of Pharmacy issued Original
 Pharmacist License No. RPH 32430, to John Carl Grasela, (respondent John Grasela). The
 Pharmacist License was in full force and effect at all times relevant to the charges brought herein
 and said license will expire on June 30, 2002, unless renewed.

4. On or about March 5, 1992, the Board of Pharmacy issued Original
 Pharmacist License No. RPH 45064 to John E. Donlon, Pharmacist-in-Charge of Medical Center
 Pharmacy, Chula Vista (respondent Donlon). The Pharmacist License was in full force and
 effect at all times relevant to the charges brought herein and will expire on September 30, 2003,
 unless renewed.

5. On or about March 31, 1987, the Board of Pharmacy issued Original
 Pharmacist License No. RPH 40868 to Joseph Grasela, President (respondent Joseph Grasela).
 The Pharmacist License was in full force and effect at all times relevant to the charges brought
 herein and will expire on November 30, 2002, unless renewed.

6. On or about April 13, 1999, the Board issued Original Pharmacy Permit
 Number PHY 44103, to Park Medical Center Pharmacy, Inc., a.k.a. Medical Center Pharmacy
 (respondent Medical Center Pharmacy, San Diego). Said license was in full force and effect at
 all times relevant to the charges brought herein and will expire on April 1, 2003, unless renewed.
 ///

	1	7. On or about August 12, 1966, the Board of Pharmacy issued Original
and a second	2	Pharmacist License No. RPH 40868 to Philip Cherlin, Pharmacist-in-Charge of Medical Center
	3	Pharmacy, San Diego (respondent Cherlin). The Pharmacist License was in full force and effect
	4	at all times relevant to the charges brought herein and will expire on October 31, 2003, unless
	5	renewed.
	6	JURISDICTION
	7	8. This Accusation is brought before the Board of Pharmacy (Board), under
	8	the authority of the following sections of the Business and Professions Code (Code).
	9	A. Section 4301 of the Code states:
	10	The board shall take action against any holder of a license who is guilty of
	11	unprofessional conduct or whose license has been procured by fraud or misrepresentation or issued by mistake. Unprofessional conduct shall include, but is not limited to, any of
	12	the following:
	13	(f) The commission of any act involving moral turpitude, dishonesty,
	14	fraud, deceit, or corruption, whether the act is a felony or misdemeanor or not.
1.	15	
	16	(j) The violation of any of the statutes of this state or of the United States regulating controlled substances and dangerous drugs.
	17	regulating controlled substances and dangerous drugs.
	18	(a) Violating or attempting to violate directly or indirectly or aggisting in
	1	(o) Violating or attempting to violate, directly or indirectly, or assisting in or abetting the violation of or conspiring to violate any provision or term of this chapter or of the applicable federal and state laws and regulations governing aberrages, including
	19	or of the applicable federal and state laws and regulations governing pharmacy, including regulations established by the board.
	20	•••
	21	
	22	B. Section 4076 of the Code states:
	23	(a) A pharmacist shall not dispense any prescription except in a container that meets the requirements of state and federal law and is correctly labeled with all of
	24	the following:
	25	(6) The name and address of the pharmacy, and prescription number or
	26	other means of identifying the prescription.
	27	
	28	C. Section 4110(a) of the Code states:
		3
2 - 192 P		1947 - La Carlos Carlos Carlos Carlos - Carlos - Carlos Carlos - C

(a) No person shall conduct a pharmacy in the State of California unless he or she has obtained a license from the board. A license shall be required for each pharmacy owned or operated by a specific person. A separate license shall be required for each of the premises of any person operating a pharmacy in more than one location. The license shall be renewed annually. The board may, by regulation, determine the circumstances under which a license may be transferred.

D. Section 4306.5 of the Code states:

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

Unprofessional conduct for a pharmacist may include acts or omissions that involve, in whole or in part, the exercise of his or her education, training, or experience as a pharmacist, whether or not the act or omission arises in the course of the practice of pharmacy or the ownership, management, administration, or operation of a pharmacy or other entity licensed by the board.

E. Section 4081 of the Code states:

(a) All records of manufacturer and of sale, acquisition, or disposition of dangerous drugs or dangerous devices shall be at all times during business hours open to inspection by authorized 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 every manufacturer, wholesaler, pharmacy, veterinary food-animal drug retailer, physician, dentist, podiatrist, veterinarian, laboratory, clinic, hospital, institution, or establishment holding a currently valid and unrevoked certificate, license, permit, registration, or exemption under Division 2 (commencing with Section 1200) of the Health and Safety Code or under Part 4 (commencing with Section 16000) of Division 9 of the Welfare and Institutions Code who maintains a stock of dangerous drugs or dangerous devices.

(b) The owner, officer, and partner of any pharmacy, wholesaler, or veterinary food-animal drug retailer shall be jointly responsible, with the pharmacist-in-charge or exemptee for maintaining the records and inventory described in this section.

(c) The pharmacist-in-charge or exemptee shall not be criminally responsible for acts of the owner, officer, partner, or employee that violate this section and of which the pharmacist-in-charge or exemptee had no knowledge, or in which he or she did not knowingly participate.

F. Section 4105 of the Code states:

(a) All records or other documentation of the acquisition and disposition of dangerous drugs and dangerous devices by any entity licensed by the board shall be retained on the licensed premises in a readily retrievable form.

(b) The licensee may remove the original records or documentation from the licensed premises on a temporary basis for license-related purposes. However, a duplicate set of those records or other documentation shall be retained on the licensed premises.

(c) The records required by this section shall be retained on the licensed premises for a period of three years from the date of making.

(d) Any records that are maintained electronically shall be maintained so 1 that the pharmacist-in-charge, the pharmacist on duty if the pharmacist-in-charge is not on duty, or, in the case of a veterinary food-animal drug retailer or wholesaler, the 2 exemptee, shall, at all times during which the licensed premises are open for business, be able to produce a hard copy and electronic copy of all records of acquisition or 3 disposition or other drug or dispensing-related records maintained electronically. 4 5 G. Section 4332 of the Code states: 6 7 Any person who fails, neglects, or refuses to maintain the records required by Section 4081 or who, when called upon by an authorized officer or a member of the board, fails, neglects, or refuses to produce or provide the records within a reasonable 8 time, or who willfully produces or furnishes records that are false, is guilty of a 9 misdemeanor. H. 10 Section 4059(a) of the Code states: "(a) No person shall furnish any dangerous drug, except upon the 11 prescription of a physician, dentist, podiatrist, optometrist, or veterinarian. No person shall furnish any dangerous device, except upon the prescription of a physician, dentist, 12 podiatrist, optometrist, or veterinarian. 13 I. Section 4115 states: 14 (a) Notwithstanding any other provision of law, a pharmacy technician 15 may perform packaging, manipulative, repetitive, or other nondiscretionary tasks, only while assisting, and while under the direct supervision and control of, a pharmacist. 16 17 (b) This section does not authorize the performance of any tasks specified in subdivision (a) by a pharmacy technician without a pharmacist on duty, nor does this section authorize the use of a pharmacy technician to perform tasks specified in 18 subdivision (a) except under the direct supervision and control of a pharmacist. 19 20 J. 21 Section 4116 of the Code states: 22 (a) No person other than a pharmacist, an intern pharmacist, an authorized officer of the law, or a person authorized to prescribe shall be permitted in that area, 23 place, or premises described in the license issued by the board wherein controlled substances or dangerous drugs or dangerous devices are stored, possessed, prepared, manufactured, derived, compounded, dispensed, or repackaged. However, a pharmacist 24 shall be responsible for an individual who enters the pharmacy for the purposes of 25 receiving consultation from the pharmacist or performing clerical, inventory control, housekeeping, delivery, maintenance, or similar functions relating to the pharmacy if the pharmacist remains present in the pharmacy during all times as the authorized individual 26 is present. 27 28 111

Title 16 of the Code of Regulations section 1793.7 states:

K.

1

Concerning of the local division of the loca

2	(a) Any pharmacy which employs a pharmacy technician shall do so in
3	compliance with applicable federal and state laws and regulations governing pharmacy.
4 5	(b) Any function performed by a pharmacy technician in connection with the dispensing of a prescription, including repackaging from bulk and storage of pharmaceuticals, must be verified and documented in writing by a pharmacist. Except for the preparation of prescriptions for an inpatient of a hospital and for an inmate of a
6	correctional facility, the pharmacist shall indicate verification of the prescription by initialing the prescription label before the medication is provided to the patient.
7	(c) Pharmacy technicians must work under the direct supervision of a
8	registered pharmacist and in such a relationship that the supervising pharmacist is on the premises at all times and is fully aware of all activities involved in the preparation and dispensing of medications, including the maintenance of appropriate records.
9	Except for the preparation of prescriptions for an inpatient of a hospital
10	and for an inmate of a correctional facility, a pharmacy technician may perform the duties, as specified in subdivision 1793.2, only under the immediate, personal supervision
11	and control of a registered pharmacist and within the pharmacist's view.
12	
13	(f) Except as otherwise provided herein, the ratio of pharmacists to
14	pharmacy technicians performing the duties specified in subsection 1793.2 shall not be less than one pharmacist on duty for each pharmacy technician on duty. For the
15	preparation of a prescription for an inpatient of a licensed health facility and for a patient of a licensed home health agency, the ratio shall not be less than one pharmacist on duty
16	for a total of two pharmacy technicians on duty. Pursuant to Business and Professions Code section 4008.5(g)(1), these ratios shall not apply to the preparation of a prescription for an inmate of a correctional facility of the Department of the Youth Authority or the
17	Department of Corrections, or for a person receiving treatment in a facility operated by the State Department of Mental Health, the State Department of Developmental Services,
18	or the Department of Veterans Affairs.
19	L. Title 16 of the Code of Regulations section 1714(d) states:
20	(d) Each pharmacist while on duty shall be responsible for the security of the processing department, including provisions of affective control against that on
21	the prescription department, including provisions of 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 substances are
22	stored shall be restricted to a pharmacist.
23	M. Title 16 of the Code of Regulations section 1714(e) states:
24	(e) The pharmacy owner, the building owner or manager, or a family
25	member of a pharmacist owner (but not more than one of the aforementioned) may possess a key to the pharmacy that is maintained in a tamper evident container for the purpose of 1) delivering the key to a pharmacist or 2) providing access in case of
26	emergency. An emergency would include fire, flood or earthquake. The signature of the
27	pharmacist-in-charge shall be present in such a way that the pharmacist may readily determine whether the key has been removed from the container.
28	///

1	N. Title 16 of the Code of Regulations section 1717(B)(1) states:
)	IN. The foot the code of Regulations section 1717(D)(1) states.
2	Professions Code, the following information shall be maintained for each prescription on
5	pharmacist. All prescriptions filled or refilled by an intern pharmacist must also be
e	O. Title 16 of the Code of Regulations section 1707.1 states:
7	
8	prescriptions filled in that pharmacy except when the pharmacist has reasonable belief that the patient will not continue to obtain prescription medications from that pharmacy.
9	
10	(1) A patient medication record shall be maintained in an automated data processing or manual record mode such that the following information is readily retrievable during the pharmacy's normal operating hours.
11	
12	
13	(B) For each prescription dispensed by the pharmacy:
14	quantity and directions for use of any drug dispensed;
16	2. The prescriber's name and where appropriate, license number, DEA registration
. 17	3. The date on which a drug was dispensed or refilled;
18	4. The prescription number for each prescription; and
19	5. The information required by section 1717.
20	(C) Any of the fallowing which may relate to drug the group metions allowing
21	(C) Any of the following which may relate to drug therapy: patient allergies, idiosyncracies, current medications and relevant prior medications including nonprescription medications and relevant devices, or medical conditions which
22	are communicated by the patient or the patient's agent.
23	(D) Any other information which the pharmacist, in his or her professional judgment, deems appropriate.
24	(2) The patient medication record shall be maintained for at least one year from
25	the date when the last prescription was filled.
26	9. Section 125.3 of the Code provides, in pertinent part, that the Board may
27	request the administrative law judge to direct a licentiate found to have committed a violation or
28	///
	7

violations of the licensing act to pay a sum not to exceed the reasonable costs of the investigation
 and enforcement of the case.

10. 3 **DRUG CLASSIFICATIONS** A.<sup>-</sup> Infergen (Interferon Alfacon-1) is a dangerous drug as defined in 4 5 Section 4022 of the Business and Professions Code and is an immunomodulator 6 (recombinant non-naturally occurring type-linterferon) used to treat chronic hepatitis C 7 infections. 8 B. Paxil (Paroxetine) is a dangerous drug as defined in Section 4022 of 9 the Business and Profession Code and is an antidepressant used to treat depression. 10 C. Rebetron (a combination of Intron A and Rebetol [Ribavirin]) is a 11 dangerous drug as defined in Section 4022 of the Business and Professions Code and is 12 an immunomodulator. It is used in the treatment of chronic hepatitis C in patients with 13 compensated liver disease that have relapsed following alpha interferon monotherapy. 14 D. Virazole (Ribavirin) is a dangerous drug as defined in Section 4022 of 15 the Business and Professions Code and is an antiviral medication used to treat severe 16 lower respiratory tract infections due to respiratory syncytial virus (RSV). 17 E. Wellbutrin SR (bupropion sustained release) is a dangerous drug as defined in Section 4022 of the Business and Professions Code and is an antidepressant 18 19 used to treat depression. 20 FACTS CONCERNING MEDICAL CENTER PHARMACY, CHULA VISTA 21 11. Respondent Park Medical Center Pharmacy, Inc. a.k.a. Medical Center 22 Pharmacy ("respondent Medical Center Pharmacy, Chula Vista"), John Donlon ("respondent 23 Donlon"), John Grasela ("respondent John Grasela"), and Joseph Grasela ("respondent Joseph 24 Grasela") are subject to disciplinary action based upon the following facts: 25 A. Respondent Donlon is and was at all relevant times the Pharmacist-in-26 Charge of respondent Medical Center Pharmacy, Chula Vista. Respondents John and 27 Joseph Grasela are and were at all relevant times corporate officers and owners of 28 respondent Medical Center Pharmacy, Chula Vista.

B. In or about 1990, respondent John Grasela was diagnosed with 1 2 Hepatitis C. C. In July of 1995, respondent John Grasela was treated with Interferon. 3 D. On August 8, 1996, respondent John Grasela sought medical treatment 4 5 from P.P., M.D. for Hepatitis C. In his written consultation report, Dr. P.P. stated that 6 respondent John Grasela was in to see him to discuss alternative treatments for Hepatitis 7 C such as Ribavirin. Dr. P.P. concluded that respondent John Grasela was not a 8 candidate for Ribavirin trial at that time. Nevertheless, the patient himself obtained 9 Ribavirin from Mexico or Europe and tried combined treatment with Ribavirin and Interferon out of protocol. The risks of doing this were explained to respondent John 10 11 Grasela along with the need for monitoring of his complete blood count. 12 E. Between November of 1997 and June of 1998, respondent John 13 Grasela's insurance company, Blue Shield of California ("Blue Shield") received 14 pharmacy claims from respondent Medical Center Pharmacy, Chula Vista for Ribavirin 15 and Infergen, for respondent John Grasela. 16 F. Blue Shield investigated the claims for payment from respondent John 17 Grasela. In their investigation they requested a copy of a prescription for Ribavirin. 18 Respondent Donlon sent them a copy of a telephone order for Ribavirin, 400 mg., #100 ½ 19 BID with 6 refills for respondent John Grasela. 20 G. Dr. P.P. never prescribed Ribavirin for respondent John Grasela. 21 H. In April of 1999, respondent John Grasela and his wife were 22 mistakenly paid \$13,775.15 by Blue Shield. Blue Shield's physician consultant approved 23 drugs for respondent John Grasela in accord with FDA policy. Ribavirin in combination 24 with Interferon alfa-2b distributed as Rebetron in the United States is FDA approved. It 25 is a two-week treatment kit. Respondents' pharmacy drug bills for Ribavirin and 26 Infergen were misinterpreted by the Blue Shield claims processor and assumed to be for 27 the approved FDA plan. Infergen is another form of Interferon but is not Interferon alfa-28 2b.

1	I. In or about February of 2000, Blue Shield received a copy of
2	respondent John Grasela's medical chart from Dr. P.P.'s office. Blue Shield compared it
3	with the copy of the same medical record received from respondent John Grasela. There
4	were significant differences. The copy received from respondent John Grasela had a
5	different formatting style, the typeface was different and it did not contain key
6	information that was contained in the copy sent by the medical office. The deleted
7	portion of the medical record which was contained in Dr. P.P.'s copy of the chart
8	contained the following information:
9	" In review, the patient is a compound pharmacist and has the ability to access his own medications and he creates his own regime of therapy. Although I do not
10	condone his current treatment with combination therapy. I have agreed to monitor his laboratory tests and I have again warned him about possible adverse effects of
11	the treatment."
12	J. The bills submitted to Blue Shield by respondent Medical Center
13	Pharmacy, Chula Vista had been coded to permit coverage for medication that was not
14	covered. The NDC code used permitted payment for Ribavirin, when in fact Ribavirin is
15	not and has never been FDA approved for distribution in the United States. Medications
16	that are not FDA approved are not covered by Blue Shield.
17	K. On February 17, 2000, respondent John Grasela's insurance coverage
18	with Blue Shield was terminated for fraud and deception retroactive to December 1,
19	1998.
20	L. On May 9, 2000, Inspector Hokana, inspected respondent Medical
21	Center Pharmacy, Chula Vista. He observed a computer printer containing labels with
22	the name "World Share Medical Center Pharmacy," and nearby he also found labels for
23	Medical Center Pharmacy. Advertising posted on the wall was in the name of World
24	Share Pharmacy. The Retail Pharmacy Permit is in the name of and issued to Medical
25	Center Pharmacy.
26	M. When asked to do so by the Inspector, respondent Donlon was unable
27	to locate a complete biennial DEA inventory for the prior year. Respondent Donlon was
28	also asked for specific prescriptions which he stated were not located in the pharmacy.
	10
	·

,

,

N. On May 11, 2000 during another inspection by Inspector Hokana, he found-prescription containers filed with two different pharmacy names on the labels. A sign with the pharmacy's name was posted at the pharmacy's prior location, which was no longer respondent Medical Center Pharmacy, Chula Vista.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

O. During the May 11, 2000 inspection, the Inspector saw four pharmacy technicians, and seven clerks working at Medical Center Pharmacy, Chula Vista. A technician filling prescriptions and a technician entering prescriptions were not within the view and immediate supervision of a pharmacist. Respondent Joseph Grasela said one of the technicians and one of the clerks for World Share Pharmacy entered prescriptions for only a couple of hours a day. The World Share Pharmacy technician and clerk were not within the view and immediate supervision of a pharmacist.

P. Also, during this same inspection the Inspector reviewed several prescriptions given to him for respondent John Grasela. He observed that four prescriptions were all on one document, but that only one prescription appeared on the patient profile for respondent John Grasela. Respondent Donlon said there were two patient profiles for respondent John Grasela and the Inspector was provided with the profile for "John O. Grasela" from January 1, 1996 to May 11, 2000.

Q. Respondent Donlon was asked for the DEA Inventory from May 31, 1999, which he was unable to locate, so he completed one on May 10, 2000.

R. In May of 1999, respondent Medical Center Pharmacy, Chula Vista did not have a waiver from the Board to maintain records of drug dispositions off of the licensed premises.

S. On June 13, 2000, the Inspector spoke to respondent John Grasela about obtaining missing prescriptions that pertained to his medical treatment. Respondent John Grasela told the inspector that he took his physician's acceptance of the medication plan as a verbal order for the medication, including Ribavirin. He also told the inspector he obtained the Ribavirin powder from Tijuana, Mexico before it was available in the United States and filled or compounded all of his own prescriptions.

Respondent John Grasela told the inspector that he probably forgot to transcribe the verbal orders from the physician or they were misfiled, but that he did not want to take the time to try and locate them.

1

2

3

4

5

6

7

8

9

10

17

20

21

22

23

24

T. Respondent John Grasela also told the inspector that the medical device business was part of Medical Center Pharmacy and that respondent Donlon was responsible for that area.

U. On May 20, 2000, the Inspector spoke to a nurse manager for Dr. P.P. and sent her a summary of the prescriptions dispensed in Dr. P.P.'s name for respondent John Grasela from Medical Center Pharmacy, Chula Vista and asked her to verify that Dr. P.P. in fact prescribed the medications.

11 V. On June 9, 2000, the Inspector received a reply from Dr. P.P. 12 concerning the prescriptions he had authorized for respondent John Grasela. Dr. P.P. 13 carefully reviewed respondent's medical chart and verified he had authorized Infergen, Paxil, Wellbutrin and prescriptions for Intron-A through September of 1997. He also 14 15 stated that respondent "John Grasela obtained Ribavirin, which was not yet FDA 16 approved in the United States, and compounded the chemical himself as he was a compound pharmacist. No prescription for Ribavirin was ever written for Mr. Grasela." 18 Further, "[M]y records indicate that Mr. Grasela had informed us of his Ribavirin use and 19 that he obtained it on his own."

W. Dr. P.P. did not authorize twelve prescriptions for 1200 Ribavirin tablets between August 21, 1997 and January 17, 2000.

#### FIRST CAUSE OF ACTION AGAINST JOHN GRASELA, JOSEPH GRASELA. JOHN DONI MEDICAL CENTER PHARMACY. CHULA VISTA (Fraud, Dishonesty, Deceit or Corruption)

25 12. Respondents John Grasela, Joseph Grasela, John Donlon and Medical Center 26 Pharmacy, Chula Vista are subject to disciplinary action under section 4301(f) of the Code, in 27 that they committed unprofessional conduct by committing acts involving moral turpitude, 28 dishonesty, fraud, deceit, or corruption, as follows:

A. Paragraphs 11A, through and including 11W, above, are hereby realleged and incorporated by reference as if fully set forth herein; B. Respondents dispensed twelve prescriptions for Ribavirin not authorized by a prescriber; and C. Respondents submitted fraudulent claims to Blue Shield for payment of unauthorized prescriptions of Ribavirin. <u>SECOND CAUSE OF ACTION AGAINST JOHN GRASELA, JOSEPH GRASELA, JOHN DONLON</u> <u>AND MEDICAL CENTER PHARMACY, CHULA VISTA</u> (Dispensing of Dangerous Drug) 13. Respondents are further subject to disciplinary action under section 4059(a) of the Code, in that they dispensed a dangerous drug without a prescription, as follows: A. Paragraphs 11A, through and including 11W, above, are hereby realleged and incorporated by reference as if fully set forth herein; and B. Respondents dispensed twelve prescriptions for Ribavirin not
<ul> <li>B. Respondents dispensed twelve prescriptions for Ribavirin not authorized by a prescriber; and</li> <li>C. Respondents submitted fraudulent claims to Blue Shield for payment of unauthorized prescriptions of Ribavirin.</li> <li><u>SECOND CAUSE OF ACTION AGAINST JOHN GRASELA, JOSEPH GRASELA, JOHN DONLON AND MEDICAL CENTER PHARMACY, CHULA VISTA (Dispensing of Dangerous Drug)</u></li> <li>13. Respondents are further subject to disciplinary action under section 4059(a)</li> <li>of the Code, in that they dispensed a dangerous drug without a prescription, as follows: <ul> <li>A. Paragraphs 11A, through and including 11W, above, are hereby realleged and incorporated by reference as if fully set forth herein; and</li> <li>B. Respondents dispensed twelve prescriptions for Ribavirin not</li> </ul> </li> </ul>
not authorized by a prescriber; and C. Respondents submitted fraudulent claims to Blue Shield for payment of unauthorized prescriptions of Ribavirin. <u>SECOND CAUSE OF ACTION AGAINST JOHN GRASELA,</u> <u>JOSEPH GRASELA, JOHN DONLON</u> <u>AND MEDICAL CENTER PHARMACY, CHULA VISTA</u> (Dispensing of Dangerous Drug) 13. Respondents are further subject to disciplinary action under section 4059(a) of the Code, in that they dispensed a dangerous drug without a prescription, as follows: A. Paragraphs 11A, through and including 11W, above, are hereby realleged and incorporated by reference as if fully set forth herein; and B. Respondents dispensed twelve prescriptions for Ribavirin not
C. Respondents submitted fraudulent claims to Blue Shield for payment of unauthorized prescriptions of Ribavirin. <u>SECOND CAUSE OF ACTION AGAINST JOHN GRASELA, JOSEPH GRASELA, JOHN DONLON</u> <u>AND MEDICAL CENTER PHARMACY, CHULA VISTA</u> (Dispensing of Dangerous Drug) 13. Respondents are further subject to disciplinary action under section 4059(a) of the Code, in that they dispensed a dangerous drug without a prescription, as follows: A. Paragraphs 11A, through and including 11W, above, are hereby realleged and incorporated by reference as if fully set forth herein; and B. Respondents dispensed twelve prescriptions for Ribavirin not
payment of unauthorized prescriptions of Ribavirin. SECOND CAUSE OF ACTION AGAINST JOHN GRASELA, JOSEPH GRASELA, JOHN DONLON AND MEDICAL CENTER PHARMACY, CHULA VISTA (Dispensing of Dangerous Drug) 13. Respondents are further subject to disciplinary action under section 4059(a) of the Code, in that they dispensed a dangerous drug without a prescription, as follows: A. Paragraphs 11A, through and including 11W, above, are hereby realleged and incorporated by reference as if fully set forth herein; and B. Respondents dispensed twelve prescriptions for Ribavirin not
SECOND CAUSE OF ACTION AGAINST JOHN GRASELA, JOSEPH GRASELA, JOHN DONLON AND MEDICAL CENTER PHARMACY, CHULA VISTA (Dispensing of Dangerous Drug)         13. Respondents are further subject to disciplinary action under section 4059(a)         of the Code, in that they dispensed a dangerous drug without a prescription, as follows:         A. Paragraphs 11A, through and including 11W, above, are hereby         realleged and incorporated by reference as if fully set forth herein; and         B. Respondents dispensed twelve prescriptions for Ribavirin not
JOSEPH GRASELA, JOHN DONLON AND MEDICAL CENTER PHARMACY, CHULA VISTA (Dispensing of Dangerous Drug)         13. Respondents are further subject to disciplinary action under section 4059(a)         of the Code, in that they dispensed a dangerous drug without a prescription, as follows:         A. Paragraphs 11A, through and including 11W, above, are hereby         realleged and incorporated by reference as if fully set forth herein; and         B. Respondents dispensed twelve prescriptions for Ribavirin not
AND MEDICAL CENTER PHARMACY, CHULA VISTA (Dispensing of Dangerous Drug) 13. Respondents are further subject to disciplinary action under section 4059(a) of the Code, in that they dispensed a dangerous drug without a prescription, as follows: A. Paragraphs 11A, through and including 11W, above, are hereby realleged and incorporated by reference as if fully set forth herein; and B. Respondents dispensed twelve prescriptions for Ribavirin not
of the Code, in that they dispensed a dangerous drug without a prescription, as follows: A. Paragraphs 11A, through and including 11W, above, are hereby realleged and incorporated by reference as if fully set forth herein; and B. Respondents dispensed twelve prescriptions for Ribavirin not
<ul> <li>A. Paragraphs 11A, through and including 11W, above, are hereby realleged and incorporated by reference as if fully set forth herein; and</li> <li>B. Respondents dispensed twelve prescriptions for Ribavirin not</li> </ul>
realleged and incorporated by reference as if fully set forth herein; and B. Respondents dispensed twelve prescriptions for Ribavirin not
B. Respondents dispensed twelve prescriptions for Ribavirin not
authorized by a prescriber.
THIRD CAUSE OF ACTION AGAINST JOHN GRASELA, JOSEPH GRASELA, JOHN DONLON, AND
<u>MEDICAL CENTER PHARMACY, CHULA VISTA</u> (Compounding and Distributing Ribavirin without a Prescription)
14. Respondents are further subject to disciplinary action under section 4306.5 of
the Code, in that they compounded and distributed a dangerous drug without a prescription, as
follows:
A. Paragraphs 11A, through and including 11W, above, are hereby
realleged and incorporated by reference as if fully set forth herein; and
B. Respondents committed unprofessional conduct by exercising their
education, training, or experience as pharmacists to acquire, compound and dispense
Ribavirin without an authorized prescription.

¢

• ·

# FOURTH CAUSE OF ACTION AGAINST JOHN GRASELA, JOHN DONLON, JOSEPH GRASELA - <u>AND MEDICAL CENTER PHARMACY, CHULA VISTA</u> (Failed to Maintain Disposition Records Open to Inspection)

ı

1

3	(Failed to Maintain Disposition Records Open to Inspection)
4	15. Respondents are further subject to disciplinary action under sections 4081 and
5	4105 of the Code, in that they failed to maintain all records of manufacturer, sale, acquisition, or
6	disposition of dangerous drugs or dangerous devices at all times during business hours open to
7	inspection by authorized officers of the law, as follows:
8	A. Paragraphs 11A, through and including 11W, above, are hereby
9	realleged and incorporated by reference as if fully set forth herein;
10	B. Respondents failed to have disposition records of dangerous drugs
11	open for inspection by authorized officers of the law; and
12	C. Respondents failed to have all records of disposition of dangerous
13	drugs maintained on the licensed premises.
14	FIFTH CAUSE OF ACTION AGAINST JOHN GRASELA, JOSEPH GRASELA, JOHN DONLON
15	AND MEDICAL CENTER PHARMACY, CHULA VISTA (Failed to Produce Records)
16	
17	16. Respondents are further subject to disciplinary action under section 4332 of
18	the Code, in that they failed to produce the records required by Section 4081 when requested to
19	do so by an authorized officer or a member of the board, as follows:
20	A. Paragraphs 11A, through and including 11W, above, are hereby
21	realleged and incorporated by reference as if fully set forth herein; and
22	B. Respondents failed to produce the records required by Section 4081
23	when required to do so by an authorized officer or a member of the Board, or they
24	produced records which were false.
25	111
26	///
27	///
28	///
	14

1	SIXTH CAUSE OF ACTION AGAINST JOHN GRASELA, JOHN DONLON, JOSEPH GRASELA AND
2	- MEDICAL CENTER PHARMACY, CHULA VISTA
3	17. Respondents are further subject to disciplinary action under Title 16, section
4	1707.1 of the Code of Regulations, in that they failed to maintain all patient information on one
5	patient profile, as follows:
6	A. Paragraphs 11A, through and including 11W, above, are hereby
7	realleged and incorporated by reference as if fully set forth herein; and
8	B. Respondents failed to maintain an appropriate medication profile on
9	respondent John Grasela.
10	SEVENTH CAUSE OF ACTION AGAINST JOHN GRASELA,
11	JOHN DONLON, JOSEPH GRASELA AND MEDICAL CENTER PHARMACY, CHULA VISTA
12	(Use of Two Different Names on Pharmacy Labels)
13	18. Respondents are subject to disciplinary action under section 4076 of the
14	Code, in that they used two different names for the pharmacy on pharmacy labels, as follows:
15	A. Paragraphs 11A, through and including 11W, above, are hereby
16	realleged and incorporated by reference as if fully set forth herein; and
17	B. Respondents used two different names for the pharmacy on
18	prescription labels.
19	EIGHTH CAUSE OF ACTION AGAINST JOHN GRASELA,
20	JOHN DONLON, JOSEPH GRASELA AND MEDICAL CENTER PHARMACY, CHULA VISTA
21	(Use of Two Pharmacy Names at One Location)
22	19. Respondents are subject to disciplinary action under section 4110(a) of the
23	Code, in that two pharmacy names were used at one location, as follows:
24	A. Paragraphs 11A, through and including 11W, above, are hereby
25	realleged and incorporated by reference as if fully set forth herein; and
26	B. Respondents used two different names for the pharmacy on signs at the
27	pharmacy location.
28	///
	15

## NINTH CAUSE OF ACTION AGAINST JOHN GRASELA, JOHN DONLON, JOSEPH GRASELA AND MEDICAL CENTER PHARMACY, CHULA VISTA (Use of Education To Use Two Pharmacy Names at One Location)

1

3	(Use of Education-10 Use 1 wo Pharmacy Names at One Location)
4	20. Respondents are subject to disciplinary action under section 4306.5 of the
5	Code, in that they used their education, training and experience to use two pharmacy names at
6	one location, as follows:
7	A. Paragraphs 11A, through and including 11W, above, are hereby
8	realleged and incorporated by reference as if fully set forth herein; and
9	B. Respondents used their education, training and experience to use two
10	different names for the pharmacy on prescription labels, and on signs at the pharmacy
11	location.
12	FACTS CONCERNING MEDICAL CENTER PHARMACY, SAN DIEGO
13	21. Respondents Park Medical Center Pharmacy, Inc. a.k.a. Medical Center
14	Pharmacy, ("respondent Medical Center Pharmacy, San Diego"), Philip Cherlin ("respondent
15	Cherlin"), John Grasela ("respondent John Grasela"), and Joseph Grasela ("respondent Joseph
16	Grasela") are subject to disciplinary action based upon the following facts:
17	A. Respondent Cherlin is and was at all relevant times the Pharmacist-in-
18	Charge of respondent Medical Center Pharmacy, San Diego. Respondents John and
19	Joseph Grasela are and were at all relevant times corporate officers and owners of
20	respondent Medical Center Pharmacy, San Diego.
21	B. On June 16, 2001, at approximately 10:15 a.m. Inspectors Nurse and
22	Orlandella conducted an inspection of respondent Medical Center Pharmacy, San Diego.
23	When they arrived the front door to the pharmacy was unlocked but there was a sign on
24	the door saying the pharmacy was temporarily closed. Four persons were present behind
25	the counter in the pharmacy. Two of these persons were clerks and two persons were
26	pharmacy technicians. One of the technicians, L.L. said there had not been a pharmacist
27	present since the pharmacy opened that day. She also stated she had a key to the
28	///

1	pharmacy and that she had opened the pharmacy that day and that she had been the
2	person-who opened up the pharmacy in the past.
3	C. The store personnel were instructed to secure, vacate and lock the
4	pharmacy pending the arrival of a responsible pharmacist. The key possessed by L.L.
5	was confiscated.
6	D. At approximately 12:30 p.m. on June 16, 2001, the inspectors received
7	a call from the pharmacy indicating a pharmacist was present, the pharmacy had been re-
8	opened and the doors had been re-keyed. At 2:00 p.m., the inspectors arrived at the
9	pharmacy. Pharmacist RPS stated that he was a relief pharmacist and did not normally
10	work at that location.
11	FIRST CAUSE OF ACTION AGAINST JOHN GRASELA, JOSEPH GRASELA, PHILLIP CHERLIN
12	AND MEDICAL CENTER PHARMACY-SAN DIEGO (Unsupervised Pharmacy Technicians and Staff)
13	(Unsupervised I har macy Teennicians and Stan)
14	22. Respondents are further subject to disciplinary action under sections 4115 and
15	4116 of the Code, and under Title 16 of the California Code of Regulations Section 1793.7, in
16	that they allowed pharmacy technicians to be in the pharmacy without a pharmacist either
17	present, or directly supervising their activities, as follows:
18	A. Paragraphs 21A, through and including 21D, above, are hereby
19	realleged and incorporated by reference as if fully set forth herein; and
20	B. Pharmacy technicians and clerks were in the pharmacy alone without
21	the presence of a licensed pharmacist; and
22	C. Pharmacy technicians and or clerks were present in the pharmacy
23	outside the direct view and supervision of a licensed pharmacist.
24	///
25	
26	111
27	1//
28	111
	17

1	SECOND CAUSE OF ACTION AGAINST JOHN GRASELA, PHILLIP CHERLIN, JOSEPH GRASELA AND
2	<u>MEDICAL CENTER PHARMACY-SAN DIEGO</u> (Possession of Key to Pharmacy)
3	(1.035055001 01 ikey to i narmacy)
4	23. Respondents are further subject to disciplinary action under Title 16 of the
5	California Code of Regulations Sections 1714(d) and 1714(e), in that they allowed a non-
6	pharmacist or other unauthorized person to maintain keys to the pharmacy, as follows:
7	A. Paragraphs 21A, through and including 21D, above, are hereby
8	realleged and incorporated by reference as if fully set forth herein; and
9	B. Respondents allowed a pharmacy technician to maintain keys to the
10	pharmacy and open up the pharmacy for other employees in the absence of a licensed
11	pharmacist.
12	<u>CAUSE OF ACTION AGAINST JOHN GRASELA,</u> JOHN DONLON, JOSEPH GRASELA, PHILIP CHERLIN,
13	MEDICAL CENTER PHARMACY-CHULA VISTA AND MEDICAL CENTER PHARMACY- SAN DIEGO
14	(Unprofessional Conduct for Violation of Statute or Regulation)
15	24. Respondents are subject to disciplinary action under section 4301(j) and
16	4301(o) of the Code, in that they committed unprofessional conduct by violating laws and
17	regulations regulating the practice of pharmacy, as follows:
18	Paragraphs 11A, through and including 11W, and 21A through and including 21D
19	above, are hereby realleged and incorporated by reference as if fully set forth herein.
20	PRAYER
21	WHEREFORE, Complainant requests that a hearing be held on the matters herein
22	alleged, and that following the hearing, the Board of Pharmacy issue a decision:
23	1. Revoking or suspending Pharmacist License No. RPH 32430, issued to
24	John Carl Grasela, Vice president.
25	2. Revoking or suspending Pharmacist License No. RPH 45064, issued to
26	John E. Donlon, Pharmacist-in-Charge.
27	3. Revoking or suspending Pharmacist License No. RPH 40868, issued to
28	Joseph Grasela, President.
	18

ţ

<u>.</u>...

1	4. Revoking or suspending Original Pharmacy Permit No. PHY 35051,
2	issued to Park Medical Center Pharmacy, Inc. a.k.a. Medical Center Pharmacy, Chula Vista;
3	5. Revoking or suspending Original Pharmacy Permit No. PHY 44103,
4	issued to Park Medical Center Pharmacy, Inc. a.k.a. Medical Center Pharmacy, San Diego;
5	6. Revoking or suspending Pharmacist License No. RPH 24623, issued to
6	Philip B. Cherlin, Pharmacist-in-Charge;
7	7. Ordering John Carl Grasela, John E. Donlon, Joseph Grasela, Philip
8	Cherlin, Park Medical Center Pharmacy, Inc. a.k.a. Medical Center Pharmacy, Chula Vista, and
9	Park Medical Center Pharmacy, Inc. a.k.a. Medical Center Pharmacy, San Diego to pay the
10	Board of Pharmacy the reasonable costs of the investigation and enforcement of this case,
11	pursuant to Business and Professions Code section 125.3; and
12	8. Taking such other and further action as deemed necessary and proper.
13	DATED: 5/7/07
14	
15	P. F. d. ALLAND
16	PATRICIA F. HARRIS
17	Executive Officer Board of Pharmacy
18	Department of Consumer Affairs State of California
19	Complainant
20	
21	
22	
23	
24	
25 26	
26	
27	
28	di la constante de la constante
	19

t Ŧ