



California State Board of Pharmacy
 1625 N. Market Blvd, N219, Sacramento, CA 95834
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BUSINESS, CONSUMER SERVICES AND HOUSING AGENCY
 DEPARTMENT OF CONSUMER AFFAIRS
 GOVERNOR EDMUND G. BROWN JR.

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 BOARD OF PHARMACY
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APPLICATION FOR VOLUNTARY SURRENDER OF PHARMACIST / INTERN LICENSE

PLEASE PRINT IN BLACK OR BLUE INK OR TYPE YOUR RESPONSES

Name: <u>JAMES A. WILSON</u>	Case No. <u>AC 4389</u>
Address of Record: <u>707 AVENIDA AZOR</u> <u>SAN CLEMENTE, CA 92673</u>	

Pursuant to the terms and conditions of my probation with the California State Board of Pharmacy (Board) in Case No. AC 4389, I hereby request to surrender my license, License No. RPH 73617. 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, I will no longer be subject to the terms and conditions of probation. I understand that this surrender constitutes a record of discipline and shall become a part of my license history with the Board.

Upon the acceptance of the surrender, I shall relinquish my pocket and wall license to the Board within ten (10) days of notification by the Board that the surrender is accepted. I understand that I may not reapply for any license from the board for three (3) years from the effective date of the surrender. I further understand that I 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.

PLEASE BE ADVISED THAT YOU ARE NOT RELIEVED OF THE REQUIREMENTS OF YOUR PROBATION UNLESS THE BOARD NOTIFIES YOU THAT YOUR REQUEST TO SURRENDER YOUR LICENSE HAS BEEN ACCEPTED.

James A. Wilson
 Applicant's Signature

4/10/15
 Date

[Signature]
 Executive Officer's Approval

4/17/15
 Date

All items on this application are mandatory in accordance with your probationary order and the Board's Disciplinary Guidelines as authorized by Title 16, California Code of Regulations section 1760. Failure to provide any of the requested information or providing unreadable information will result in the application being rejected as incomplete. The information provided on this form will be used to determine eligibility for surrender. The official responsible for information maintenance is the Executive Officer, telephone (916) 574-7900, 1625 N. Market Blvd., Suite N-219, Sacramento, CA 95834. The information you provide may also be disclosed in the following circumstances: (1) in response to a Public Records Act request; (2) to another government agency as required by state or federal law; or, (3) in response to a court or administrative order, a subpoena, or a search warrant. Each individual has the right to review the files or records maintained on them by our agency, unless the records are identified as confidential information and exempted by Section 1798.40 of the Civil Code.

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

In the Matter of the Second Amended
Accusation Against:

Case No. 4389

JAMES A. WILSON
P.O. Box 73023
San Clemente, CA 92673

Pharmacist License No. RPH 23617

Respondent.

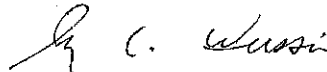
DECISION AND ORDER

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

This decision shall become effective on September 18, 2014.

It is so ORDERED on September 11, 2014.

BOARD OF PHARMACY
DEPARTMENT OF CONSUMER AFFAIRS
STATE OF CALIFORNIA



By _____

STAN C. WEISSER
Board President

1 KAMALA D. HARRIS
Attorney General of California
2 GREGORY J. SALUTE
Supervising Deputy Attorney General
3 THOMAS L. RINALDI
Deputy Attorney General
4 State Bar No. 206911
300 So. Spring Street, Suite 1702
5 Los Angeles, CA 90013
Telephone: (213) 897-2541
6 Facsimile: (213) 897-2804
Attorneys for Complainant

7
8 **BEFORE THE**
BOARD OF PHARMACY
9 **DEPARTMENT OF CONSUMER AFFAIRS**
STATE OF CALIFORNIA

10 In the Matter of the Second Amended
11 Accusation Against:

12 **JAMES A. WILSON**
13 **P.O. Box 2092**
Arcadia, CA 91077
14 **Pharmacist License No. RPH 23617**

15 Respondent.

Case No. 4389

**STIPULATED SETTLEMENT AND
DISCIPLINARY ORDER**

16 IT IS HEREBY STIPULATED AND AGREED by and between the parties to the above-
17 entitled proceedings that the following matters are true:

18 PARTIES

19 1. Virginia Herold ("Complainant") is the Executive Officer of the Board of Pharmacy.
20 She brought this action solely in her official capacity and is represented in this matter by Kamala
21 D. Harris, Attorney General of the State of California, by Thomas L. Rinaldi, Deputy Attorney
22 General.

23 2. Respondent James A. Wilson ("Respondent") is represented in this proceeding by
24 attorney Herb Weinberg, whose address is: 1800 Century Park East, Los Angeles, CA 90067.

25 3. On or about August 10, 1967, the Board of Pharmacy issued Pharmacist License No.
26 RPH 23617 to James A. Wilson (Respondent). The Pharmacist License was in full force and
27 effect at all times relevant to the charges brought in Second Amended Accusation No. 4389 and
28 will expire on December 31, 2015, unless renewed.

1 establish a factual basis for the charges in the Second Amended Accusation, and that Respondent
2 hereby gives up his right to contest those charges.

3 11. Respondent agrees that his Pharmacist License is subject to discipline and he agrees
4 to be bound by the Board's probationary terms as set forth in the Disciplinary Order below.

5 RESERVATION

6 12. The admissions made by Respondent herein are only for the purposes of this
7 proceeding, or any other proceedings in which the Board of Pharmacy or other professional
8 licensing agency is involved, and shall not be admissible in any other criminal or civil
9 proceeding.

10 CONTINGENCY

11 13. This stipulation shall be subject to approval by the Board of Pharmacy. Respondent
12 understands and agrees that counsel for Complainant and the staff of the Board of Pharmacy may
13 communicate directly with the Board regarding this stipulation and settlement, without notice to
14 or participation by Respondent or his counsel. By signing the stipulation, Respondent
15 understands and agrees that he may not withdraw his agreement or seek to rescind the stipulation
16 prior to the time the Board considers and acts upon it. If the Board fails to adopt this stipulation
17 as its Decision and Order, the Stipulated Settlement and Disciplinary Order shall be of no force or
18 effect, except for this paragraph, it shall be inadmissible in any legal action between the parties,
19 and the Board shall not be disqualified from further action by having considered this matter.

20 14. The parties understand and agree that Portable Document Format (PDF) and facsimile
21 copies of this Stipulated Settlement and Disciplinary Order, including Portable Document Format
22 (PDF) and facsimile signatures thereto, shall have the same force and effect as the originals.

23 15. This Stipulated Settlement and Disciplinary Order is intended by the parties to be an
24 integrated writing representing the complete, final, and exclusive embodiment of their agreement.
25 It supersedes any and all prior or contemporaneous agreements, understandings, discussions,
26 negotiations, and commitments (written or oral). This Stipulated Settlement and Disciplinary
27 Order may not be altered, amended, modified, supplemented, or otherwise changed except by a
28 writing executed by an authorized representative of each of the parties.

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

4 **DISCIPLINARY ORDER**

5 IT IS HEREBY ORDERED that Pharmacist License No. RPH 23617 issued to Respondent
6 James A. Wilson (Respondent) is revoked. However, the revocation is stayed and Respondent is
7 placed on probation for five (5) years on the following terms and conditions.

8 **1. Obey All Laws**

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

10 Respondent shall report any of the following occurrences to the board, in writing, within
11 seventy-two (72) hours of such occurrence:

- 12 • an arrest or issuance of a criminal complaint for violation of any provision of the
13 Pharmacy Law, state and federal food and drug laws, or state and federal controlled
14 substances laws
15 • a plea of guilty or nolo contendere in any state or federal criminal proceeding to any
16 criminal complaint, information or indictment
17 • a conviction of any crime
18 • discipline, citation, or other administrative action filed by any state or federal agency
19 which involves respondent's pharmacist license or which is related to the practice of
20 pharmacy or the manufacturing, obtaining, handling, distributing, billing, or charging
21 for any drug, device or controlled substance.

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

23 **2. Report to the Board**

24 Respondent shall report to the board quarterly, on a schedule as directed by the board or its
25 designee. The report shall be made either in person or in writing, as directed. Among other
26 requirements, respondent shall state in each report under penalty of perjury whether there has
27 been compliance with all the terms and conditions of probation. Failure to submit timely reports
28 in a form as directed shall be considered a violation of probation. Any period(s) of delinquency

1 in submission of reports as directed may be added to the total period of probation. Moreover, if
2 the final probation report is not made as directed, probation shall be automatically extended until
3 such time as the final report is made and accepted by the board.

4 **3. Interview with the Board**

5 Upon receipt of reasonable prior notice, respondent shall appear in person for interviews
6 with the board or its designee, at such intervals and locations as are determined by the board or its
7 designee. Failure to appear for any scheduled interview without prior notification to board staff,
8 or failure to appear for two (2) or more scheduled interviews with the board or its designee during
9 the period of probation, shall be considered a violation of probation.

10 **4. Cooperate with Board Staff**

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

14 **5. Continuing Education**

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

17 **6. Notice to Employers**

18 During the period of probation, respondent shall notify all present and prospective
19 employers of the decision in case number 4389 and the terms, conditions and restrictions imposed
20 on respondent by the decision, as follows:

21 Within thirty (30) days of the effective date of this decision, and within fifteen (15) days of
22 respondent undertaking any new employment, respondent shall cause his direct supervisor,
23 pharmacist-in-charge (including each new pharmacist-in-charge employed during respondent's
24 tenure of employment) and owner to report to the board in writing acknowledging that the listed
25 individual(s) has/have read the decision in case number 4389, and terms and conditions imposed
26 thereby. It shall be respondent's responsibility to ensure that his employer(s) and/or supervisor(s)
27 submit timely acknowledgment(s) to the board.

28

1 If respondent works for or is employed by or through a pharmacy employment service,
2 respondent must notify his direct supervisor, pharmacist-in-charge, and owner at every entity
3 licensed by the board of the terms and conditions of the decision in case number 4389 in advance
4 of the respondent commencing work at each licensed entity. A record of this notification must be
5 provided to the board upon request.

6 Furthermore, within thirty (30) days of the effective date of this decision, and within fifteen
7 (15) days of respondent undertaking any new employment by or through a pharmacy employment
8 service, respondent shall cause his direct supervisor with the pharmacy employment service to
9 report to the board in writing acknowledging that he has read the decision in case number 4389
10 and the terms and conditions imposed thereby. It shall be respondent's responsibility to ensure
11 that his employer(s) and/or supervisor(s) submit timely acknowledgment(s) to the board.

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

15 "Employment" within the meaning of this provision shall include any full-time,
16 part-time, temporary, relief or pharmacy management service as a pharmacist or any
17 position for which a pharmacist license is a requirement or criterion for employment,
18 whether the respondent is an employee, independent contractor or volunteer.

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

21 During the period of probation, respondent shall not supervise any intern pharmacist, be the
22 pharmacist-in-charge or designated representative-in-charge of any entity licensed by the board
23 nor serve as a consultant unless otherwise specified in this order. Assumption of any such
24 unauthorized supervision responsibilities shall be considered a violation of probation.

25 **8. Reimbursement of Board Costs**

26 As a condition precedent to successful completion of probation, respondent shall pay to the
27 board its costs of investigation and prosecution in the amount of \$26,000. Respondent shall make
28

1 said payments pursuant to a payment plan approved by the Board, with the final payment due six
2 months prior to the termination of probation.

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

6 The filing of bankruptcy by respondent shall not relieve respondent of his responsibility to
7 reimburse the board its costs of investigation and prosecution.

8 **9. Probation Monitoring Costs**

9 Respondent shall pay any costs associated with probation monitoring as determined by the
10 board each and every year of probation. Such costs shall be payable to the board on a schedule as
11 directed by the board or its designee. Failure to pay such costs by the deadline(s) as directed shall
12 be considered a violation of probation.

13 **10. Status of License**

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

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

21 **11. License Surrender While on Probation/Suspension**

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

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

7 **12. Notification of a Change in Name, Residence Address, Mailing Address or**
8 **Employment**

9 Respondent shall notify the board in writing within ten (10) days of any change of
10 employment. Said notification shall include the reasons for leaving, the address of the new
11 employer, the name of the supervisor and owner, and the work schedule if known. Respondent
12 shall further notify the board in writing within ten (10) days of a change in name, residence
13 address, mailing address, or phone number.

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

16 **13. Tolling of Probation**

17 Except during periods of suspension, respondent shall, at all times while on probation, be
18 employed as a pharmacist in California for a minimum of 12 hours per calendar month. Any
19 month during which this minimum is not met shall toll the period of probation, i.e., the period of
20 probation shall be extended by one month for each month during which this minimum is not met.
21 During any such period of tolling of probation, respondent must nonetheless comply with all
22 terms and conditions of probation.

23 Should respondent, regardless of residency, for any reason (including vacation) cease
24 practicing as a pharmacist for a minimum of 12 hours per calendar month in California,
25 respondent must notify the board in writing within ten (10) days of the cessation of practice, and
26 must further notify the board in writing within ten (10) days of the resumption of practice. Any
27 failure to provide such notification(s) shall be considered a violation of probation.

28

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

4 "Cessation of practice" means any calendar month during which respondent is
5 not practicing as a pharmacist for at least 12 hours; as defined by Business and
6 Professions Code section 4000 et seq. "Resumption of practice" means any calendar
7 month during which respondent is practicing as a pharmacist for at least 12 hours as a
8 pharmacist as defined by Business and Professions Code section 4000 et seq.

9 **14. Violation of Probation**

10 If a respondent has not complied with any term or condition of probation, the board shall
11 have continuing jurisdiction over respondent, and probation shall automatically be extended, until
12 all terms and conditions have been satisfied or the board has taken other action as deemed
13 appropriate to treat the failure to comply as a violation of probation, to terminate probation, and
14 to impose the penalty that was stayed.

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

23 **15. Completion of Probation**

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

26 **16. Community Services Program**

27 Within sixty (60) days of the effective date of this decision, respondent shall submit to the
28 board or its designee, for prior approval, a community service program in which respondent shall

1 provide free health-care related services on a regular basis to a community or charitable facility or
2 agency for at least 48 hours per year for each year of probation. Within thirty (30) days of board
3 approval thereof, respondent shall submit documentation to the board demonstrating
4 commencement of the community service program. A record of this notification must be
5 provided to the board upon request. Respondent shall report on progress with the community
6 service program in the quarterly reports. Failure to timely submit, commence, or comply with the
7 program shall be considered a violation of probation.

8 **17. Ethics Course**

9 Within sixty (60) calendar days of the effective date of this decision, respondent shall enroll
10 in a course in ethics, at respondent's expense, approved in advance by the board or its designee.
11 Failure to initiate the course during the first year of probation, and complete it within the second
12 year of probation, is a violation of probation.

13 Respondent shall submit a certificate of completion to the board or its designee within five
14 days after completing the course.

15 ACCEPTANCE

16 I have carefully read the above Stipulated Settlement and Disciplinary Order and have fully
17 discussed it with my attorney, Herb Weinberg. I understand the stipulation and the effect it will
18 have on my Pharmacist License. I enter into this Stipulated Settlement and Disciplinary Order
19 voluntarily, knowingly, and intelligently, and agree to be bound by the Decision and Order of the
20 Board of Pharmacy.

21 DATED: 6/13/2014

James A. Wilson
22 JAMES A. WILSON
Respondent

23 I have read and fully discussed with Respondent James A. Wilson the terms and conditions
24 and other matters contained in the above Stipulated Settlement and Disciplinary Order. I approve
25 its form and content.

26 DATED: _____

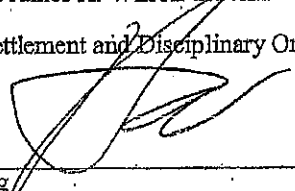
27 Herb Weinberg
Attorney for Respondent

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

DATED: 6/13/2014

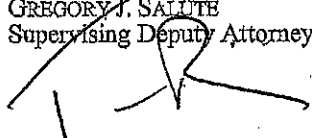

Herb Weinberg
Attorney for Respondent

ENDORSEMENT

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

Dated: 8-15-2014

Respectfully submitted,
KAMALA D. HARRIS
Attorney General of California
GREGORY J. SALLTE
Supervising Deputy Attorney General


THOMAS L. RINALDI
Deputy Attorney General
Attorneys for Complainant

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Exhibit A

Second Amended Accusation No. 4389

1 KAMALA D. HARRIS
Attorney General of California
2 KAREN B. CHAPPELLE
Supervising Deputy Attorney General
3 THOMAS L. RINALDI
Deputy Attorney General
4 State Bar No. 206911
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5 Los Angeles, CA 90013
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Attorneys for Complainant
7

8 **BEFORE THE**
BOARD OF PHARMACY
DEPARTMENT OF CONSUMER AFFAIRS
9 **STATE OF CALIFORNIA**

10 In the Matter of the Second Amended
11 Accusation Against: _____

Case No. 4389

12 **SIX TWELVE PHARMACY; JAMES A.**
WILSON, Owner
13 **107-A West Huntington Drive**
Arcadia, CA 91007

SECOND AMENDED ACCUSATION

14 **Pharmacy Permit No. PHY 36222,**

15 **and**

16 **JAMES A. WILSON**
17 **P.O. Box 2092**
Arcadia, CA 91077

18 **Pharmacist License No. RPH 23617**

19 Respondent.
20

21 Complainant alleges:

22 **PARTIES**

23 1. Virginia Herold (Complainant) brings this Second Amended Accusation solely in her
24 official capacity as the Executive Officer of the Board of Pharmacy, Department of Consumer
25 Affairs.

26 2. On or about April 6, 1990, the Board of Pharmacy issued Pharmacy Permit Number
27 PHY 36222 to Six Twelve Pharmacy; James A. Wilson, Owner (Respondent Six Twelve
28

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

3 3. On or about August 10, 1967, the Board of Pharmacy issued Pharmacist License
4 Number RPH 23617 to James A. Wilson (Respondent Wilson). The Pharmacist License was in
5 full force and effect at all times relevant to the charges brought herein and expired on December
6 31, 2015.

7 JURISDICTION

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

11 5. Section 4040.5 of the Code states:

12 "Reverse distributor" means every person who acts as an agent for pharmacies, drug
13 wholesalers, manufacturers, and other entities by receiving, inventorying, and managing the
14 disposition of outdated or nonsalable dangerous drugs.

15 6. Section 4301 of the Code states, in pertinent part:

16 "The board shall take action against any holder of a license who is guilty of unprofessional
17 conduct or whose license has been procured by fraud or misrepresentation or issued by mistake.
18 Unprofessional conduct shall include, but is not limited to, any of the following:

19

20 "(j) The violation of any of the statutes of this state, or any other state, or of the United
21 States regulating controlled substances and dangerous drugs.

22

23 "(o) Violating or attempting to violate, directly or indirectly, or assisting in or abetting the
24 violation of or conspiring to violate any provision or term of this chapter or of the applicable
25 federal and state laws and regulations governing pharmacy, including regulations established by
26 the board or by any other state or federal regulatory agency.

27

1 7. Section 4059 of the Code states, in pertinent part:

2 "(a) A person may not furnish any dangerous drug, except upon the prescription of a
3 physician, dentist, podiatrist, optometrist, veterinarian, or naturopathic doctor pursuant to Section
4 3640.7. A person may not furnish any dangerous device, except upon the prescription of a
5 physician, dentist, podiatrist, optometrist, veterinarian, or naturopathic doctor pursuant to Section
6 3640.7.

7 "(b) This section does not apply to the furnishing of any dangerous drug or dangerous
8 device by a manufacturer, wholesaler, or pharmacy to each other or to a physician, dentist,
9 podiatrist, optometrist, veterinarian, or naturopathic doctor pursuant to Section 3640.7., or to a
10 laboratory under sales and purchase records that correctly give the date, the names and addresses
11 of the supplier and the buyer, the drug or device, and its quantity. This section does not apply to
12 the furnishing of any dangerous device by a manufacturer, wholesaler, or pharmacy to a physical
13 therapist acting within the scope of his or her license under sales and purchase records that
14 correctly provide the date the device is provided, the names and addresses of the supplier and the
15 buyer, a description of the device, and the quantity supplied.

16 8. Section 4104 of the Code states, in pertinent part:

17 (a) Every pharmacy shall have in place procedures for taking action to protect the public
18 when a licensed individual employed by or with the pharmacy is discovered or known to be
19 chemically, mentally, or physically impaired to the extent it affects his or her ability to practice
20 the profession or occupation authorized by his or her license, or is discovered or known to have
21 engaged in the theft, diversion, or self-use of dangerous drugs.

22 (b) Every pharmacy shall have written policies and procedures for addressing chemical,
23 mental, or physical impairment, as well as theft, diversion, or self-use of dangerous drugs, among
24 licensed individuals employed by or with the pharmacy.

25 ...

26 9. Section 4169 of the Code states:

27 (a) A person or entity may not do any of the following:
28

1 (1) Purchase, trade, sell, or transfer dangerous drugs or dangerous devices at wholesale
2 with a person or entity that is not licensed with the board as a wholesaler or pharmacy.

3 (2) Purchase, trade, sell, or transfer dangerous drugs that the person knew or reasonably
4 should have known were adulterated, as set forth in Article 2 (commencing with Section 111250)
5 of Chapter 6 of Part 5 of Division 104 of the Health and Safety Code.

6 (3) Purchase, trade, sell, or transfer dangerous drugs that the person knew or reasonably
7 should have known were misbranded, as defined in Section 111335 of the Health and Safety
8 Code.

9 (4) Purchase, trade, sell, or transfer dangerous drugs or dangerous devices after the beyond
10 use date on the label.

11 (5) Fail to maintain records of the acquisition or disposition of dangerous drugs or
12 dangerous devices for at least three years.

13 (b) Notwithstanding any other provision of law, a violation of this section or of subdivision
14 (c) or (d) of Section 4163 may subject the person or entity that has committed the violation to a
15 fine not to exceed the amount specified in Section 125.9 for each occurrence, pursuant to a
16 citation issued by the board.

17 (c) Amounts due from any person under this section shall be offset as provided under
18 Section 12419.5 of the Government Code. Amounts received by the board under this section shall
19 be deposited into the Pharmacy Board Contingent Fund.

20 (d) This section shall not apply to a pharmaceutical manufacturer licensed by the Food and
21 Drug Administration or by the State Department of Public Health.

22 10. Section 4081 of the Code states:

23 "(a) All records of manufacture and of sale, acquisition, or disposition of dangerous drugs
24 or dangerous devices shall be at all times during business hours open to inspection by authorized
25 officers of the law, and shall be preserved for at least three years from the date of making. A
26 current inventory shall be kept by every manufacturer, wholesaler, pharmacy, veterinary
27 food-animal drug retailer, physician, dentist, podiatrist, veterinarian, laboratory, clinic, hospital,
28 institution, or establishment holding a currently valid and unrevoked certificate, license, permit,

1 registration, or exemption under Division 2 (commencing with Section 1200) of the Health and
2 Safety Code or under Part 4 (commencing with Section 16000) of Division 9 of the Welfare and
3 Institutions Code who maintains a stock of dangerous drugs or dangerous devices.

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

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

11 11. Section 4113, subdivision (c) of the Code states:

12 (c) The pharmacist-in-charge shall be responsible for a pharmacy's compliance with all state
13 and federal laws and regulations pertaining to the practice of pharmacy.

14 12. California Code of Regulations, title 16, section 1711 states, in pertinent part,

15 (a) Each pharmacy shall establish or participate in an established quality assurance program
16 which documents and assesses medication errors to determine cause and an appropriate response
17 as part of a mission to improve the quality of pharmacy service and prevent errors.

18 (b) For purposes of this section, "medication error" means any variation from a prescription
19 or drug order not authorized by the prescriber, as described in Section 1716. Medication error, as
20 defined in the section, does not include any variation that is corrected prior to furnishing the drug
21 to the patient or patient's agent or any variation allowed by law.

22 (c)(1) Each quality assurance program shall be managed in accordance with written policies
23 and procedures maintained in the pharmacy in an immediately retrievable form.

24

25 13. California Code of Regulations, title 16, section 1735.2 states, in pertinent part:

26

27 (h) Every compounded drug product shall be given an expiration date representing the date
28 beyond which, in the professional judgment of the pharmacist performing or supervising the

1 compounding, it should not be used. This "beyond use date" of the compounded drug product
2 shall not exceed 180 days from preparation or the shortest expiration date of any component in
3 the compounded drug product, unless a longer date is supported by stability studies of finished
4 drugs or compounded drug products using the same components and packaging. Shorter dating
5 than set forth in this subsection may be used if it is deemed appropriate in the professional
6 judgment of the responsible pharmacist.

7

8 14. California Code of Regulations, title 16, section 1735.3 provides, in pertinent part:

9 (a) For each compounded drug product, the pharmacy records shall include:

10 (1) The master formula record.

11 (2) The date the drug product was compounded.

12 (3) The identity of the pharmacy personnel who compounded the drug product.

13 (4) The identity of the pharmacist reviewing the final drug product.

14 (5) The quantity of each component used in compounding the drug product.

15 (6) The manufacturer and lot number of each component. If the manufacturer name is
16 demonstrably unavailable, the name of the supplier may be substituted. Exempt from the
17 requirements in this paragraph are sterile products compounded on a one-time basis for
18 administration within twenty-four hours to an inpatient in a health care facility licensed under
19 section 1250 of the Health and Safety Code.

20 (7) The equipment used in compounding the drug product.

21 (8) A pharmacy assigned reference or lot number for the compounded drug product.

22 (9) The expiration date of the final compounded drug product.

23 (10) The quantity or amount of drug product compounded.

24 (b) Pharmacies shall maintain records of the proper acquisition, storage, and destruction of
25 chemicals, bulk drug substances, drug products, and components used in compounding.

26 (c) Chemicals, bulk drug substances, drug products, and components used to compound
27 drug products shall be obtained from reliable suppliers. The pharmacy shall acquire and retain
28 any available certificates of purity or analysis for chemicals, bulk drug substances, drug products,

1 and components used in compounding. Certificates of purity or analysis are not required for drug
2 products that are approved by the Food and Drug Administration.

3 (d) Pharmacies shall maintain and retain all records required by this article in the pharmacy
4 in a readily retrievable form for at least three years from the date the record was created.

5 15. California Code of Regulations, title 16, section 1735.5 provides, in pertinent part

6 (a) Any pharmacy engaged in compounding shall maintain a written policy and procedure
7 manual for compounding that establishes procurement procedures, methodologies for the
8 formulation and compounding of drugs, facilities and equipment cleaning, maintenance,
9 operation, and other standard operating procedures related to compounding.

10 (b) The policy and procedure manual shall be reviewed on an annual basis by the
11 pharmacist-in-charge and shall be updated whenever changes in processes are implemented.

12 (c) The policy and procedure manual shall include the following

13 (1) Procedures for notifying staff assigned to compounding duties of any changes in
14 processes or to the policy and procedure manual.

15 (2) Documentation of a plan for recall of a dispensed compounded drug product where
16 subsequent verification demonstrates the potential for adverse effects with continued use of a
17 compounded drug product.

18 (3) The procedures for maintaining, storing, calibrating, cleaning, and disinfecting
19 equipment used in compounding, and for training on these procedures as part of the staff training
20 and competency evaluation process.

21 (4) Documentation of the methodology used to test integrity, potency, quality, and labeled
22 strength of compounded drug products.

23 (5) Documentation of the methodology used to determine appropriate expiration dates for
24 compounded drug products.

25 16. United States Code, Title 21, section 353 states, in pertinent part:

26

27 (c) Sales restrictions.

28

1 (1) No person may sell, purchase, or trade or offer to sell, purchase, or trade any drug
2 sample. For purposes of this paragraph and subsection (d), the term "drug sample" means a unit
3 of a drug, subject to subsection (b), which is not intended to be sold and is intended to promote
4 the sale of the drug. Nothing in this paragraph shall subject an officer or executive of a drug
5 manufacturer or distributor to criminal liability solely because of a sale, purchase, trade, or offer
6 to sell, purchase, or trade in violation of this paragraph by other employees of the manufacturer or
7 distributor.

8 (2) No person may sell, purchase, or trade, offer to sell, purchase, or trade, or counterfeit
9 any coupon. For purposes of this paragraph, the term "coupon" means a form which may be
10 redeemed, at no cost or at a reduced cost, for a drug which is prescribed in accordance with
11 subsection (b).

12 (3) (A) No person may sell, purchase, or trade, or offer to sell, purchase, or trade, any
13 drug--

14 (i) which is subject to subsection (b), and

15 (ii) (I) which was purchased by a public or private hospital or other health care entity,

16 or

17 (II) which was donated or supplied at a reduced price to a charitable organization
18 described in section 501(c)(3) of the Internal Revenue Code of 1954 [26 USCS § 501(c)(3)].

19 (B) Subparagraph (A) does not apply to--

20 (i) the purchase or other acquisition by a hospital or other health care entity which is a
21 member of a group purchasing organization of a drug for its own use from the group purchasing
22 organization or from other hospitals or health care entities which are members of such
23 organization,

24 (ii) the sale, purchase, or trade of a drug or an offer to sell, purchase, or trade a drug
25 by an organization described in subparagraph (A)(ii)(II) to a nonprofit affiliate of the organization
26 to the extent otherwise permitted by law,

27 (iii) a sale, purchase, or trade of a drug or an offer to sell, purchase, or trade a drug
28 among hospitals or other health care entities which are under common control,

1 (iv) a sale, purchase, or trade of a drug or an offer to sell, purchase, or trade a drug for
2 emergency medical reasons, or

3 (v) a sale, purchase, or trade of a drug, an offer to sell, purchase, or trade a drug, or
4 the dispensing of a drug pursuant to a prescription executed in accordance with subsection (b).

5 For purposes of this paragraph, the term "entity" does not include a wholesale distributor
6 of drugs or a retail pharmacy licensed under State law and the term "emergency medical reasons"
7 includes transfers of a drug between health care entities or from a health care entity to a retail
8 pharmacy undertaken to alleviate temporary shortages of the drug arising from delays in or
9 interruptions of regular distribution schedules.

10 (d) Distribution of drug samples.

11 (1) Except as provided in paragraphs (2) and (3), no person may distribute any drug
12 sample. For purposes of this subsection, the term "distribute" does not include the providing of a
13 drug sample to a patient by a--

14 (A) practitioner licensed to prescribe such drug,

15 (B) health care professional acting at the direction and under the supervision of such a
16 practitioner, or

17 (C) pharmacy of a hospital or of another health care entity that is acting at the direction
18 of such a practitioner and that received such sample pursuant to paragraph (2) or (3).

19

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

24 18. Section 118, subdivision (b), of the Code provides that the
25 suspension/expiration/surrender/cancellation of a license shall not deprive the
26 Board/Registrar/Director of jurisdiction to proceed with a disciplinary action during the period
27 within which the license may be renewed, restored, reissued or reinstated.

28

1 FIRST CAUSE FOR DISCIPLINE

2 (Failure to Produce Records of Acquisition)

3 19. Respondents are subject to disciplinary action under section 4301, subdivisions (j)
4 and (o), in that they failed to comply with section 4081, subdivision (a) when on or around
5 August 9, 2011, Respondents failed to provide acquisition records for thirteen Demerol 50mg/ml
6 ampules upon demand by the Board.

7 SECOND CAUSE FOR DISCIPLINE

8 (Lack of Policy and Procedure – Quality Assurance Programs)

9 20. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
10 (o), in that they failed to comply with California Code of Regulations, title 16, section 1711,
11 subdivision (c)(1). The circumstances are that on or around August 9, 2011, during a routine
12 inspection by the Board, Respondents did not have a written policy and procedure in place to
13 address a quality assurance program.

14 THIRD CAUSE FOR DISCIPLINE

15 (Lack of Policy and Procedure – Theft and Impairment)

16 21. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
17 (o) in that they failed to comply with section 4104, subdivision (b). The circumstances are that on
18 or around August 9, 2011, during a routine inspection by the Board, Respondents did not have a
19 written policy and procedure in place to address licensed employee theft and impairment.

20 FOURTH CAUSE FOR DISCIPLINE

21 (Unprofessional Conduct – Violation of Compounding Limitations)

22 22. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
23 (o), in that they failed to comply with California Code of Regulations, title 16, section 1735.2,
24 subdivision (h). The circumstances are that during a routine inspection by the Board that began
25 on August 9, 2011, pharmacy records revealed that on or around April 9, 2010, May 24, 2010,
26 September 17, 2010, October 8, 2010, January 28, 2011, and April 26, 2011, dangerous drugs
27 were compounded using expired ingredients.

28

1 FIFTH CAUSE FOR DISCIPLINE

2 (Lack of Master Formula)

3 23. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
4 (o), in that they failed to comply with California Code of Regulations, title 16, section 1735.3,
5 subdivision (a). The circumstances are that on or around August 9, 2011, during a routine
6 inspection by the Board, it was revealed that the pharmacy failed to maintain master formula
7 records for all prescription drugs compounded and dispensed by the pharmacy.

8 SIXTH CAUSE FOR DISCIPLINE

9 (Lack of Policy and Procedure – Compounding)

10 24. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
11 (o) in that they failed to comply with California Code of Regulations, title 16, section 1735.5,
12 subdivision (a). The circumstances are that on or around August 9, 2011, during a routine
13 inspection by the Board, it was determined that Respondents compounded and dispensed
14 prescription drugs without having a written compounding policy and procedure in place.

15 SEVENTH CAUSE FOR DISCIPLINE

16 (Unlicensed Reverse Distribution)

17 25. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
18 (o) in conjunction with section 4160(a) in that during a follow-up inspection by the Board on or
19 around August 15, 2012, it was determined that between August, 2011 and May, 2012,
20 Respondents acted as reverse distributors for sixty-nine different prescription medications.

21 EIGHTH CAUSE FOR DISCIPLINE

22 (Receipt of Medications from Unlicensed Persons)

23 26. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
24 (o), in that between December 8, 2010 and June 1, 2012, they failed to comply with section 4169,
25 subdivision (a)(1), by receiving transferred medications from Valley Digestive Center, a surgical
26 clinic that was not licensed by the board as a wholesaler or pharmacy.

1 NINTH CAUSE FOR DISCIPLINE

2 (Improper Furnishing of Dangerous Drugs or Devices)

3 27. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
4 (o) in that they violated section 4059. The circumstances are that from December 8, 2010,
5 through June 11, 2012, Respondents furnished Valley Digestive Center with dangerous drugs
6 without providing proper sales records.

7 TENTH CAUSE FOR DISCIPLINE

8 (Violation of Federal Laws Pertaining to Drug Samples)

9 28. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
10 (o), in that they violated provisions of federal law pertaining to drug samples. The circumstances
11 are that during a routine inspection of Six Twelve pharmacy that began on August 9, 2011, large
12 quantities of dangerous drug samples were found on the pharmacy premises that had no
13 legitimate pharmacy purpose for being there. The discovery of the drug samples led to further
14 investigation by pharmacy inspectors which revealed that from at least 2004 to 2011,
15 Respondents were violating the following federal laws:

16 a. **Title 21, section 353(c)(1)**: Respondents transacted with prescribers including
17 doctors and/or clinics to receive drug samples pursuant to “wish lists” that Respondent Wilson
18 would prepare. In exchange for the drug samples, Respondents provided monetary credits to the
19 prescribers that were applied to future purchases from Six Twelve Pharmacy.

20 b. **Title 21, section 353(d)**: Respondents engaged in the illegal distribution of
21 drug samples. Recipients included orphanages in Mexico as well as the Flying Doctors of Mercy.

22 PRAYER

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

- 25 1. Revoking or suspending Pharmacy Permit Number PHY 36222, issued to Six Twelve
26 Pharmacy; James A. Wilson, Owner,
- 27 2. Revoking or suspending Pharmacist License Number RPH 23617, issued to James A.
28 Wilson,

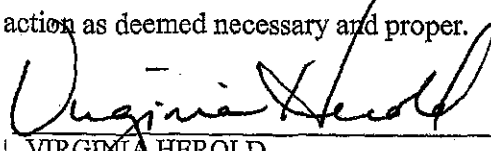
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3. Ordering James A. Wilson to pay the Board of Pharmacy the reasonable costs of the investigation and enforcement of this case, pursuant to Business and Professions Code section 125.3; and

4. Taking such other and further action as deemed necessary and proper.

DATED:

2/25/14



VIRGINIA HEROLD
Executive Officer
Board of Pharmacy
Department of Consumer Affairs
State of California
Complainant

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Attorneys for Complainant

7
8 **BEFORE THE**
BOARD OF PHARMACY
9 **DEPARTMENT OF CONSUMER AFFAIRS**
STATE OF CALIFORNIA

10 In the Matter of the First Amended Accusation
11 Against:

Case No. 4389

12 **SIX TWELVE PHARMACY; JAMES A.**
13 **WILSON, Owner**
14 **107-A West Huntington Drive**
Arcadia, CA 91007

FIRST AMENDED ACCUSATION

15 **Pharmacy Permit No. PHY 36222,**

16 **and**

17 **JAMES A. WILSON**
18 **P.O. Box 2092**
Arcadia, CA 91077

19 **Pharmacist License No. RPH 23617**

20 **Respondent.**

21 **Complainant alleges:**

22 **PARTIES**

23 1. Virginia Herold (Complainant) brings this First Amended Accusation solely in her
24 official capacity as the Executive Officer of the Board of Pharmacy, Department of Consumer
25 Affairs.

26 2. On or about April 6, 1990, the Board of Pharmacy issued Pharmacy Permit Number
27 PHY 36222 to Six Twelve Pharmacy; James A. Wilson, Owner (Respondent Six Twelve
28

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

3 3. On or about August 10, 1967, the Board of Pharmacy issued Pharmacist License
4 Number RPH 23617 to James A. Wilson (Respondent Wilson). The Pharmacist License was in
5 full force and effect at all times relevant to the charges brought herein and expired on December
6 31, 2013.

7 JURISDICTION

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

11 5. Section 4040.5 of the Code states:

12 "Reverse distributor" means every person who acts as an agent for pharmacies, drug
13 wholesalers, manufacturers, and other entities by receiving, inventorying, and managing the
14 disposition of outdated or nonsalable dangerous drugs.

15 6. Section 4301 of the Code states, in pertinent part:

16 "The board shall take action against any holder of a license who is guilty of unprofessional
17 conduct or whose license has been procured by fraud or misrepresentation or issued by mistake.

18 Unprofessional conduct shall include, but is not limited to, any of the following:

19

20 "(j) The violation of any of the statutes of this state, or any other state, or of the United
21 States regulating controlled substances and dangerous drugs.

22

23 "(o) Violating or attempting to violate, directly or indirectly, or assisting in or abetting the
24 violation of or conspiring to violate any provision or term of this chapter or of the applicable
25 federal and state laws and regulations governing pharmacy, including regulations established by
26 the board or by any other state or federal regulatory agency.

27

28

1 7. Section 4059 of the Code states, in pertinent part:

2 "(a) A person may not furnish any dangerous drug, except upon the prescription of a
3 physician, dentist, podiatrist, optometrist, veterinarian, or naturopathic doctor pursuant to Section
4 3640.7. A person may not furnish any dangerous device, except upon the prescription of a
5 physician, dentist, podiatrist, optometrist, veterinarian, or naturopathic doctor pursuant to Section
6 3640.7.

7 "(b) This section does not apply to the furnishing of any dangerous drug or dangerous
8 device by a manufacturer, wholesaler, or pharmacy to each other or to a physician, dentist,
9 podiatrist, optometrist, veterinarian, or naturopathic doctor pursuant to Section 3640.7., or to a
10 laboratory under sales and purchase records that correctly give the date, the names and addresses
11 of the supplier and the buyer, the drug or device, and its quantity. This section does not apply to
12 the furnishing of any dangerous device by a manufacturer, wholesaler, or pharmacy to a physical
13 therapist acting within the scope of his or her license under sales and purchase records that
14 correctly provide the date the device is provided, the names and addresses of the supplier and the
15 buyer, a description of the device, and the quantity supplied.

16 8. Section 4104 of the Code states, in pertinent part:

17 (a) Every pharmacy shall have in place procedures for taking action to protect the public
18 when a licensed individual employed by or with the pharmacy is discovered or known to be
19 chemically, mentally, or physically impaired to the extent it affects his or her ability to practice
20 the profession or occupation authorized by his or her license, or is discovered or known to have
21 engaged in the theft, diversion, or self-use of dangerous drugs.

22 (b) Every pharmacy shall have written policies and procedures for addressing chemical,
23 mental, or physical impairment, as well as theft, diversion, or self-use of dangerous drugs, among
24 licensed individuals employed by or with the pharmacy.

25 ...

26 9. Section 4169 of the Code states:

27 (a) A person or entity may not do any of the following:
28

1 (1) Purchase, trade, sell, or transfer dangerous drugs or dangerous devices at wholesale
2 with a person or entity that is not licensed with the board as a wholesaler or pharmacy.

3 (2) Purchase, trade, sell, or transfer dangerous drugs that the person knew or reasonably
4 should have known were adulterated, as set forth in Article 2 (commencing with Section 111250)
5 of Chapter 6 of Part 5 of Division 104 of the Health and Safety Code.

6 (3) Purchase, trade, sell, or transfer dangerous drugs that the person knew or reasonably
7 should have known were misbranded, as defined in Section 111335 of the Health and Safety
8 Code.

9 (4) Purchase, trade, sell, or transfer dangerous drugs or dangerous devices after the beyond
10 use date on the label.

11 (5) Fail to maintain records of the acquisition or disposition of dangerous drugs or
12 dangerous devices for at least three years.

13 (b) Notwithstanding any other provision of law, a violation of this section or of subdivision
14 (c) or (d) of Section 4163 may subject the person or entity that has committed the violation to a
15 fine not to exceed the amount specified in Section 125.9 for each occurrence, pursuant to a
16 citation issued by the board.

17 (c) Amounts due from any person under this section shall be offset as provided under
18 Section 12419.5 of the Government Code. Amounts received by the board under this section shall
19 be deposited into the Pharmacy Board Contingent Fund.

20 (d) This section shall not apply to a pharmaceutical manufacturer licensed by the Food and
21 Drug Administration or by the State Department of Public Health.

22 10. Section 4081 of the Code states:

23 "(a) All records of manufacture and of sale, acquisition, or disposition of dangerous drugs
24 or dangerous devices shall be at all times during business hours open to inspection by authorized
25 officers of the law, and shall be preserved for at least three years from the date of making. A
26 current inventory shall be kept by every manufacturer, wholesaler, pharmacy, veterinary
27 food-animal drug retailer, physician, dentist, podiatrist, veterinarian, laboratory, clinic, hospital,
28 institution, or establishment holding a currently valid and unrevoked certificate, license, permit,

1 registration, or exemption under Division 2 (commencing with Section 1200) of the Health and
2 Safety Code or under Part 4 (commencing with Section 16000) of Division 9 of the Welfare and
3 Institutions Code who maintains a stock of dangerous drugs or dangerous devices.

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

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

11 11. California Code of Regulations, title 16, section 1711 states, in pertinent part,

12 (a) Each pharmacy shall establish or participate in an established quality assurance program
13 which documents and assesses medication errors to determine cause and an appropriate response
14 as part of a mission to improve the quality of pharmacy service and prevent errors.

15 (b) For purposes of this section, "medication error" means any variation from a prescription
16 or drug order not authorized by the prescriber, as described in Section 1716. Medication error, as
17 defined in the section, does not include any variation that is corrected prior to furnishing the drug
18 to the patient or patient's agent or any variation allowed by law.

19 (c)(1) Each quality assurance program shall be managed in accordance with written policies
20 and procedures maintained in the pharmacy in an immediately retrievable form.

21

22 12. Section 4342 of the Code states:

23 (a) The board may institute any action or actions as may be provided by law and that, in its
24 discretion, are necessary, to prevent the sale of pharmaceutical preparations and drugs that do not
25 conform to the standard and tests as to quality and strength, provided in the latest edition of the
26 United States Pharmacopoeia or the National Formulary, or that violate any provision of the
27 Sherman Food, Drug and Cosmetic Law (Part 5 (commencing with Section 109875) of Division
28 104 of the Health and Safety Code).

1 (b) Any knowing or willful violation of any regulation adopted pursuant to Section 4006
2 shall be subject to punishment in the same manner as is provided in Sections 4336 and 4321.

3 13. California Code of Regulations, title 16, section 1718 states:

4 "Current Inventory" as used in Sections 4081 and 4332 of the Business and Professions
5 Code shall be considered to include complete accountability for all dangerous drugs handled by
6 every licensee enumerated in Sections 4081 and 4332.

7 The controlled substances inventories required by Title 21, CFR, Section 1304 shall be
8 available for inspection upon request for at least 3 years after the date of the inventory.

9 14. California Code of Regulations, title 16, section 1735.3 provides, in pertinent part:

10 (a) For each compounded drug product, the pharmacy records shall include:

11 (1) The master formula record.

12 (2) The date the drug product was compounded.

13 (3) The identity of the pharmacy personnel who compounded the drug product.

14 (4) The identity of the pharmacist reviewing the final drug product.

15 (5) The quantity of each component used in compounding the drug product.

16 (6) The manufacturer and lot number of each component. If the manufacturer name is
17 demonstrably unavailable, the name of the supplier may be substituted. Exempt from the
18 requirements in this paragraph are sterile products compounded on a one-time basis for
19 administration within twenty-four hours to an inpatient in a health care facility licensed under
20 section 1250 of the Health and Safety Code.

21 (7) The equipment used in compounding the drug product.

22 (8) A pharmacy assigned reference or lot number for the compounded drug product.

23 (9) The expiration date of the final compounded drug product.

24 (10) The quantity or amount of drug product compounded.

25 (b) Pharmacies shall maintain records of the proper acquisition, storage, and destruction of
26 chemicals, bulk drug substances, drug products, and components used in compounding.

27 (c) Chemicals, bulk drug substances, drug products, and components used to compound
28 drug products shall be obtained from reliable suppliers. The pharmacy shall acquire and retain

1 any available certificates of purity or analysis for chemicals, bulk drug substances, drug products,
2 and components used in compounding. Certificates of purity or analysis are not required for drug
3 products that are approved by the Food and Drug Administration.

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5 in a readily retrievable form for at least three years from the date the record was created.

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7 (a) Any pharmacy engaged in compounding shall maintain a written policy and procedure
8 manual for compounding that establishes procurement procedures, methodologies for the
9 formulation and compounding of drugs, facilities and equipment cleaning, maintenance,
10 operation, and other standard operating procedures related to compounding.

11 (b) The policy and procedure manual shall be reviewed on an annual basis by the
12 pharmacist-in-charge and shall be updated whenever changes in processes are implemented.

13 (c) The policy and procedure manual shall include the following

14 (1) Procedures for notifying staff assigned to compounding duties of any changes in
15 processes or to the policy and procedure manual.

16 (2) Documentation of a plan for recall of a dispensed compounded drug product where
17 subsequent verification demonstrates the potential for adverse effects with continued use of a
18 compounded drug product.

19 (3) The procedures for maintaining, storing, calibrating, cleaning, and disinfecting
20 equipment used in compounding, and for training on these procedures as part of the staff training
21 and competency evaluation process.

22 (4) Documentation of the methodology used to test integrity, potency, quality, and labeled
23 strength of compounded drug products.

24 (5) Documentation of the methodology used to determine appropriate expiration dates for
25 compounded drug products.

26 16. Health and Safety Code section 111330 states:

27 Any drug or device is misbranded if its labeling is false or misleading in any particular.

28 17. Code of Federal Regulations, title 21, section 1304.21 provides, in pertinent part:

1 (a) Every registrant required to keep records pursuant to § 1304.03 shall maintain on a
2 current basis a complete and accurate record of each such substance manufactured, imported,
3 received, sold, delivered, exported, or otherwise disposed of by him/her, except that no registrant
4 shall be required to maintain a perpetual inventory.

5 (b) Separate records shall be maintained by a registrant for each registered location except
6 as provided in § 1304.04 (a). In the event controlled substances are in the possession or under the
7 control of a registrant at a location for which he is not registered, the substances shall be included
8 in the records of the registered location to which they are subject to control or to which the person
9 possessing the substance is responsible.

10 (c) Separate records shall be maintained by a registrant for each independent activity for
11 which he/she is registered, except as provided in § 1304.22(d).

12 (d) In recording dates of receipt, importation, distribution, exportation, or other transfers,
13 the date on which the controlled substances are actually received, imported, distributed, exported,
14 or otherwise transferred shall be used as the date of receipt or distribution of any documents of
15 transfer (e.g., invoices or packing slips).

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

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1 2011, Respondent failed to provide acquisition records for thirteen Demerol 50mg/ml ampules
2 upon demand by the Board.

3 SECOND CAUSE FOR DISCIPLINE

4 (Lack of Policy and Procedure – Quality Assurance Programs)

5 21. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
6 (o), in that they failed to comply with California Code of Regulations, title 16, section 1711,
7 subdivision (c)(1). The circumstances are that on or around August 9, 2011, during a routine
8 inspection by the Board, Respondents did not have a policy and procedure in place to address a
9 quality assurance program.

10 THIRD CAUSE FOR DISCIPLINE

11 (Lack of Policy and Procedure – Theft and Impairment)

12 22. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
13 (o) in that they failed to comply with section 4104, subdivision (b). The circumstances are that on
14 or around August 9, 2011, during a routine inspection by the Board, Respondents did not have a
15 policy and procedure in place to address licensed employee theft and impairment.

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17 FOURTH CAUSE FOR DISCIPLINE

18 (Misbranded Drugs)

19 23. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
20 (o), in that they failed to comply with Health and Safety Code section 111330. The
21 circumstances are that on or around August 9, 2011, during a routine inspection by the Board,
22 pharmacy records revealed that on or around April 9, 2010, May 24, 2010, September 17, 2010,
23 January 28, 2011, April 26, 2011, and October 8, 2011, dangerous drugs were compounded using
24 expired ingredients.

25 FIFTH CAUSE FOR DISCIPLINE

26 (Lack of Master Formula)

27 24. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
28 (o), in that they failed to comply with California Code of Regulations, title 16, section 1735.3,

1 subdivision (a). The circumstances are that on or around August 9, 2011, during a routine
2 inspection by the Board, it was revealed that the pharmacy failed to maintain master formula
3 records for all prescription drugs compounded and dispensed by the pharmacy.

4 SIXTH CAUSE FOR DISCIPLINE

5 (Lack of Policy and Procedure – Compounding)

6 25. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
7 (o) in that they failed to comply with California Code of Regulations, title 16, section 1735.5,
8 subdivision (a). The circumstances are that on or around August 9, 2011, during a routine
9 inspection by the Board, it was determined that Respondents compounded and dispensed
10 prescription drugs without having a compounding policy and procedure in place.

11 SEVENTH CAUSE FOR DISCIPLINE

12 (Compounding with Expired Ingredients)

13 26. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
14 (o), in that between March 2010 and April, 2011, they failed to comply with section 4169
15 subdivision (a)(4) by dispensing dangerous drugs that were compounded using expired
16 ingredients.

17 EIGHTH CAUSE FOR DISCIPLINE

18 (Unlicensed Reverse Distribution)

19 27. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
20 (o) in conjunction with section 4160(a) in that during a follow-up inspection by the Board on
21 August 15, 2012, it was determined that between August, 2011 and May, 2012, Respondents
22 acted as reverse distributors for sixty-nine different prescription medications.

23 NINTH CAUSE FOR DISCIPLINE

24 (Lack of Acquisition Records)

25 28. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
26 (o) in that they failed to comply with Code of Federal Regulations section 1304.21 when a
27 follow-up inspection conducted by the Board on August 15, 2012 revealed that Respondents
28

1 accepted six controlled substances from surgical clinics without maintaining proper
2 documentation.

3 TENTH CAUSE FOR DISCIPLINE

4 (Failure to Records of Acquisition and/or Maintain Current Inventory)

5 29. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
6 (o), in that they failed to comply with section 4081(a) in conjunction with California Code of
7 Regulations, title 16, section 1718, when a follow-up inspection conducted by the Board on
8 August 15, 2012 revealed that Respondents failed to keep a record of acquisition or a current
9 inventory for sixty-nine prescription drugs as follows:

Drug
Actos 15mg tab
adenosine 6mg/2ml inj
amiodarone 150mg/3ml inj
amoxicillin 875mg tabs
ampicillin 2gm vial
atenolol 25mg tab
atropine 0.4ml ml x 1 ml
atropine 1mg/ml inj
atropine 1mg/ml x 1ml
Aviane 28 tabs
Beconase AQ 180 metered doses
calcium chloride 100mg/ml x 10ml
carbamazepine 200mg tab
Celestone 6mg/ml x 5 ml inj
chloral hydrate 500mg/5ml syrup
Cleocin 300mg/2ml x 2ml inj
dantrium 20mg vial
diazepam 5mg tab unit dose
diazepam 5mg/ml x 2ml
diphenhydramine 50mg/ml x 1ml inj
dopamine 1600mcg/ml IV 250ml
Enalaprilat 1.25mg/ml x 1 ml
ephedrine 50mg/ml x 1 ml inj
epinephrine 0.1mg/ml inj
epinephrine 1mg/ml 30ml inj

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epinephrine 1mg/ml x 1 aml amp
Ethiodol 10 ml ampule
flumazenil 0.5/5ml x 5ml inj
flumazenil 1mg/10ml x 10ml
furosemide 100mg/10ml x 10ml
furosemide 20mg/ml inj
heparin 1,000u ml x 1 ml
heparin 10u/ml x 3 ml
Humulin R 3ml
hydroxyzine 25ml/ml x 1 ml
Influenza Vaccine
kenolog 40mg 1ml inj
Kinevac 5mg vial
Lanoxin inj. 2ml
lidocaine 100mg/5ml inj
lidocaine 2gm/500ml inj
lidocaine 50mg/5ml inj
lisinopril 10mg tab
lorazepam 2mg/ml x1 ml vial
magnesium sulfate 1gm/2ml x 2ml
Marcaine 0.5% 50ml inj
methylprednisolone 80mg/ml x 1ml
Microgestin Fe 1/20 28 tabs
Necon 777 28 tabs
NitroQuick
Ondansetron 4mg tab
Ondansetron 4mg/2ml x 2 ml
Oxycodone/APAP 5-325 tablets
penylephrine 10mg/ml x 1 ml inj
Premarin 0.9mg tab
ProAir Inhaler
prochlorpromazine 10mg/2ml x 2ml inj
prochlorperazine 10mg supp
Propranolol 1mg/ml x 1 ml inj
Sodium Chloride 30ml vial
Solu Cortef 100mg/2ml
Solu Medrol 125mg/2ml
Solu Medrol 250mg/2ml
Tetracycline 500mg caps
Tigan 200mg/ml x 1 ml

Tussionex suspension
Valtrex 500mg tabs
Xylocaine 2% Jelly
Zantac 50mg/ml x 1 ml

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ELEVENTH CAUSE FOR DISCIPLINE

(Receipt of Medications from Unlicensed Persons)

30. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and (o), in that between March 2010 and April, 2011, they failed to comply with section 4169 subdivision (a)(1) by receiving transferred medications from surgical clinics and physician offices that were not licensed by the board as a wholesaler or pharmacy.

TWELFTH CAUSE FOR DISCIPLINE

(Improper Furnishing of Dangerous Drugs or Devices)

31. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and (o) in that they violated section 4059. The circumstances are that from August, 2009 to August, 2012, Respondents furnished Valley Digestive Center, Arcadia Outpatient Surgery Center, and Foothill Surgery Center LP with dangerous drugs without providing proper sales records.

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:

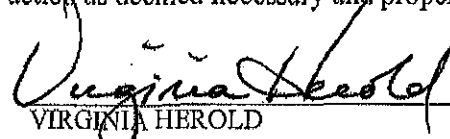
1. Revoking or suspending Pharmacy Permit Number PHY 36222, issued to Six Twelve Pharmacy; James A. Wilson, Owner,
2. Revoking or suspending Pharmacist License Number RPH 23617, issued to James A. Wilson,
3. Ordering James A. Wilson to pay the Board of Pharmacy the reasonable costs of the investigation and enforcement of this case, pursuant to Business and Professions Code section 125.3;

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4. Taking such other and further action as deemed necessary and proper.

DATED: 11/25/13



VIRGINIA HEROLD
Executive Officer
Board of Pharmacy
Department of Consumer Affairs
State of California
Complainant

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51366958.doc

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Attorneys for Complainant
7

8 **BEFORE THE**
BOARD OF PHARMACY
9 **DEPARTMENT OF CONSUMER AFFAIRS**
STATE OF CALIFORNIA

10 In the Matter of the Accusation Against:

Case No. 4389

11 **SIX TWELVE PHARMACY; JAMES A.**
12 **WILSON, Owner**
13 **107-A West Huntington Drive**
Arcadia, CA 91007

A C C U S A T I O N

14 **Pharmacy Permit No. PHY 36222,**

15 **and**

16 **JAMES A. WILSON**
17 **P.O. Box 2092**
Arcadia, CA 91077

18 **Pharmacist License No. RPH 23617**

19 **Respondent.**

20
21 **Complainant alleges:**

22 **PARTIES**

23 1. Virginia Herold (Complainant) brings this Accusation solely in her official capacity
24 as the Executive Officer of the Board of Pharmacy, Department of Consumer Affairs.

25 2. On or about April 6, 1990, the Board of Pharmacy issued Pharmacy Permit Number
26 PHY 36222 to Six Twelve Pharmacy; James A. Wilson, Owner (Respondent Six Twelve
27 Pharmacy). The Pharmacy Permit was in full force and effect at all times relevant to the charges
28 brought herein and will expire on April 1, 2014, unless renewed.

1 3. On or about August 10, 1967, the Board of Pharmacy issued Pharmacist License
2 Number RPH 23617 to James A. Wilson (Respondent Wilson). The Pharmacist License was in
3 full force and effect at all times relevant to the charges brought herein and expired on December
4 31, 2013.

5 JURISDICTION

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

9 5. Section 4040.5 of the Code states:

10 "Reverse distributor" means every person who acts as an agent for pharmacies, drug
11 wholesalers, manufacturers, and other entities by receiving, inventorying, and managing the
12 disposition of outdated or nonsalable dangerous drugs.

13 6. Section 4301 of the Code states, in pertinent part:

14 "The board shall take action against any holder of a license who is guilty of unprofessional
15 conduct or whose license has been procured by fraud or misrepresentation or issued by mistake.
16 Unprofessional conduct shall include, but is not limited to, any of the following:

17

18 "(j) The violation of any of the statutes of this state, or any other state, or of the United
19 States regulating controlled substances and dangerous drugs.

20

21 "(o) Violating or attempting to violate, directly or indirectly, or assisting in or abetting the
22 violation of or conspiring to violate any provision or term of this chapter or of the applicable
23 federal and state laws and regulations governing pharmacy, including regulations established by
24 the board or by any other state or federal regulatory agency.

25

26 7. Section 4104 of the Code states, in pertinent part:

27 (a) Every pharmacy shall have in place procedures for taking action to protect the public
28 when a licensed individual employed by or with the pharmacy is discovered or known to be

1 chemically, mentally, or physically impaired to the extent it affects his or her ability to practice
2 the profession or occupation authorized by his or her license, or is discovered or known to have
3 engaged in the theft, diversion, or self-use of dangerous drugs.

4 (b) Every pharmacy shall have written policies and procedures for addressing chemical,
5 mental, or physical impairment, as well as theft, diversion, or self-use of dangerous drugs, among
6 licensed individuals employed by or with the pharmacy,

7 . . .

8 8. Section 4169 of the Code states:

9 (a) A person or entity may not do any of the following:

10 (1) Purchase, trade, sell, or transfer dangerous drugs or dangerous devices at wholesale
11 with a person or entity that is not licensed with the board as a wholesaler or pharmacy.

12 (2) Purchase, trade, sell, or transfer dangerous drugs that the person knew or reasonably
13 should have known were adulterated, as set forth in Article 2 (commencing with Section 111250)
14 of Chapter 6 of Part 5 of Division 104 of the Health and Safety Code.

15 (3) Purchase, trade, sell, or transfer dangerous drugs that the person knew or reasonably
16 should have known were misbranded, as defined in Section 111335 of the Health and Safety
17 Code.

18 (4) Purchase, trade, sell, or transfer dangerous drugs or dangerous devices after the beyond
19 use date on the label.

20 (5) Fail to maintain records of the acquisition or disposition of dangerous drugs or
21 dangerous devices for at least three years.

22 (b) Notwithstanding any other provision of law, a violation of this section or of subdivision
23 (c) or (d) of Section 4163 may subject the person or entity that has committed the violation to a
24 fine not to exceed the amount specified in Section 125.9 for each occurrence, pursuant to a
25 citation issued by the board.

26 (c) Amounts due from any person under this section shall be offset as provided under
27 Section 12419.5 of the Government Code. Amounts received by the board under this section shall
28 be deposited into the Pharmacy Board Contingent Fund.

1 (d) This section shall not apply to a pharmaceutical manufacturer licensed by the Food and
2 Drug Administration or by the State Department of Public Health.

3 9. Section 4081 of the Code states:

4 "(a) All records of manufacture and of sale, acquisition, or disposition of dangerous drugs
5 or dangerous devices shall be at all times during business hours open to inspection by authorized
6 officers of the law, and shall be preserved for at least three years from the date of making. A
7 current inventory shall be kept by every manufacturer, wholesaler, pharmacy, veterinary
8 food-animal drug retailer, physician, dentist, podiatrist, veterinarian, laboratory, clinic, hospital,
9 institution, or establishment holding a currently valid and unrevoked certificate, license, permit,
10 registration, or exemption under Division 2 (commencing with Section 1200) of the Health and
11 Safety Code or under Part 4 (commencing with Section 16000) of Division 9 of the Welfare and
12 Institutions Code who maintains a stock of dangerous drugs or dangerous devices.

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

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

20 10. California Code of Regulations, title 16, section 1711 states, in pertinent part,

21 (a) Each pharmacy shall establish or participate in an established quality assurance program
22 which documents and assesses medication errors to determine cause and an appropriate response
23 as part of a mission to improve the quality of pharmacy service and prevent errors.

24 (b) For purposes of this section, "medication error" means any variation from a prescription
25 or drug order not authorized by the prescriber, as described in Section 1716. Medication error, as
26 defined in the section, does not include any variation that is corrected prior to furnishing the drug
27 to the patient or patient's agent or any variation allowed by law.

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1 (c)(1) Each quality assurance program shall be managed in accordance with written policies
2 and procedures maintained in the pharmacy in an immediately retrievable form.

3

4 11. Section 4342 of the Code states:

5 (a) The board may institute any action or actions as may be provided by law and that, in its
6 discretion, are necessary, to prevent the sale of pharmaceutical preparations and drugs that do not
7 conform to the standard and tests as to quality and strength, provided in the latest edition of the
8 United States Pharmacopoeia or the National Formulary, or that violate any provision of the
9 Sherman Food, Drug and Cosmetic Law (Part 5 (commencing with Section 109875) of Division
10 104 of the Health and Safety Code).

11 (b) Any knowing or willful violation of any regulation adopted pursuant to Section 4006
12 shall be subject to punishment in the same manner as is provided in Sections 4336 and 4321.

13
14 12. California Code of Regulations, title 16, section 1718 states:

15 "Current Inventory" as used in Sections 4081 and 4332 of the Business and Professions
16 Code shall be considered to include complete accountability for all dangerous drugs handled by
17 every licensee enumerated in Sections 4081 and 4332.

18 The controlled substances inventories required by Title 21, CFR, Section 1304 shall be
19 available for inspection upon request for at least 3 years after the date of the inventory.

20 13. California Code of Regulations, title 16, section 1735.3 provides, in pertinent part:

21 (a) For each compounded drug product, the pharmacy records shall include:

22 (1) The master formula record.

23 (2) The date the drug product was compounded.

24 (3) The identity of the pharmacy personnel who compounded the drug product.

25 (4) The identity of the pharmacist reviewing the final drug product.

26 (5) The quantity of each component used in compounding the drug product.

27 (6) The manufacturer and lot number of each component. If the manufacturer name is
28 demonstrably unavailable, the name of the supplier may be substituted. Exempt from the

1 requirements in this paragraph are sterile products compounded on a one-time basis for
2 administration within twenty-four hours to an inpatient in a health care facility licensed under
3 section 1250 of the Health and Safety Code.

4 (7) The equipment used in compounding the drug product.

5 (8) A pharmacy assigned reference or lot number for the compounded drug product.

6 (9) The expiration date of the final compounded drug product.

7 (10) The quantity or amount of drug product compounded.

8 (b) Pharmacies shall maintain records of the proper acquisition, storage, and destruction of
9 chemicals, bulk drug substances, drug products, and components used in compounding.

10 (c) Chemicals, bulk drug substances, drug products, and components used to compound
11 drug products shall be obtained from reliable suppliers. The pharmacy shall acquire and retain
12 any available certificates of purity or analysis for chemicals, bulk drug substances, drug products,
13 and components used in compounding. Certificates of purity or analysis are not required for drug
14 products that are approved by the Food and Drug Administration.

15 (d) Pharmacies shall maintain and retain all records required by this article in the pharmacy
16 in a readily retrievable form for at least three years from the date the record was created.

17 14. California Code of Regulations, title 16, section 1735.5 provides, in pertinent part

18 (a) Any pharmacy engaged in compounding shall maintain a written policy and procedure
19 manual for compounding that establishes procurement procedures, methodologies for the
20 formulation and compounding of drugs, facilities and equipment cleaning, maintenance,
21 operation, and other standard operating procedures related to compounding.

22 (b) The policy and procedure manual shall be reviewed on an annual basis by the
23 pharmacist-in-charge and shall be updated whenever changes in processes are implemented.

24 (c) The policy and procedure manual shall include the following

25 (1) Procedures for notifying staff assigned to compounding duties of any changes in
26 processes or to the policy and procedure manual.

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1 (2) Documentation of a plan for recall of a dispensed compounded drug product where
2 subsequent verification demonstrates the potential for adverse effects with continued use of a
3 compounded drug product.

4 (3) The procedures for maintaining, storing, calibrating, cleaning, and disinfecting
5 equipment used in compounding, and for training on these procedures as part of the staff training
6 and competency evaluation process.

7 (4) Documentation of the methodology used to test integrity, potency, quality, and labeled
8 strength of compounded drug products.

9 (5) Documentation of the methodology used to determine appropriate expiration dates for
10 compounded drug products.

11 15. Health and Safety Code section 111330 states:

12 Any drug or device is misbranded if its labeling is false or misleading in any particular.

13 16. Code of Federal Regulations, title 21, section 1304.21 provides, in pertinent part:

14 (a) Every registrant required to keep records pursuant to § 1304.03 shall maintain on a
15 current basis a complete and accurate record of each such substance manufactured, imported,
16 received, sold, delivered, exported, or otherwise disposed of by him/her, except that no registrant
17 shall be required to maintain a perpetual inventory.

18 (b) Separate records shall be maintained by a registrant for each registered location except
19 as provided in § 1304.04 (a). In the event controlled substances are in the possession or under the
20 control of a registrant at a location for which he is not registered, the substances shall be included
21 in the records of the registered location to which they are subject to control or to which the person
22 possessing the substance is responsible.

23 (c) Separate records shall be maintained by a registrant for each independent activity for
24 which he/she is registered, except as provided in § 1304.22(d).

25 (d) In recording dates of receipt, importation, distribution, exportation, or other transfers,
26 the date on which the controlled substances are actually received, imported, distributed, exported,
27 or otherwise transferred shall be used as the date of receipt or distribution of any documents of
28 transfer (e.g., invoices or packing slips).

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

5 18. Section 118, subdivision (b), of the Code provides that the
6 suspension/expiraton/surrender/cancellation of a license shall not deprive the
7 Board/Registrar/Director of jurisdiction to proceed with a disciplinary action during the period
8 within which the license may be renewed, restored, reissued or reinstated.

9 FIRST CAUSE FOR DISCIPLINE

10 (Failure to Produce Records of Acquisition)

11 19. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
12 (o), in that they failed to comply with section 4081, subdivision (a) when on or around August 9,
13 2011, Respondent failed to provide acquisition records for thirteen Demerol 50mg/ml ampules
14 upon demand by the Board.

15 SECOND CAUSE FOR DISCIPLINE

16 (Lack of Policy and Procedure – Quality Assurance Programs)

17 20. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
18 (o), in that they failed to comply with California Code of Regulations, title 16, section 1711,
19 subdivision (c)(1). The circumstances are that on or around August 9, 2011, during a routine
20 inspection by the Board, Respondents did not have a policy and procedure in place to address a
21 quality assurance program.

22 THIRD CAUSE FOR DISCIPLINE

23 (Lack of Policy and Procedure – Theft and Impairment)

24 21. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
25 (o) in that they failed to comply with section 4104, subdivision (b). The circumstances are that on
26 or around August 9, 2011, during a routine inspection by the Board, Respondents did not have a
27 policy and procedure in place to address licensed employee theft and impairment.

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FOURTH CAUSE FOR DISCIPLINE

(Misbranded Drugs)

22. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and (o), in that they failed to comply with Health and Safety Code section 111330. The circumstances are that on or around August 9, 2011, during a routine inspection by the Board, pharmacy records revealed that on or around April 9, 2010, May 24, 2010, September 17, 2010, January 28, 2011, April 26, 2011, and October 8, 2011, dangerous drugs were compounded using expired ingredients.

FIFTH CAUSE FOR DISCIPLINE

(Lack of Master Formula)

23. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and (o), in that they failed to comply with California Code of Regulations, title 16, section 1735.3, subdivision (a). The circumstances are that on or around August 9, 2011, during a routine inspection by the Board, it was revealed that the pharmacy failed to maintain master formula records for all prescription drugs compounded and dispensed by the pharmacy.

SIXTH CAUSE FOR DISCIPLINE

(Lack of Policy and Procedure – Compounding)

24. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and (o) in that they failed to comply with California Code of Regulations, title 16, section 1735.5, subdivision (a). The circumstances are that on or around August 9, 2011, during a routine inspection by the Board, it was determined that Respondents compounded and dispensed prescription drugs without having a compounding policy and procedure in place.

SEVENTH CAUSE FOR DISCIPLINE

(Compounding with Expired Ingredients)

25. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and (o), in that between March 2010 and April, 2011, they failed to comply with section 4169 subdivision (a)(4) by dispensing dangerous drugs that were compounded using expired ingredients.

1 EIGHTH CAUSE FOR DISCIPLINE

2 (Unlicensed Reverse Distribution)

3 26. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
4 (o) in conjunction with section 4160(a) in that during a follow-up inspection by the Board on
5 August 15, 2012, it was determined that between August, 2011 and May, 2012, Respondents
6 acted as reverse distributors for sixty-nine different prescription medications.

7 NINTH CAUSE FOR DISCIPLINE

8 (Lack of Acquisition Records)

9 27. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
10 (o) in that they failed to comply with Code of Federal Regulations section 1304.21 when a
11 follow-up inspection conducted by the Board on August 15, 2012 revealed that Respondents
12 accepted six controlled substances from surgical clinics without maintaining proper
13 documentation.

14 TENTH CAUSE FOR DISCIPLINE

15 (Failure to Records of Acquisition and/or Maintain Current Inventory)

16 28. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and
17 (o), in that they failed to comply with section 4081(a) in conjunction with California Code of
18 Regulations, title 16, section 1718, when a follow-up inspection conducted by the Board on
19 August 15, 2012 revealed that Respondents failed to keep a record of acquisition or a current
20 inventory for sixty-nine prescription drugs as follows:

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Drug
Actos 15mg tab
adenosine 6mg/2ml inj
amiodarone 150mg/3ml inj
amoxicillin 875mg tabs
ampicillin 2gm vial
atenolol 25mg tab
atropine 0.4ml ml x 1 ml
atropine 1mg/ml inj
atropine 1mg/ml x 1ml

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Aviane 28 tabs
Beconase AQ 180 metered doses
calcium chloride 100mg/ml x 10ml
carbamazepine 200mg tab
Celestone 6mg/ml x 5 ml inj
chloral hydrate 500mg/5ml syrup
Cleocin 300mg/2ml x 2ml inj
dantrium 20mg vial
diazepam 5mg tab unit dose
diazepam 5mg/ml x 2ml
diphenhydramine 50mg/ml x 1ml inj
dopamine 1600mcg/ml IV 250ml
Enalaprilat 1.25mg/ml x 1 ml
ephedrine 50mg/ml x 1 ml inj
epinephrine 0.1mg/ml inj
epinephrine 1mg/ml 30ml inj
epinephrine 1mg/ml x 1 aml amp
Ethiodol 10 ml ampule
flumazenil 0.5/5ml x 5ml inj
flumazenil 1mg/10ml x 10ml
furosemide 100mg/10ml x 10ml
furosemide 20mg/ml inj
heparin 1,000u ml x 1 ml
heparin 10u/ml x 3 ml
Humulin R 3ml
hydroxyzine 25ml/ml x 1 ml
Influenza Vaccine
kenolog 40mg 1ml inj
Kinevac 5mg vial
Lanoxin inj. 2ml
lidocaine 100mg/5ml inj
lidocaine 2gm/500ml inj
lidocaine 50mg/5ml inj
lisinopril 10mg tab
lorazepam 2mg/ml x 1 ml vial
magnesium sulfate 1gm/2ml x 2ml
Marcaine 0.5% 50ml inj
methylprednisolone 80mg/ml x 1ml
Microgestin Fe 1/20 28 tabs
Necon 777 28 tabs

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NitroQuick
Ondansetron 4mg tab
Ondansetron 4mg/2ml x 2 ml
Oxycodone/APAP 5-325 tablets
penylephrine 10mg/ml x 1 ml inj
Premarin 0.9mg tab
ProAir Inhaler
prochlorpramine 10mg/2ml x 2ml inj
prochlorperazine 10mg supp
Propranolol 1mg/ml x 1 ml inj
Sodium Chloride 30ml vial
Solu Cortef 100mg/2ml
Solu Medrol 125mg/2ml
Solu Medrol 250mg/2ml
Tetracycline 500mg caps
Tigan 200mg/ml x 1 ml
Tussionex suspension
Valtrex 500mg tabs
Xylocaine 2% Jelly
Zantac 50mg/ml x 1 ml

ELEVENTH CAUSE FOR DISCIPLINE

(Receipt of Medications from Unlicensed Persons)

29. Respondents are subject to disciplinary action under section 4301 subdivisions (j) and (o), in that between March 2010 and April, 2011, they failed to comply with section 4169 subdivision (a)(1) by receiving transferred medications from surgical clinics and physician offices that were not licensed by the board as a wholesaler or pharmacy.

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:

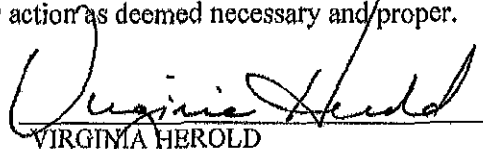
1. Revoking or suspending Pharmacy Permit Number PHY 36222, issued to Six Twelve Pharmacy; James A. Wilson, Owner,
2. Revoking or suspending Pharmacist License Number RPH 23617, issued to James A. Wilson,

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3. Ordering James A. Wilson to pay the Board of Pharmacy the reasonable costs of the investigation and enforcement of this case, pursuant to Business and Professions Code section 125.3;

4. Taking such other and further action as deemed necessary and proper.

DATED: 7/14/13



VIRGINIA HEROLD
Executive Officer
Board of Pharmacy
Department of Consumer Affairs
State of California
Complainant

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