SUBSTITUTE SENATE BILL 5466

State of Washington 52nd Legislature 1991 Regular Session

By Senate Committee on Law & Justice (originally sponsored by Senators Nelson, Moore, Amondson, Conner, Johnson, Newhouse, West, Rasmussen, Wojahn, Sutherland and L. Smith).

Read first time February 19, 1991.

- 1 AN ACT Relating to licensed pharmacists, limiting their liability
- 2 by declaring them to be nonproduct sellers who are not subject to Title
- 3 62A RCW; amending RCW 7.72.010; adding a new section to chapter 18.64
- 4 RCW; and creating a new section.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 <u>NEW SECTION.</u> **Sec. 1.** The legislature recognizes that drugs
- 7 and devices are approved for distribution after study and evaluation.
- 8 The legislature finds it is in the public interest that a wide range of
- 9 drugs and devices be available to the public, even though some are
- 10 potentially harmful. The legislature further finds that the services
- 11 of a pharmacist are an extension of the services of prescribing
- 12 practitioners in that a pharmacist limits public access to certain
- 13 drugs and devices to such practitioners' prescriptions.

- 1 <u>NEW SECTION.</u> **Sec. 2.** A new section is added to chapter 18.64 RCW
- 2 to read as follows:
- 3 The dispensing by a licensed pharmacist of a prescription product
- 4 manufactured by a commercial manufacturer pursuant to a prescription
- 5 issued by a licensed prescribing practitioner constitutes the rendition
- 6 of a service, and is not covered by any implied warranty under the
- 7 uniform commercial code, Title 62A RCW, or otherwise. No civil
- 8 liability may be incurred as a result of any such acts, except in a
- 9 case of willful or negligent conduct.
- 10 **Sec. 3.** RCW 7.72.010 and 1981 c 27 s 2 are each amended to read as
- 11 follows:
- 12 For the purposes of this chapter, unless the context clearly
- 13 indicates to the contrary:
- 14 (1) Product seller. "Product seller" means any person or entity
- 15 that is engaged in the business of selling products, whether the sale
- 16 is for resale, or for use or consumption. The term includes a
- 17 manufacturer, wholesaler, distributor, or retailer of the relevant
- 18 product. The term also includes a party who is in the business of
- 19 leasing or bailing such products. The term "product seller" does not
- 20 include:
- 21 (a) A seller of real property, unless that person is engaged in the
- 22 mass production and sale of standardized dwellings or is otherwise a
- 23 product seller;
- 24 (b) A provider of professional services who utilizes or sells
- 25 products within the legally authorized scope of the professional
- 26 practice of the provider;
- 27 (c) A commercial seller of used products who resells a product
- 28 after use by a consumer or other product user: PROVIDED, That when it

- 1 is resold, the used product is in essentially the same condition as
- 2 when it was acquired for resale; ((and))
- 3 (d) A finance lessor who is not otherwise a product seller. A
- 4 "finance lessor" is one who acts in a financial capacity, who is not a
- 5 manufacturer, wholesaler, distributor, or retailer, and who leases a
- 6 product without having a reasonable opportunity to inspect and discover
- 7 defects in the product, under a lease arrangement in which the
- 8 selection, possession, maintenance, and operation of the product are
- 9 controlled by a person other than the lessor; and
- 10 <u>(e) A licensed pharmacist who dispenses a prescription product</u>
- 11 manufactured by a commercial manufacturer pursuant to a prescription
- 12 <u>issued by a licensed prescribing practitioner</u>.
- 13 (2) Manufacturer. "Manufacturer" includes a product seller who
- 14 designs, produces, makes, fabricates, constructs, or remanufactures the
- 15 relevant product or component part of a product before its sale to a
- 16 user or consumer. The term also includes a product seller or entity
- 17 not otherwise a manufacturer that holds itself out as a manufacturer.
- 18 A product seller acting primarily as a wholesaler, distributor, or
- 19 retailer of a product may be a "manufacturer" but only to the extent
- 20 that it designs, produces, makes, fabricates, constructs, or
- 21 remanufactures the product for its sale. A product seller who performs
- 22 minor assembly of a product in accordance with the instructions of the
- 23 manufacturer shall not be deemed a manufacturer. A product seller that
- 24 did not participate in the design of a product and that constructed the
- 25 product in accordance with the design specifications of the claimant or
- 26 another product seller shall not be deemed a manufacturer for the
- 27 purposes of RCW 7.72.030(1)(a).
- 28 (3) Product. "Product" means any object possessing intrinsic value,
- 29 capable of delivery either as an assembled whole or as a component part
- 30 or parts, and produced for introduction into trade or commerce. Human

- 1 tissue and organs, including human blood and its components, are
- 2 excluded from this term.
- 3 The "relevant product" under this chapter is that product or its
- 4 component part or parts, which gave rise to the product liability
- 5 claim.
- 6 (4) Product liability claim. "Product liability claim" includes any
- 7 claim or action brought for harm caused by the manufacture, production,
- 8 making, construction, fabrication, design, formula, preparation,
- 9 assembly, installation, testing, warnings, instructions, marketing,
- 10 packaging, storage or labeling of the relevant product. It includes,
- 11 but is not limited to, any claim or action previously based on: Strict
- 12 liability in tort; negligence; breach of express or implied warranty;
- 13 breach of, or failure to, discharge a duty to warn or instruct, whether
- 14 negligent or innocent; misrepresentation, concealment, or
- 15 nondisclosure, whether negligent or innocent; or other claim or action
- 16 previously based on any other substantive legal theory except fraud,
- 17 intentionally caused harm or a claim or action under the consumer
- 18 protection act, chapter 19.86 RCW.
- 19 (5) Claimant. "Claimant" means a person or entity asserting a
- 20 product liability claim, including a wrongful death action, and, if the
- 21 claim is asserted through or on behalf of an estate, the term includes
- 22 claimant's decedent. "Claimant" includes any person or entity that
- 23 suffers harm. A claim may be asserted under this chapter even though
- 24 the claimant did not buy the product from, or enter into any
- 25 contractual relationship with, the product seller.
- 26 (6) Harm. "Harm" includes any damages recognized by the courts of
- 27 this state: PROVIDED, That the term "harm" does not include direct or
- 28 consequential economic loss under Title 62A RCW.