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

In the Matter of the Accusation Against:

Case No. 4362

GJPL INC., DBA SAINT JOHNS MEDICAL PLAZA PHARMACY

1301 20TH Street, #120—Santa Monica, CA 90404

Original Pharmacy Permit No. PHY 43536

and

FARNAZ MAHDAVI

1301 20TH Street, #120 Santa Monica, CA 90404

Pharmacist License No. RPH 42814

Respondents.

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 January 31, 2014.

It is so ORDERED on January 24, 2014.

BOARD OF PHARMACY DEPARTMENT OF CONSUMER AFFAIRS STATE OF CALIFORNIA

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STAN C. WEISSER Board President

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10	T. 4. Matter 541 A	C N 4262	
11	In the Matter of the Accusation Against:	Case No. 4362	
12	GJPL INC., DBA SAINT JOHNS MEDICAL PLAZA PHARMACY;	OAH No. 2013040350 STIPULATED SETTLEMENT AND	
13	FARNAZ MAHDAVI 1301 20th Street, #120 Sonto Monico, CA 00404	DISCIPLINARY ORDER	
14	Santa Monica, CA 90404	·	
15	Original Pharmacist License No. RPH 42814 Original Permit No. PHY 43536		
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17	Respondents.		
18	IT IS HEREBY STIPULATED AND AGE	REED by and between the parties to the above-	
19	entitled proceedings that the following matters are true:		
20	PAR	TIES	
21	1. Virginia Herold ("Complainant") is the Executive Officer of the Board of Pharmacy.		
22	She brought this action solely in her official capacity and is represented in this matter by Kamala		
23	D. Harris, Attorney General of the State of California, by Zachary T. Fanselow, Deputy Attorney		
24	General.		
25	2. Respondents GJPL Inc., dba Saint Jo	ohns Medical Plaza Pharmacy and Farnaz	
26	Mahdavi (collectively, "Respondents") are represented in this proceeding by attorney Herbert L.		
27	Weinberg, whose address is: Herbert L. Weinberg, McGuireWoods LLP, 1800 Century Park East		
28	8 th Floor, Los Angeles, CA 90067-1501.		
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- 3. On or about May 20, 1998, the Board of Pharmacy issued Original Permit No. PHY 43536 to GJPL Inc., dba Saint Johns Medical Plaza Pharmacy ("Respondent Pharmacy"). The Original Permit was in full force and effect at all times relevant to the charges brought in Accusation No. 4362 and will expire on May 1, 2014, unless renewed.
- 4. On or about August 10, 1989, the Board of Pharmacy issued Original Pharmacist License No. RPH 42814 to Farnaz Mahdavi ("Respondent Mahdavi"). The Original Pharmacist License was in full force and effect at all times relevant to the charges brought in Accusation No. 4362 and will expire on August 31, 2015, unless renewed.

JURISDICTION

- 5. Accusation No. 4362 was filed before the Board of Pharmacy ("Board"), Department of Consumer Affairs, on March 9, 2013. The Accusation and all other statutorily required documents were properly served on Respondents on March 19, 2013. Respondents timely filed their Notice of Defense contesting the Accusation.
- 6. First Amended Accusation No. 4362 was filed before the Board of Pharmacy ("Board"), Department of Consumer Affairs, on August 22, 2013, and is currently pending against Respondents. The First Amended Accusation and all other statutorily required documents were properly served on Respondent on August 23, 2013.
- 7. A copy of First Amended Accusation No. 4362 is attached as Exhibit A and incorporated herein by reference.

ADVISEMENT AND WAIVERS

- 8. Respondents have carefully read, fully discussed with counsel, and understand the charges and allegations in First Amended Accusation No. 4362 ("Accusation"). Respondents have also carefully read, fully discussed with counsel, and understand the effects of this Stipulated Settlement and Disciplinary Order.
- 9. Respondents are fully aware of their legal rights in this matter, including the right to a hearing on the charges and allegations in the Accusation; the right to be represented by counsel at their own expense; the right to confront and cross-examine the witnesses against them; the right to present evidence and to testify on their 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.

10. Respondents voluntarily, knowingly, and intelligently waive and give up each and every right set forth above.

CULPABILITY

- 11. Respondents understand and agree that the charges and allegations in First Amended Accusation No. 4362, if proven at a hearing, constitute cause for imposing discipline upon Respondent Pharmacy's Original Permit and Respondent Mahdavi's Original Pharmacist License.
- 12. For the purpose of resolving the Accusation without the expense and uncertainty of further proceedings, Respondents agree that, at a hearing, Complainant could establish a factual basis for the charges in the Accusation, and that Respondents hereby give up their right to contest those charges.
- 13. Respondent Pharmacy agrees that its Original Permit is subject to discipline and it agrees to be bound by the Board's probationary terms as set forth in the Disciplinary Order below.
- 14. Respondent Mahdavi agrees that her Original Pharmacist License is subject to discipline and she agrees to be bound by the Board's probationary terms as set forth in the Disciplinary Order below.

CONTINGENCY

15. This stipulation shall be subject to approval by the Board of Pharmacy. Respondents understand and agree that counsel for Complainant and the staff of the Board of Pharmacy may communicate directly with the Board regarding this stipulation and settlement, without notice to or participation by Respondents or their counsel. By signing the stipulation, Respondents understand and agree that they may not withdraw their 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.

- 16. The parties understand and agree that Portable Document Format (PDF) and facsimile copies of this Stipulated Settlement and Disciplinary Order, including Portable Document Format (PDF) and facsimile signatures thereto, shall have the same force and effect as the originals.
- 17. This Stipulated Settlement and Disciplinary Order is intended by the parties to be an integrated writing representing the complete, final, and exclusive embodiment of their agreement. It supersedes any and all prior or contemporaneous agreements, understandings, discussions, negotiations, and commitments (written or oral). This Stipulated Settlement and Disciplinary Order may not be altered, amended, modified, supplemented, or otherwise changed except by a writing executed by an authorized representative of each of the parties.
- 18. 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 AS TO RESPONDENT PHARMACY

IT IS HEREBY ORDERED that Original Permit No. PHY 43536 to Respondent GJPL Inc., dba Saint Johns Medical Plaza Pharmacy is revoked. However, the revocation is stayed and Respondent is placed on probation for five (5) years on the following terms and conditions.

1. Obey All Laws

Respondent Pharmacy shall obey all state and federal laws and regulations.

Respondent Pharmacy shall report any of the following occurrences to the board, in writing, within seventy-two (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 contendre in any state or federal criminal proceeding to any criminal complaint, information or indictment
- a conviction of any crime

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discipline, citation, or other administrative action filed by any state or federal agency
which involves Respondent Pharmacy's Original Permit or which is related to the
practice of pharmacy or the manufacturing, obtaining, handling, distributing, billing,
or charging for any drug, device or controlled substance.

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

2. Report to the Board

Respondent Pharmacy's owner 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. Among other requirements, respondent owner shall state in each report 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 total period of probation. Moreover, if the final probation report is not made as directed, probation shall be automatically extended until such time as the final report is made and accepted by the board.

3. Interview with the Board

Upon receipt of reasonable prior notice, Respondent Pharmacy's owner 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 any 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.

4. Cooperate with Board Staff

Respondent Pharmacy's owner shall cooperate with the board's inspection program and with the board's monitoring and investigation of respondent's compliance with the terms and conditions of their probation. Failure to cooperate shall be considered a violation of probation.

5. Reimbursement of Board Costs

As a condition precedent to successful completion of probation, Respondent Pharmacy's owner shall pay to the board its costs of investigation and prosecution in the amount of

\$18,441.50. Respondent Pharmacy's owner shall make said payments on a payment plan approved by the Board. Respondent Mahdavi and Respondent Pharmacy shall be jointly and severally liable for the reimbursement of Board costs.

There shall be no deviation from this schedule absent prior written approval by the board or its designee. Failure to pay costs by the deadline(s) as directed shall be considered a violation of probation.

The filing of bankruptcy by Respondent Pharmacy's owner shall not relieve respondent of their responsibility to reimburse the board its costs of investigation and prosecution.

6. Probation Monitoring Costs

Respondent Pharmacy's owner shall pay any 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 by the deadline(s) as directed shall be considered a violation of probation.

7. Status of License

Respondent Pharmacy's owner shall, at all times while on probation, maintain current licensure with the board. If Respondent Pharmacy's owner 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 Respondent Pharmacy shall remain on probation as determined by the board. Failure to maintain current licensure shall be considered a violation of probation.

otherwise at any time during the period of probation, including any extensions thereof or otherwise, upon renewal or reapplication Respondent Pharmacy owner's license shall be subject to all terms and conditions of this probation not previously satisfied.

8. License Surrender While on Probation/Suspension

Following the effective date of this decision, should Respondent Pharmacy's owner discontinue business, Respondent Pharmacy's owner 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 any other action it deems appropriate and reasonable. Upon formal acceptance of the surrender of the license, Respondent Pharmacy will no longer be subject to the terms and conditions of probation.

Upon acceptance of the surrender, Respondent Pharmacy's owner shall relinquish the premises wall and renewal license to the board within ten (10) days of notification by the board that the surrender is accepted. Respondent Pharmacy's owner shall further submit a completed Discontinuance of Business form according to board guidelines and shall notify the board of the records inventory transfer.

Respondent Pharmacy's owner shall also, by the effective date of this decision, arrange for the continuation of care for ongoing patients of the pharmacy by, at minimum, providing a written notice to 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 to the pharmacy's ongoing patients, Respondent Pharmacy's owner 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 Pharmacy's owner may not apply for any new licensure from the board for three (3) years from the effective date of the surrender. Respondent Pharmacy's owner shall meet all requirements applicable to the license sought as of the date the application for that license is submitted to the board.

Respondent Pharmacy's owner further stipulates that he or she shall reimburse the board for its costs of investigation and prosecution prior to the acceptance of the surrender.

9. Notice to Employees

Respondent Pharmacy's owner shall, upon or before the effective date of this decision, ensure that all employees involved in permit operations 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 Pharmacy's owner shall ensure that any employees hired or used after the effective date of this decision are made aware of the terms and conditions of probation by posting a notice, circulating a notice, or both. Additionally, Respondent Pharmacy's owner 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, volunteer, temporary and relief employees and independent contractors employed or hired at any time during probation.

10. Owners and Officers: Knowledge of the Law

Respondent Pharmacy shall provide, within thirty (30) days after the effective date of this decision, signed and dated statements from its owners, including any owner or holder of ten percent (10%) or more of the interest in Respondent Pharmacy or Respondent Pharmacy'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.

11. Posted Notice of Probation

Respondent Pharmacy's owner 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 Pharmacy's owner 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 and reason for the probation of the licensed entity.

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

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12. Violation of Probation

If Respondent Pharmacy's owner 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 Pharmacy's owner violates probation in any respect, the board, after giving respondent owner 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.

13. Completion of Probation

Upon written notice by the board or its designee indicating successful completion of probation, Respondent Pharmacy's license will be fully restored.

14. Community Services Program

Within sixty (60) days of the effective date of this decision, Respondent Pharmacy's owner shall submit to the board or its designee, for prior approval, a community service program in which Respondent Pharmacy shall provide free health-care related services to a community or charitable facility or agency for at least seventy-two (72) hours per year of probation.

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

Failure to timely submit, commence, or comply with the program shall be considered a violation of probation.

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15. **Administrative Penalty**

As a condition precedent to successful completion of probation, Respondent Pharmacy's owner shall pay to the Board an administrative penalty in the amount of \$100,000.00. Respondent Pharmacy's owner shall make said payments on a payment plan approved by the Board. Respondent Mahdavi and Respondent Pharmacy shall be jointly and severally liable for the administrative penalty. There shall be no deviation from this schedule absent prior written approval by the board or its designee. Failure to pay the administrative penalty by the deadline(s) as directed shall be considered a violation of probation.

16. Separate File of Records

Respondent Pharmacy's owner shall maintain and make available for inspection a separate file of all records pertaining to the acquisition or disposition of all controlled substances. Failure to maintain such file or make it available for inspection shall be considered a violation of probation.

DISCIPLINARY ORDER AS TO RESPONDENT MAHDAVI

IT IS HEREBY ORDERED that Original Pharmacist License No. RPH 42814 issued to Respondent Farnaz Mahdavi is revoked. However, the revocation is stayed and Respondent Mahdavi is placed on probation for five (5) years on the following terms and conditions.

17. Obey All Laws

Respondent Mahdavi shall obey all state and federal laws and regulations.

Respondent Mahdavi shall report any of the following occurrences to the board, in writing, within-seventy-two-(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 contendre 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 or federal agency
which involves respondent's Original Pharmacist License or which is related to the
practice of pharmacy or the manufacturing, obtaining, handling, distributing, billing,
or charging for any drug, device or controlled substance.

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

18. Report to the Board

Respondent Mahdavi 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. Among other requirements, Respondent Mahdavi shall state in each report 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 total period of probation. Moreover, if the final probation report is not made as directed, probation shall be automatically extended until such time as the final report is made and accepted by the board.

19. Interview with the Board

Upon receipt of reasonable prior notice, Respondent Mahdavi 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 any 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.

20. Cooperate-with Board-Staff-

Respondent Mahdavi shall cooperate with the board's inspection program and with the board's monitoring and investigation of respondent's compliance with the terms and conditions of their probation. Failure to cooperate shall be considered a violation of probation.

21. Continuing Education

Respondent Mahdavi shall provide evidence of efforts to maintain skill and knowledge as a pharmacist as directed by the board or its designee.

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22. Notice to Employers

During the period of probation, Respondent Mahdavi shall notify all present and prospective employers of the decision in case number 4362 and the terms, conditions and restrictions imposed on respondent by the decision, as follows:

Within thirty (30) days of the effective date of this decision, and within fifteen (15) days of respondent undertaking any new employment, Respondent Mahdavi shall cause their direct supervisor, pharmacist-in-charge (including each new pharmacist-in-charge employed during respondent's tenure of employment) and owner to report to the board in writing acknowledging that the listed individual(s) has/have read the decision in case number 4362, and terms and conditions imposed thereby. It shall be Respondent Mahdavi's responsibility to ensure that her employer(s) and/or supervisor(s) submit timely acknowledgment(s) to the board.

If Respondent Mahdavi works for or is employed by or through a pharmacy employment service, Respondent Mahdavi must notify her direct supervisor, pharmacist-in-charge, and owner at every entity licensed by the board of the terms and conditions of the decision in case number 4362 in advance of the respondent commencing work at each licensed entity. A record of this notification must be provided to the board upon request.

Furthermore, within thirty (30) days of the effective date of this decision, and within fifteen (15) days of Respondent Mahdavi undertaking any new employment by or through a pharmacy employment service, Respondent Mahdavi shall cause her direct supervisor with the pharmacy employment service to report to the board in writing acknowledging that they have read the decision in case-number 4362-and-the-terms and conditions imposed thereby. It shall be Respondent Mahdavi's responsibility to ensure that her employer(s) and/or supervisor(s) submit timely acknowledgment(s) to the board.

Failure to timely notify present or prospective employer(s) or to cause that/those employer(s) to submit timely acknowledgments to the board shall be considered a violation of probation.

"Employment" within the meaning of this provision shall include any full-time, part-time, temporary, relief or pharmacy management service as a pharmacist or any

position for which a pharmacist license is a requirement or criterion for employment, whether the respondent is an employee, independent contractor or volunteer.

23. No Supervision of Interns, Serving as Pharmacist-in-Charge (PIC), Serving as Designated Representative-in-Charge, or Serving as a Consultant

During the period of probation, Respondent Mahdavi shall not supervise any intern pharmacist, be the pharmacist-in-charge or designated representative-in-charge of any entity licensed by the board nor serve as a consultant unless otherwise specified in this order.

Assumption of any such unauthorized supervision responsibilities shall be considered a violation of probation.

24. Reimbursement of Board Costs

As a condition precedent to successful completion of probation, Respondent Mahdavi shall pay to the board its costs of investigation and prosecution in the amount of \$18,441.50.

Respondent Mahdavi shall make said payments on a payment plan approved by the Board.

Respondent Mahdavi and Respondent Pharmacy shall be jointly and severally liable for the reimbursement of Board costs.

There shall be no deviation from this schedule absent prior written approval by the board or its designee. Failure to pay costs by the deadline(s) as directed shall be considered a violation of probation.

The filing of bankruptcy by respondent shall not relieve Respondent Mahdavi of her responsibility to reimburse the board its costs of investigation and prosecution.

25. Probation Monitoring Costs

Respondent Mahdavi shall pay any 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 by the deadline(s) as directed shall be considered a violation of probation.

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26. Status of License

Respondent Mahdavi shall, at all times while on probation, maintain an active, current license with the board, including any period during which suspension or probation is tolled. Failure to maintain an active, current license shall be considered a violation of probation.

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

27. License Surrender While on Probation/Suspension

Following the effective date of this decision, should Respondent Mahdavi cease practice due to retirement or health, or be otherwise unable to satisfy the terms and conditions of probation, Respondent Mahdavi may tender her license to the board for surrender. The board or its designee shall have the discretion whether to grant the request for surrender or take any other action it deems appropriate and reasonable. Upon formal acceptance of the surrender of the license, Respondent Mahdavi will no longer be subject to the terms and conditions of probation. This surrender constitutes a record of discipline and shall become a part of Respondent Mahdavi's license history with the board.

Upon acceptance of the surrender, Respondent Mahdavi shall relinquish her pocket and wall license to the board within ten (10) days of notification by the board that the surrender is accepted. Respondent Mahdavi may not reapply for any license from the board for three (3) years from the effective date of the surrender. Respondent Mahdavi shall meet all requirements applicable to the license sought as of the date the application for that license is submitted to the board, including any outstanding costs.

28. Notification of a Change in Name, Residence Address, Mailing Address or Employment

Respondent Mahdavi shall notify the board in writing within ten (10) days of any change of employment. Said notification shall include the reasons for leaving, the address of the new employer, the name of the supervisor and owner, and the work schedule if known. Respondent

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Mahdavi shall further notify the board in writing within ten (10) days of a change in name, residence address, mailing address, or phone number.

Failure to timely notify the board of any change in employer(s), name(s), address(es), or phone number(s) shall be considered a violation of probation.

29. Tolling of Probation

Except during periods of suspension, Respondent Mahdavi shall, at all times while on probation, be employed as a pharmacist in California for a minimum of forty (40) hours per calendar month. Any month during which this minimum is not met shall toll the period of probation, i.e., the period of probation shall be extended by one month for each month during which this minimum is not met. During any such period of tolling of probation, Respondent Mahdavi must nonetheless comply with all terms and conditions of probation.

Should Respondent Mahdavi, regardless of residency, for any reason (including vacation) cease practicing as a pharmacist for a minimum of forty (40) hours per calendar month in California, Respondent Mahdavi must notify the board in writing within ten (10) days of the cessation of practice, and must further notify the board in writing within ten (10) days of the resumption of practice. Any failure to provide such notification(s) shall be considered a violation of probation.

It is a violation of probation for Respondent Mahdavi's probation to remain tolled pursuant to the provisions of this condition for a total period, counting consecutive and non-consecutive months, exceeding thirty-six (36) months.

"Cessation of practice" means any calendar month during which respondent is not practicing as a pharmacist for at least forty (40) hours, as defined by Business and Professions Code section 4000 et seq. "Resumption of practice" means any calendar month during which respondent is practicing as a pharmacist for at least forty (40) hours as a pharmacist as defined by Business and Professions Code section 4000 et seq.

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30. Violation of Probation

If Respondent Mahdavi has not complied with any term or condition of probation, the board shall have continuing jurisdiction over respondent, and probation shall automatically be 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 Mahdavi violates probation in any respect, the board, after giving Respondent Mahdavi 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 Mahdavi 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.

31. Completion of Probation

Upon written notice by the board or its designee indicating successful completion of probation, Respondent Mahdavi's license will be fully restored.

32. Supervised Practice

During the first year of probation, Respondent Mahdavi shall practice only under the supervision of a licensed pharmacist not on probation with the board. Upon and after the effective-date-of-this-decision, Respondent-Mahdavi shall not practice pharmacy and her license—shall be automatically suspended until a supervisor is approved by the board or its designee. The supervision shall be, as required by the board or its designee, either:

Continuous – At least 75% of a work week

Substantial - At least 50% of a work week

Partial - At least 25% of a work week

Daily Review - Supervisor's review of probationer's daily activities within 24 hours

Within thirty (30) days of the effective date of this decision, Respondent Mahdavi shall

have her supervisor submit notification to the board in writing stating that the supervisor has read the decision in case number 4362 and is familiar with the required level of supervision as determined by the board or its designee. It shall be Respondent Mahdavi's responsibility to ensure that her employer(s), pharmacist-in-charge and/or supervisor(s) submit timely acknowledgement(s) to the board. Failure to cause the direct supervisor and the pharmacist-in-charge to submit timely acknowledgements to the board shall be considered a violation of probation.

If Respondent Mahdavi changes employment, it shall be Respondent Mahdavi's responsibility to ensure that her employer(s), pharmacist-in-charge and/or supervisor(s) submit timely acknowledgement(s) to the board. Respondent Mahdavi shall have her new supervisor, within fifteen (15) days after employment commences, submit notification to the board in writing stating the direct supervisor and pharmacist-in-charge have read the decision in case number 4362 and are familiar with the level of supervision as determined by the board. Respondent Mahdavi shall not practice pharmacy and her license shall be automatically suspended until the board or its designee approves a new supervisor. Failure to cause the direct supervisor and the pharmacist-in-charge to submit timely acknowledgements to the board shall be considered a violation of probation.

Within ten (10) days of leaving employment, Respondent Mahdavi shall notify the board in writing.

During suspension, Respondent Mahdavi 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 Mahdavi 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 controlled substances. Respondent Mahdavi shall not resume practice until notified by the board.

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During suspension, Respondent Mahdavi shall not engage in any activity that requires the professional judgment of a pharmacist. Respondent Mahdavi shall not direct or control any aspect of the practice of pharmacy. Respondent Mahdavi shall not perform the duties of a pharmacy technician or a designated representative for any entity licensed by the board.

Subject to the above restrictions, Respondent Mahdavi may continue to own or hold an interest in any licensed premises in which she holds an interest at the time this decision becomes effective unless otherwise specified in this order.

Failure to comply with this suspension shall be considered a violation of probation.

33. Administrative Penalty

As a condition precedent to successful completion of probation, Respondent Mahdavi shall pay to the Board an administrative penalty in the amount of \$100,000.00. Respondent Mahdavi shall make said payments on a payment plan approved by the Board. Respondent Mahdavi and Respondent Pharmacy shall be jointly and severally liable for the administrative penalty. There shall be no deviation from this schedule absent prior written approval by the board or its designee. Failure to pay the administrative penalty by the deadline(s) as directed shall be considered a violation of probation.

34. Remedial Education

Within sixty (60) days of the effective date of this decision, Respondent Mahdavi shall submit to the board or its designee, for prior approval, an appropriate program of remedial education related to documentation and distribution of drug samples as well as "take back" prescription medication. The program of remedial education shall consist of at least ten (10) hours per year of probation at respondent's own expense. All remedial education shall be in addition to, and shall not be credited toward, continuing education (CE) courses used for license renewal purposes.

Failure to timely submit or complete the approved remedial education shall be considered a violation of probation. The period of probation will be automatically extended until such remedial education is successfully completed and written proof, in a form acceptable to the board, is provided to the board or its designee.

Following the completion of each course, the board or its designee may require the Respondent Mahdavi, at her own expense, to take an approved examination to test the respondent's knowledge of the course. If Respondent Mahdavi does not achieve a passing score on the examination, this failure shall be considered a violation of probation. Any such examination failure shall require respondent to take another course approved by the board in the same subject area.

35. No New Ownership of Licensed Premises

Respondent Mahdavi shall not acquire any new ownership, legal or beneficial interest nor serve as a manager, administrator, member, officer, director, trustee, associate, or partner of any additional business, firm, partnership, or corporation licensed by the board. If Respondent Mahdavi currently owns or has any legal or beneficial interest in, or serves as a manager, administrator, member, officer, director, trustee, associate, or partner of any business, firm, partnership, or corporation currently or hereinafter licensed by the board, respondent may continue to serve in such capacity or hold that interest, but only to the extent of that position or interest as of the effective date of this decision. Violation of this restriction shall be considered a violation of probation.

36. Consultant for Owner or Pharmacist-In-Charge

During the period of probation, Respondent Mahdavi shall not supervise any intern pharmacist or serve as a consultant to any entity licensed by the board. Respondent Mahdavi may be a pharmacist-in-charge. However, if during the period of probation Respondent Mahdavi serves as a pharmacist-in-charge, Respondent Mahdavi shall retain an independent consultant at her own expense who shall be responsible for reviewing pharmacy operations on a monthly basis for compliance by respondent with state and federal laws and regulations governing the practice of pharmacy and for compliance by respondent with the obligations of a pharmacist-in-charge. The Board or its designee, in its sole discretion, may change the reporting requirement from monthly to quarterly. The consultant shall be a pharmacist licensed by and not on probation with the board and whose name shall be submitted to the board or its designee, for prior approval, within thirty (30) days of the effective date of this decision. Respondent Mahdavi shall not be a

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	. 1	pharmacist-in-charge at more than one pharmacy or at any pharmacy of which they is not the sole
1	2	owner. Failure to timely retain, seek approval of or ensure timely reporting by the consultant
	3	shall be considered a violation of probation.
•	4	37. Ethics Course
	5	Within sixty (60) calendar days of the effective date of this decision, Respondent Mahdavi
	6	shall enroll in a course in ethics, at respondent's expense, approved in advance by the board or its
	.7	designee. Failure to initiate the course during the first year of probation, and complete it within
	8	the second year of probation, is a violation of probation.
	9	Respondent Mahdavi shall submit a certificate of completion to the board or its designee
	10	within five days after completing the course.
, '	11	ACCEPTANCE
	12	I have carefully read the above Stipulated Settlement and Disciplinary Order and have fully
	13	discussed it with my attorney, Herbert L. Weinberg. I understand the stipulation and the effect it
•	14	will have on my Original Permit. I enter into this Stipulated Settlement and Disciplinary Order
. !	15	voluntarily, knowingly, and intelligently, and agree to be bound by the Decision and Order of the
	16	Board of Pharmacy,
	17	ATO TO A CONTRACTOR AND
	18	DATED: 9/24/2013 GJPL DBA ST. JOHNS MEDICAL PLAZA
	19	PHARMACY
	20	Respondent Pharmacy
	21	Thave carefully read the above Stipulated Settlement and Disciplinary Order and have fully
	22	discussed it with my attorney, Herbert L. Weinberg. I understand the stipulation and the effect it
•	23	will have on my Original Pharmacist License. I enter into this Stipulated Settlement and
·	24	Disciplinary Order voluntarily, knowingly, and intelligently, and agree to be bound by the
•	25	Decision and Order of the Board of Pharmacy.
•	26	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
	27	DATED: 9772015 FARNAZ MAHDAVI
	28	Respondent Mahdavi
. BLAE NA LBAUG	AT 01041	STIPULATED SETTLEMENT (4352)
THUE ZIZ " KUYU	MI 31241	2013 3:51:25 PM [Eastern Daylight Time] * SVR:RICRIGHTFAX/20 * DNIS:3154 * CSID:13108285645 * DURATION (mm-ss):00-34

1 I have read and fully discussed with Respondents GJPL, Inc. dba Saint Johns Medical Plaza 2 Pharmacy and Farnaz Mahdavi the terms and conditions and other matters contained in the above 3 Stipulated Settlement and Disciplinary Order. I approve its form and content. 4 6 Herbert Weinberg Attorney for Respondents 7 8 **ENDORSEMENT** 9 10 The foregoing Stipulated Settlement and Disciplinary Order is hereby respectfully 11 submitted for consideration by the Board of Pharmacy of the Department of Consumer Affairs. 12 Dated: 9/27/13 Respectfully submitted, 13 KAMALA D. HARRIS 14 Attorney General of California MARC D. GREENBAUM 15 Supervising Deputy Attorney General 16 17 ZACHARY T. FANSELOW Deputy Attorney General 18 Attorneys for Complainant 19 20 LA2012507384 51366946:doc 21 22 23 24 25 26 27 28

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STIPULATED SETTLEMENT (4362)

Exhibit A

First Amended Accusation No. 4362

- 11				
1 2 3 4 5 6 7	Kamala D. Harris Attorney General of California Marc D. Greenbaum Supervising Deputy Attorney General Zachary T. Fanselow Deputy Attorney General State Bar No. 274129 300 So. Spring Street, Suite 1702 Los Angeles, CA 90013 Telephone: (213) 897-2562 Facsimile: (213) 897-2804 Attorneys for Complainant			
8	BEFORE THE BOARD OF PHARMACY			
	DEPARTMENT OF CONSUMER AFFAIRS			
9	STATE OF CALIFORNIA			
10				
11	In the Matter of the Accusation Against:	Case No. 4362		
12	GJPL INC., DBA SAINT JOHNS MEDICAL PLAZA PHARMACY; FARNAZ MAHDAVI	FIRST AMENDED ACCUSATION		
13	1301 20th Street, #120 Santa Monica, CA 90404	THE TANGENT PROCESSION		
14		·		
15	Original Pharmacist License No. RPH42814 Original Permit No. PHY 43536			
16	Respondents.			
17		1		
18	Complainant alleges:			
19	PAR	TIES		
20	1. Virginia Herold ("Complainant") bri	ngs this First Amended Accusation solely in her		
21	official capacity as the Executive Officer of the Board of Pharmacy, Department of Consumer			
22	Affairs.			
23	2. On or about August 10, 1989, the Board of Pharmacy issued Original Pharmacist			
24	License Number RPH 42814 to Farnaz Mahdavi ("Respondent Mahdavi"). The Pharmacist			
25	License was in full force and effect at all times relevant to the charges brought herein and will			
26	expire on August 31, 2013, unless renewed.			
27	3. On or about May 20, 1998, the Board of Pharmacy issued Original Permit Number			
28	PHY 43536 to GJPL Inc., dba Saint Johns Medical Plaza Pharmacy; Farnaz Mahdavi			
ı	11	4		

("Respondent Pharmacy"). The Original Permit was in full force and effect at all times relevant to the charges brought herein and will expire on May 1, 2014, unless renewed.

JURISDICTION

4. This First Amended Accusation is brought before the Board of Pharmacy,
Department of Consumer Affairs ("Board"), under the authority of the following laws. All
section references are to the Business and Professions Code unless otherwise indicated.

STATUTORY PROVISIONS

- 5. Section 118, subdivision (b), provides that the suspension, expiration, surrender, or cancellation of a license shall not deprive the Board of jurisdiction to proceed with a disciplinary action during the period within which the license may be renewed, restored, reissued or reinstated.
- 6. Section 4300 provides, in pertinent part, that every license issued by the Board is subject to discipline, including suspension or revocation.
 - 7. Section 4301 states, in pertinent part:

"The board shall take action against any holder of a license who is guilty of 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 the following:

. . . .

- "(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 pharmacy, including regulations established by the board or by any other state or federal regulatory agency."
 - 8. Section 4022 states:

"Dangerous drug" or "dangerous device" means any drug or device unsafe for self-use in humans or animals, and includes the following:

"(a) Any drug that bears the legend: "Caution: federal law prohibits dispensing without prescription," "Rx only," or words of similar import.

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First Amended Accusation

AGO - 00022

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."

- 13. Section 4342 states, in pertinent part:
- "(a) The board may institute any action or actions as may be provided by law and that, in its discretion, are necessary, to prevent the sale of pharmaceutical preparations and drugs that do not conform to the standard and tests as to quality and strength, provided in the latest edition of the United States Pharmacopoeia or the National Formulary, or that violate any provision of the Sherman Food, Drug and Cosmetic Law (Part 5 (commencing with Section 109875) of Division 104 of the Health and Safety Code)."
 - 14. Code of Federal Regulations 1301.75 states, in pertinent part:
- "(b) Controlled substances listed in Schedules II, III, IV and V shall be stored in a securely locked, substantially constructed cabinet. However, pharmacies and institutional practitioners may disperse such substances throughout the stock of noncontrolled substances in such a manner as to obstruct the theft or diversion of the controlled substances."
 - 15. Code of Federal Regulations 1304.11 states, in pertinent part:
- "(c) Biennial inventory date. After the initial inventory is taken, the registrant shall take a new inventory of all stocks of controlled substances on hand at least every two years. The biennial inventory may be taken on any date which is within two years of the previous biennial inventory date."
 - 16. California Code of Regulations, title 16, section 1714, states, in pertinent part:
- "(e) The temporary absence authorized by this section shall be limited to the minimum period authorized for pharmacists by section 512 of the Labor Code or orders of the Industrial Welfare Commission and any meal shall be limited to 30 minutes. The pharmacist who is on break shall not be required to remain in the pharmacy area during the break period.
- "(f) The pharmacy shall have written policies and procedures regarding the operations of the pharmacy during the temporary absence of the pharmacist for breaks and meal periods. The policies and procedures shall include the authorized duties of ancillary staff, the pharmacist's

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responsibilities for checking all work performed by ancillary staff and the pharmacist's responsibility for maintaining the security of the pharmacy. The policies and procedures shall be open to inspection by the board or its designee at all times during business hours."

COST RECOVERY

17. Section 125.3 states, in pertinent part, that the Board may request the administrative law judge to direct a licentiate found to have committed a violation or violations of the licensing act to pay a sum not to exceed the reasonable costs of the investigation and enforcement of the case.

FIRST CAUSE FOR DISCIPLINE

(Failing to Maintain Records of Acquisition and Disposition of Dangerous Drugs)

- 18. Respondent Mahdavi's Pharmacist License and Respondent Pharmacy's Original Permit are subject to disciplinary action under section 4081, subsection (a) in that Respondents Mahdavi and Pharmacy failed to maintain records, as required for three years, of the acquisition and disposition of dangerous drugs. The circumstances are as follows:
- a. On or about September 26, 2011, an investigation of Saint Johns Medical Plaza Pharmacy ("Saint Johns") revealed that the pharmacy was in possession of trash bags full of prescription drug samples in addition to bottled prescription drugs that were labeled as previously distributed by other pharmacies. Saint Johns did not have any records pertaining to the acquisition or disposition of the prescription drug samples. Saint Johns also did not have any records pertaining to the acquisition or disposition of the "take back" medications that had been previously distributed by other pharmacies. Respondent Mahdavi stated that the prescription drug samples came from doctors in the adjacent medical building and that the prescription drugs from other pharmacies were given to Saint Johns by patients who had medication they no longer needed either because the medication had been prescribed to a deceased family member or the medication had expired. Respondent Mahdavi admitted to Board Inspector White that Saint Johns did not keep records of the "take back" medications or the prescription drug samples the pharmacy obtained.

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SECOND CAUSE FOR DISCIPLINE

(Maintaining Misbranded or Unlabeled Dangerous Drugs)

- 19. Respondent Mahdavi's Pharmacist License and Respondent Pharmacy's Original Permit are subject to disciplinary action under section 4342, subsection (a), in that Respondents Mahdavi and Pharmacy maintained dangerous drugs that were misbranded or unlabeled. The circumstances are as follows:
- a. On or about September 26, 2011, Respondents Mahdavi and Pharmacy maintained unlabeled or misbranded tablets and capsules that were stored in the pharmacy's regular drug stock. Respondents also stored dangerous drugs in prescription bottles containing no label or identifying information regarding the drug name, strength, lot number or expiration date. Additionally, Respondents maintained unlabeled drugs in prescription bottles that were attached by rubber band to a manufacturer's labeled container.

THIRD CAUSE FOR DISCIPLINE

(Failure to Inventory Controlled Substances)

- 20. Respondent Mahdavi's Pharmacist License and Respondent Pharmacy's Original Permit are subject to disciplinary action under section 4301, subsection (o), in that Respondents violated Code of Federal Regulations section 1304.11, subsection (c), by failing to inventory all controlled substances in stock at least every two years as required by the Drug Enforcement Administration ("DEA") Controlled Substances Inventory. The circumstances are as follows:
- a. On or about July 14, 2010, the DEA biennial inventory was performed but Respondents Mahdavi and Pharmacy failed to include and inventory all controlled substances maintained at Saint Johns. Not included in the DEA biennial inventory were controlled liquids and anabolic steroids.

FOURTH CAUSE FOR DISCIPLINE

(Improper Storage of Controlled Substances)

21. Respondent Mahdavi's Pharmacist License and Respondent Pharmacy's Original Permit are subject to disciplinary action under section 4301, subsection (o), in that Respondents violated Code of Federal Regulations section 1301.75, subsection (b), by failing to securely lock

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controlled substances or alternatively disperse the controlled substances throughout non controlled drug stock in a manner to obstruct the theft or diversion of controlled substances. The circumstances are as follows:

a. On or about September 26, 2011, an investigation of Saint Johns revealed that the pharmacy did not have a separate lockable prescription area. Additionally, considerable amounts of Schedule II controlled substances were found in Saint Johns stored in unsecured open baskets.

FIFTH CAUSE FOR DISCIPLINE

(Failure to Develop Policies for Operating without a Pharmacist)

- 22. Respondent Mahdavi's Pharmacist License and Respondent Pharmacy's Original Permit are subject to disciplinary action under section 4301, subsection (o), in that Respondents violated California Code of Regulations section 1714, subsection (f), by failing to have written policies and procedures regarding the operation of the pharmacy during the temporary absence of the pharmacist. The circumstances are as follows:
- a. On or about February 14, 2012, Board Inspector White arrived at Saint Johns for an inspection at approximately 8:40 a.m. When Board Inspector White arrived, Saint Johns was operating without a pharmacist present. Technician Mehrdad Mavadat, who was present at the time, stated that Respondent Mahdavi opened the pharmacy at 8:30 a.m. before going upstairs to visit doctors in the adjacent office building. Respondent Mahdavi arrived at the pharmacy at 9:03 a.m. When questioned regarding her absence, Respondent Mahdavi admitted that there was no written policy governing temporary absences of the pharmacist.

SIXTH CAUSE FOR DISCIPLINE

(Non-Pharmacist Signing for Drug Delivery)

- 23. Respondent Mahdavi's Pharmacist License and Respondent Pharmacy's Original Permit are subject to disciplinary action under section 4059.5, subsection (a), in that Respondents Mahdavi and Pharmacy failed to comply with the requirement that only a pharmacist sign for the delivery of dangerous drugs. The circumstances are as follows:
- a. On or about February 14, 2012, Technician Mehrdad Mavadat, while working at Saint Johns, was observed signing for a dangerous drug delivery associated with Cardinal Health

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invoice numbers 5526219 and 552745 while Respondent Mahdavi was absent from the pharmacy. Records indicate Technician Mavadat has also signed for at least eighty-six (86) other dangerous drug deliveries from Cardinal Health.

DISCIPLINARY CONSIDERATIONS

- 24. To determine the degree of discipline, Complainant alleges the following:
- a. On or about August 29, 2012, the Board issued Respondent Mahdavi Citation

 Number CI 2012 53645, with a \$500.00 fine. Respondent Mahdavi complied with the citation
 and it is final. The Citation alleged that on or about December 1, 2011, at Respondent Pharmacy,
 Respondent Mahdavi dispensed a patient a new prescription for Lansoprazole with the
 prescription directions incorrectly typed as "Take 1 capsule 4 times a day" instead of "Take 1
 capsule daily" as prescribed by the doctor.
- b. On or about August 29, 2012, the Board issued Respondent Pharmacy Citation Number CI 2011 50694, with no associated fine. Respondent Pharmacy complied with the citation and it is final. The Citation alleged that on or about December 1, 2011, at Respondent Pharmacy, Respondent Mahdavi dispensed a patient a new prescription for Lansoprazole with the prescription directions incorrectly typed as "Take 1 capsule 4 times a day" instead of "Take 1 capsule daily" as prescribed by the doctor.

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 Original Permit Number PHY 43536, issued to GJPL Inc., dba Saint Johns Medical Plaza Pharmacy; Farnaz Mahdavi;
- 2. Revoking or suspending Original Pharmacist License Number RPH 42814 issued to Farnaz Mahdavi;
- 3. Ordering Respondents GJPL Inc., dba Saint Joseph Medical Plaza Pharmacy and Farnaz Mahdavi 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; and,

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1	4. Taking such other and further action as deemed necessary and proper.		
2	Mari Couchens		
3	DATED: 8/22/13 by direction for		
4	VIRGINIA HEROLD Executive Officer		
5 6	Board of Pharmacy Department of Consumer Affairs State of California		
7	Complainant		
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