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

In the Matter of the Accusation Against:

GLENOAKS RX INC. DBA VERDUGO CARE PHARMACY; SERJ SOUKAZ MARKARIAN, PRESIDENT/CEO

Pharmacy Permit No. PHY 54451,

Respondent.

Agency Case No. 6964

DECISION AND ORDER

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

This Decision shall become effective at 5:00 p.m. on May 12, 2021.

It is so ORDERED on April 12, 2021.

BOARD OF PHARMACY DEPARTMENT OF CONSUMER AFFAIRS STATE OF CALIFORNIA

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Greg Lippe Board President

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1	XAVIER BECERRA		
2	Attorney General of California JAMES M. LEDAKIS		
3	Supervising Deputy Attorney General ARMANDO ZAMBRANO		
	Supervising Deputy Attorney General		
4	WILLIAM D. GARDNER Deputy Attorney General		
5	State Bar No. 244817 300 So. Spring Street, Suite 1702		
6	Los Angeles, CA 90013 Telephone: (213) 269-6292		
7	Facsimile: (916) 731-2126		
8	Attorneys for Complainant		
9	BEFOR	E THE	
10	BOARD OF PHARMACY		
11	DEPARTMENT OF CONSUMER AFFAIRS STATE OF CALIFORNIA		
12	In the Matter of the Accusation Against:	Case No. 6964	
13	GLENOAKS RX INC. dba VERDUGO		
14	CARE PHARMACY; SERJ SOUKAZ MARKARIAN, PRESIDENT/CEO	STIPULATED SURRENDER OF	
15	8905 Glenoaks Blvd. Sun Valley, CA 91352	LICENSE AND ORDER	
16	Pharmacy Permit No. PHY 54451,		
17	Respondent.		
18			
19			
20	IT IS HEREBY STIPULATED AND AGRI	EED by and between the parties to the above-	
21	entitled proceedings that the following matters are	true:	
22	<u>PARTIES</u>		
23	Anne Sodergren (Complainant) is the Executive Officer of the Board of Pharmacy		
24	(Board). She brought this action solely in her official capacity and is represented in this matter by		
25	Xavier Becerra, Attorney General of the State of California, by William D. Gardner, Deputy		
26	Attorney General.		
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- 2. Glenoaks Rx Inc. dba Verdugo Care Pharmacy is represented in this proceeding by attorney Herb L. Weinberg, whose address is 1990 S. Bundy Drive Suite 777, Los Angeles, CA 90025.
- 3. On or about October 28, 2016, the Board of Pharmacy issued Pharmacy Permit Number PHY 54451 to Glenoaks Rx Inc. dba Verdugo Care Pharmacy (Respondent). The Pharmacy Permit was canceled on October 14, 2018. At all times relevant to the allegations set forth in Accusation No. 6964, Serj Soukaz Markarian was Respondent's president, chief executive officer and majority shareholder.

JURISDICTION

4. Accusation No. 6964 was filed before the Board, and is currently pending against Respondent. The Accusation and all other statutorily required documents were properly served on Respondent on October 8, 2020. Respondent timely filed its Notice of Defense contesting the Accusation. A copy of Accusation No. 6964 is attached as Exhibit A and incorporated by reference.

ADVISEMENT AND WAIVERS

- 5. Respondent has carefully read, fully discussed with counsel, and understands the charges and allegations in Accusation No. 6964. Respondent also has carefully read, fully discussed with counsel, and understands the effects of this Stipulated Surrender of License and Order.
- 6. Respondent is fully aware of its legal rights in this matter, including the right to a hearing on the charges and allegations in the Accusation; the right to confront and cross-examine the witnesses against it; the right to present evidence and to testify on its own behalf; the right to the issuance of subpoenas to compel the attendance of witnesses and the production of documents; the right to reconsideration and court review of an adverse decision; and all other rights accorded by the California Administrative Procedure Act and other applicable laws.
- 7. Respondent voluntarily, knowingly, and intelligently waives and gives up each and every right set forth above.

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CULPABILITY

- 8. Respondent understands that the charges and allegations in Accusation No. 6964, if proven at a hearing, constitute cause for imposing discipline upon its Pharmacy Permit.
- 9. For the purpose of resolving the Accusation without the expense and uncertainty of further proceedings, Respondent agrees that, at a hearing, Complainant could establish a factual basis for the charges in the Accusation and that those charges constitute cause for discipline. Respondent hereby gives up their right to contest that cause for discipline exists based on those charges.
- 10. Respondent understands that by signing this stipulation, it enables the Board to issue an order accepting the surrender of its Pharmacy Permit without further process.

CONTINGENCY

- 11. This stipulation shall be subject to approval by the Board. Respondent understands and agrees that counsel for Complainant and the staff of the Board may communicate directly with the Board regarding this stipulation and surrender, without notice to or participation by Respondent or its counsel. By signing the stipulation, Respondent understands and agrees that they may not withdraw its agreement or seek to rescind the stipulation prior to the time the Board considers and acts upon it. If the Board fails to adopt this stipulation as its Decision and Order, the Stipulated Surrender and Disciplinary Order shall be of no force or effect, except for this paragraph, it shall be inadmissible in any legal action between the parties, and the Board shall not be disqualified from further action by having considered this matter.
- 12. The parties understand and agree that Portable Document Format (PDF) and facsimile copies of this Stipulated Surrender of License and Order, including PDF and facsimile signatures thereto, shall have the same force and effect as the originals.
- 13. This Stipulated Surrender of License and Order is intended by the parties to be an integrated writing representing the complete, final, and exclusive embodiment of their agreement. It supersedes any and all prior or contemporaneous agreements, understandings, discussions, negotiations, and commitments (written or oral). This Stipulated Surrender of License and Order

may not be altered, amended, modified, supplemented, or otherwise changed except by a writing executed by an authorized representative of each of the parties.

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

ORDER

IT IS HEREBY ORDERED that Pharmacy Permit No. PHY 54451, issued to Respondent Glenoaks Rx Inc. dba Verdugo Care Pharmacy, is surrendered and accepted by the Board.

- 1. The surrender of Respondent's Pharmacy Permit and the acceptance of the surrendered license by the Board shall constitute the imposition of discipline against Respondent. This stipulation constitutes a record of the discipline and shall become a part of Respondent's license history with the Board.
- 2. Respondent shall lose all rights and privileges as a licensed pharmacy in California as of the effective date of the Board's Decision and Order.
- 3. Respondent shall cause to be delivered to the Board its pocket license and, if one was issued, its wall certificate on or before the effective date of the Decision and Order.
- 4. Respondent may not apply, reapply, or petition for any licensure or registration of the Board for three (3) years from the effective date of the Decision and Order.
- 5. If Respondent ever files an application for licensure or a petition for reinstatement in the State of California, the Board shall treat it as an application for new licensure. Respondent must comply with all the laws, regulations and procedures for reinstatement of a revoked or surrendered license in effect at the time the application is filed, and all of the charges and allegations contained in Accusation No. 6964 shall be deemed to be true, correct and admitted by Respondent when the Board determines whether to grant or deny the application.
- 6. Respondent's president and chief executive officer, Serj Soukaz Markarian, shall be prohibited from serving as a manager, administrator, owner, member, officer, director, associate, partner, or in any other position with management or control of a licensee until such time as Respondent obtains a new or reinstated license.

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1	7. Respondent shall pay the agency its 11 of investigation and enforcement in the
2	amount of \$11,277.25 prior to issuance of a new or reinstated license.
3	<u>ACCEPTANCE</u>
4	I have carefully read the above Stipulated Surrender of License and Order and have fully
5	discussed it with my attorney Herb L. Weinberg. I understand the stipulation and the effect it will
6	have on me individually and on Glenoaks Rx Inc.'s Pharmacy Permit. I enter into this Stipulated
7	Surrender of License and Order voluntarily, knowingly, and intelligently, and agree to be bound
8	by the Decision and Order of the Board of Pharmacy.
9	
10	DATED:
11	SERJ SOUKAZ MARKARIAN, individually and as president and chief executive officer of
12	GLENOAKS RX INC. DBA VERDUGO CARE PHARMACY,
13	Respondent
14	
15	I have read and fully discussed with Serj Soukaz Markarian the terms and conditions and
16	other matters contained in this Stipulated Surrender of License and Order. I approve its form and
17	content.
18	DATED:
19	HERB L. WEINBERG Attorney for Respondent
20	
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1	7. Respondent shall pay the agency its 11 of investigation and enforcement in the
1	amount of \$11,277.25 prior to issuance of a new or reinstated license.
:	ACCEPTANCE
	I have carefully read the above Stipulated Surrender of License and Order and have fully
;	discussed it with my attorney Herb L. Weinberg. I understand the stipulation and the effect it wil
	have on me individually and on Glenoaks Rx Inc.'s Pharmacy Permit. I enter into this Stipulated
•	Surrender of License and Order voluntarily, knowingly, and intelligently, and agree to be bound
	by the Decision and Order of the Board of Pharmacy.
10	SER J SOUK AZ MARKARIAN, individually
11 12	and as president and chief executive officer of
13	
14	
15	I have read and fully discussed with Serj Soukaz Markarian the terms and conditions and
16	_
17	content.
18	DATED:
19	HERB L. WEINBERG Attorney for Respondent
20	
21	
22	///
23	///
24	///
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1		ENDORSEMENT
2	The foregoing Stipulated Surren	der of License and Order is hereby respectfully submitted
3	for consideration by the Board of Phar	rmacy of the Department of Consumer Affairs.
4	DATED:	_ Respectfully submitted,
5		XAVIER BECERRA
6		Attorney General of California ARMANDO ZAMBRANO Supervising Deputy Attorney General
7 8		
9		WILLIAM D. GARDNER
10		Deputy Attorney General Attorneys for Complainant
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1	1 ENDORSEMENT	
2	The foregoing Stipulated Surrender of License and Order is hereby	respectfully submitted
3	3 for consideration by the Board of Pharmacy of the Department of Consum	ner Affairs.
4	4 DATED: 3/10/2021 Respectfully submit	ted,
5	THIVER BECERRY	
6	Supervising Deputy	NO
7		
8	Wester B. Green	
9 10	Deputy Attorney Ge	eneral
	11	
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Exhibit A

Accusation No. 6964

1	XAVIER BECERRA Attorney General of California		
2	Attorney General of California MARC D. GREENBAUM Supervising Deputy Attorney General WILLIAM D. GARDNER		
3			
4	Deputy Attorney General State Bar No. 244817 300 So. Spring Street, Suite 1702		
5	Los Angeles, CA 90013 Telephone: (213) 269-6292		
6	Facsimile: (916) 731-2126 Attorneys for Complainant		
7	Thiorneys for Complanain		
8	BEFORE THE		
9	BOARD OF PHARMACY DEPARTMENT OF CONSUMER AFFAIRS		
10	STATE OF C.	ALIFORNIA	
11			
12	In the Matter of the Accusation Against:	Case No. 6964	
13	GLENOAKS RX INC. dba VERDUGO CARE PHARMACY; SERJ SOUKAZ		
14	MARKARIAN, PRESIDENT/CEO 8905 Glenoaks Blvd.	ACCUSATION	
15	Sun Valley, CA 91352		
16	Pharmacy Permit No. PHY 54451,		
17	Respondent.		
18			
19	PART	TES	
20	<u>PARTIES</u>		
21	1. Anne Sodergren (Complainant) brings this Accusation solely in her official capacity		
22	as the Executive Officer of the Board of Pharmacy, Department of Consumer Affairs.		
23	2. On or about October 28, 2016, the Board of Pharmacy issued Pharmacy Permit		
24	Number PHY 54451 to Glenoaks Rx Inc. dba Verdugo Care Pharmacy (Respondent Pharmacy).		
25	The Pharmacy Permit was canceled on October 14, 2018. At all times relevant to the allegations		
26	set forth herein, Serj Soukaz Markarian was Respondent Pharmacy's president, chief executive		
27	officer and majority shareholder. Pharmacist Mau	ang Ye Htut Loo (PIC Loo) was the designated	
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1	pharmacist-in-charge (PIC) of Respondent Pharmacy from January 2, 2018, to August 20, 2018	
2	and became a 49% shareholder in Respondent Pharmacy on May 1, 2018.	
3	<u>JURISDICTION</u>	
4	3. This Accusation is brought before the Board of Pharmacy (Board), Department of	
5	Consumer Affairs, under the authority of the following laws. All section references are to the	
6	Business and Professions Code (BPC) unless otherwise indicated	
7	4. BPC section 4300.1 states:	
8 9 10	The expiration, cancellation, forfeiture, or suspension of a board-issued license by operation of law or by order or decision of the board or a court of law, the placement of a license on a retired status, or the voluntary surrender of a license by a licensee shall not deprive the board of jurisdiction to commence or proceed with any investigation of, or action or disciplinary proceeding against, the licensee or to render	
11	a decision suspending or revoking the license.	
12	5. BPC section 4301 states:	
13	The board shall take action against any holder of a license who is guilty of unprofessional conduct or whose license has been issued by mistake. Unprofessional conduct shall include, but is not limited to, any of the following:	
14		
15 16	(g) Knowingly making or signing and certificate or other document that falsely represents the existence or nonexistence of a state of facts.	
17		
18	(o) Violating or attempting to violate, directly or indirectly, or assisting in or	
19	abetting the violation of or conspiring to violate any provision or term of this chapter or of the applicable federal and state laws and regulations governing pharmacy, including regulations established by the board or by any other state or federal	
20	regulatory agency.	
21		
22	(q) Engaging in any conduct that subverts or attempts to subvert an investigation of the board.	
23	investigation of the board.	
24	6. BPC section 4081 states:	
252627	(a) All records of manufacture and of sale, acquisition, or disposition of dangerous drugs or dangerous devices shall be at all times during business hours open to inspection by authorized officers of the law, and shall be preserved for at least three years from the date of making. A current inventory shall be kept by every	
28	manufacturer, wholesaler, pharmacy, veterinary food-animal drug retailer, physician, dentist, podiatrist, veterinarian, laboratory, clinic, hospital, institution, or	

establishment holding a currently valid and unrevoked certificate, license, permit, registration, or exemption under Division 2 (commencing with Section 1200) of the Health and Safety Code or under Part 4 (commencing with Section 16000) of Division 9 of the Welfare and Institutions Code who maintains a stock of dangerous drugs or dangerous devices.

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

. . . .

- 7. BPC section 4113, subdivision (c), states that "[t]he pharmacist-in-charge shall be responsible for a pharmacy's compliance with all state and federal laws and regulations pertaining to the practice of pharmacy."
 - 8. BPC section 4302 states:

"The board may deny, suspend, or revoke any license where conditions exist in relation to any person holding 10 percent or more of the ownership interest or where conditions exist in / relation to any officer, director, or other person with management or control of the license that would constitute grounds for disciplinary action against a licensee."

- 9. BPC section 4307 states, in pertinent part:
- "(a) Any person who has been denied a license or whose license has been revoked or is under suspension, or who has failed to renew his or her license while it was under suspension, or who has been a manager, administrator, owner, member, officer, director, associate, partner, or any other person with management or control of any partnership, corporation, trust, firm, or association whose application for a license has been denied or revoked, is under suspension or has been placed on probation, and while acting as the manager, administrator, owner, member, officer, director, associate, partner, or any other person with management or control had knowledge of or knowingly participated in any conduct for which the license was denied, revoked, suspended, or placed on probation, shall be prohibited from serving as a manager, administrator, owner, member, officer, director, associate, partner, or in any other position with management or control of a licensee as follows:

	"(1) Where a probationary license is issued or where an existing license is placed o	n
Ţ	probation, this prohibition shall remain in effect for a period not to exceed five years.	

"(2) Where the license is denied or revoked, the prohibition shall continue until the license is issued or reinstated.

. . .

10. BPC section 4329 states:

"Any nonpharmacist who takes charge of or acts as supervisor, manager, or pharmacist-incharge of any pharmacy, or who compounds or dispenses a prescription or furnishes dangerous drugs except as otherwise provided in this chapter, is guilty of a misdemeanor."

11. BPC section 4330, subdivision (b), states:

"Any pharmacy owner who commits any act that would subvert or tend to subvert the efforts of the pharmacist-in-charge to comply with the laws governing the operation of the pharmacy is guilty of a misdemeanor."

12. BPC section 4332 states:

"Any person who fails, neglects, or refuses to maintain the records required by Section 4081 or who, when called upon by an authorized officer or a member of the board, fails, neglects, or refuses to produce or provide the records within a reasonable time, or who willfully produces or furnishes records that are false, is guilty of a misdemeanor."

13. BPC section 4333, subdivision (a), states:

"All prescriptions filled by a pharmacy and all other records required by Section 4081 shall be maintained on the premises and available for inspection by authorized officers of the law for a period of at least three years. In cases where the pharmacy discontinues business, these records shall be maintained in a board-licensed facility for at least three years."

14. California Code of Regulations, title 16, section 1708.2, states:

"Any permit holder shall contact the board prior to transferring or selling any dangerous drugs, devices or hypodermics inventory as a result of termination of business or bankruptcy proceedings and shall follow official instructions given by the board applicable to the transaction."

COST RECOVERY

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

FACTUAL BACKGROUND

- 16. On September 5, 2018, the Board received a complaint from PIC Loo stating that, in reviewing certain records related to a Medi-Cal audit of Respondent Pharmacy performed in August 2018, he had discovered that Respondent Pharmacy and its CEO, Serj Soukaz Markarian (Markarian), had been engaged in an insurance fraud scheme with respect to various high-priced medications. Markarian is a former licensed pharmacist who surrendered his license while on probation in 2014. Prior Board disciplinary actions against Markarian include Case No. 3601, In the Matter of the Accusation Against Serj Soukaz Markarian (2011) and Case No. 4645, In the Matter of the Accusation and Petition to Revoke Probation Against Serj Soukaz Markarian (2013). According to PIC Loo's complaint, Respondent Pharmacy and Markarian were unlawfully taking back previously dispensed medications and were also billing for brand name medications while dispensing generics. During the course of its investigation into PIC Loo's complaint, the Board documented a number of violations that warrant disciplinary action, as set forth below.
- 17. On or about November 8, 2018, the Board received a Discontinuation of Business form from Respondent Pharmacy indicating that it had ceased operation on October 14, 2018. The Discontinuation of Business form was signed by Markarian under penalty of perjury as to its truth and accuracy. The Discontinuation of Business form, signed by Markarian on October 18, 2018, indicated that an inventory of Respondent Pharmacy's dangerous drug stock had been conducted September 18, 2018, and that the drug inventory was going to be transferred to another pharmacy located in Huntington Beach, California. In actuality, however, Respondent Pharmacy had already transferred its dangerous drug inventory to the other pharmacy prior to notifying the Board of its intention to do so in violation of state law. Further, the Discontinuation of Business

form indicated that, in compliance with state law, all of Respondent Pharmacy's records of acquisition and disposition of dangerous drugs for the two (2) years that it had been in operation would be maintained for three (3) years by the Board-licensed pharmacy located at 303 S. Glenoaks Blvd. in Burbank, California (i.e., Glenoaks Rx Pharmacy). Respondent Pharmacy failed to furnish Glenoaks Rx Pharmacy with access to all such acquisition and disposition records as was required by state law.

- 18. While investigating PIC Loo's complaint against Respondent Pharmacy, an inspector with the Board sought to conduct an audit of Respondent Pharmacy's acquisition and disposition of certain dangerous drugs. Accordingly, on or about November 9, 2018, the Board inspector requested that Markarian provide Respondent Pharmacy's drug acquisition and disposition records for the two (2) years that it had been in operation. Markarian failed to provide those records, falsely claiming that he could no longer obtain them from an electronic database maintained by pharmacy management software company Digital Rx. Multiple times thereafter, the inspector sought to obtain Respondent Pharmacy's acquisition and disposition records from Markarian, but Markarian never provided them.
- 19. The inspector was eventually able to obtain copies of Respondent Pharmacy's acquisition and disposition records from an attorney for PIC Loo who had obtained them by subpoena in separate civil litigation. The Board inspector was also able to obtain and analyze records from wholesalers and reverse distributors in order to perform an audit related to Respondent Pharmacy's acquisition and disposition of six (6) high-priced prescription drugs that were among those identified in PIC Loo's complaint. The audit revealed that Respondent Pharmacy had sold far more of those drugs than it had purchased through verifiably legal means. For example, the records showed that Respondent Pharmacy had been paid a total of \$131,311 from insurance companies for its sale of 83 Invega Sustenna 234 mg syringe kits, yet there were no records to support Respondent Pharmacy's lawful acquisition of 36 (or 43%) of those 83 syringe kits. Likewise, there were no records to support Respondent Pharmacy's lawful acquisition of just over 10% of the 156 Invega Sustenna 156 mg syringe kits that it had sold for a total of \$212,068. The audit also revealed that Respondent Pharmacy had received more than

\$130,000 from insurance companies for its sale of thousands of Abilify tablets for which there were no acquisition records. Specifically, there were no records to support Respondent Pharmacy's lawful acquisition of 621 (or 70%) of the 891 Abilify 10 mg tablets it had sold, 1220 (or 57%) of the 2150 of the Abilify 15 mg it had sold, 1175 (or 61%) of the 1925 of the Abilify 20 mg it had sold or 691 (or 72%) of the 961 of the Abilify 30 mg it had sold.

20. Further, the Board's investigation revealed that Markarian, a non-pharmacist, unlawfully acted as a supervisor and/or manager of Respondent Pharmacy and engaged in conduct that subverted or would tend to subvert the efforts of the pharmacist-in-charge by, among other things, controlling PIC Loo's access to Respondent Pharmacy's pharmacy management software system and ignoring PIC Loo's admonition that the pharmacy refrain from taking back previously dispensed medications.

FIRST CAUSE FOR DISCIPLINE

(Violation of Pharmacy Law: Acquisition Records)

21. Respondent Pharmacy is subject to disciplinary action under BPC sections 4301, subdivision (o), and 4113, subdivision (c), in conjunction with BPC sections 4081 and 4333, subdivision (a), in that Respondent failed to maintain acquisition records related to dozens of Invega Sustenna syringe kits and thousands of Abilify tablets. Complainant refers to, and by this reference incorporates, the allegations set forth above in paragraphs 16 through 20, inclusive, as though set forth fully herein.

SECOND CAUSE FOR DISCIPLINE

(Violation of Pharmacy Law: Transfer of Inventory)

22. Respondent Pharmacy is subject to disciplinary action under BPC section 4301, subdivision (o), in conjunction with California Code of Regulations, title 16, section 1708.2, in that Respondent Pharmacy transferred and/or sold its drug inventory to another pharmacy upon its discontinuance of business prior to notifying the Board of the proposed inventory sale/transfer. Complainant refers to, and by this reference incorporates, the allegations set forth above in paragraphs 16 through 20, inclusive, as though set forth fully herein.

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THIRD CAUSE FOR DISCIPLINE

(Misconduct by Owner: Signing Document with False Representation)

23. Respondent Pharmacy is subject to disciplinary action under BPC section 4302 in conjunction with BCC section 4301, subdivision (g), in that Markarian knowingly signed a Discontinuation of Business form under penalty of perjury that contained false representations regarding the transfer of Respondent Pharmacy's drug inventory and the maintenance of its drug acquisition and disposition records upon its discontinuation of business. Complainant refers to, and by this reference incorporates, the allegations set forth above in paragraphs 16 through 20, inclusive, as though set forth fully herein.

FOURTH CAUSE FOR DISCIPLINE

(Misconduct by Owner: Failure to Provide Acquisition and Disposition Records)

24. Respondent Pharmacy is subject to disciplinary action under BPC section 4302 in conjunction with BPC sections 4301, subdivision (o), 4081 and 4332 in that Markarian failed to provide drug acquisition and disposition records despite multiple requests from the Board inspector that he do so. Complainant refers to, and by this reference incorporates, the allegations set forth above in paragraphs 16 through 20, inclusive, as though set forth fully herein.

FIFTH CAUSE FOR DISCIPLINE

(Misconduct by Owner: Subversion of Board Investigation)

25. Respondent Pharmacy is subject to disciplinary action under BPC section 4302 in conjunction with BPC sections 4301, subdivision (q), 4081 and 4033 in that Markarian engaged in conduct that subverted or attempted to subvert the Board's investigation by falsely claiming that he could not obtain access to drug acquisition and disposition records and failing to provide those records despite repeated requests from the Board that he do so. Complainant refers to, and by this reference incorporates, the allegations set forth above in paragraphs 16 through 20, inclusive, as though set forth fully herein.

SIXTH CAUSE FOR DISCIPLINE

(Misconduct by Owner: Subversion of PIC)

26. Respondent Pharmacy is subject to disciplinary action under BPC section 4302 in conjunction with BPC sections 4301, subdivision (o), and 4330, subdivision (b), in that Markarian engaged in conduct that subverted or tended to subvert the efforts of PIC Loo to comply with the laws governing the operation of the pharmacy. Complainant refers to, and by this reference incorporates, the allegations set forth above in paragraphs 16 through 20, inclusive, as though set forth fully herein.

SEVENTH CAUSE FOR DISCIPLINE

(Misconduct by Owner: Non-Pharmacist Acting as Supervisor/Manager)

27. Respondent Pharmacy is subject to disciplinary action under BPC section 4302 in conjunction with BPC sections 4301, subdivision (o), 4113, subdivision (c), and 4329 in that Markarian, a non-pharmacist, was allowed to be in charge of Respondent Pharmacy and/or to operate as a supervisor or manager of the pharmacy. Complainant refers to, and by this reference incorporates, the allegations set forth above in paragraphs 16 through 20, inclusive, as though set forth fully herein.

EIGHTH CAUSE FOR DISCIPLINE

(Unprofessional Conduct)

28. Respondent Pharmacy is subject to disciplinary action under BPC section 4302 in conjunction with BPC sections 4301 and 4113, subdivision (c), in that Respondent engaged in unprofessional conduct with respect to the operation of a pharmacy. Complainant refers to, and by this reference incorporates, the allegations set forth above in paragraphs 16 through 27, inclusive, as though set forth fully herein.

OTHER MATTERS

29. Pursuant to Code section 4307, if discipline is imposed on Permit Number PHY 54451 issued to Glenoaks Rx, Inc., then Glenoaks Rx, Inc. shall be prohibited from serving as a manager, administrator, owner, member, officer, director, associate, or partner of a licensee for ///