IN THE MATTER OF					*		BEFORE THE					
MED-PRO DISTRIBUTORS, LLC					*		MARYLAND BOARD					
						*		OF	PHAR	МАСҮ		
						*		CAS	SE NO.	PI-14-	159/14	-559
*	*	*	*	*	*	*	*	*	*	*	*	1

## PRE-CHARGE CONSENT ORDER

#### Background

On or about February 20, 2014, the Maryland Board of Pharmacy (the "Board") received a complaint indicating that Med-Pro Distributors, LLC ("Med-Pro") was distributing prescription drugs into Maryland without a permit to operate as a wholesale distributor. Upon investigation, the Board discovered that Med-Pro did in fact distribute prescription drugs to several hospitals throughout Maryland without a permit from approximately January 1, 2011, through March 7, 2014.

In lieu of instituting formal proceedings against Med-Pro, in accordance with the Maryland Pharmacy Act, Md. Code Ann., Health Occ. § 12-101 *et seq.*, the Board held a Pre-Charge Case Resolution Conference ("CRC") with a representative from Med-Pro and counsel on July 23, 2014. As a result, the Board and Med-Pro have agreed to resolve this matter as set forth in this Consent Order.

#### FINDINGS OF FACT

 At all times relevant hereto, Med-Pro operated at a facility located at 3415 Westinghouse Boulevard, Charlotte, North Carolina. Med-Pro has never possessed a permit to operate as a wholesale distributor in Maryland.

- On or about February 20, 2014, the Board received a complaint indicating that Med-Pro distributed prescription drugs into Maryland without a permit.
- Upon investigation, the Board determined that Med-Pro distributed prescription drugs to 12 hospitals in Maryland without a permit between January 1, 2011, and March 7, 2014. None of the drugs distributed in Maryland by Med-Pro were controlled dangerous substances.
- 4. At the CRC, Med-Pro described itself as a relatively small company that specializes in selling hard-to-find pharmaceuticals to hospitals. Med-Pro admitted to distributing prescription drugs into Maryland without a permit, stating that it was a mistake that the company was taking very seriously.
- 5. Med-Pro informed the Board of the numerous steps it was taking to rectify the situation and prevent anything similar from happening in the future, including retaining counsel, re-training staff, and obtaining additional state license to operate as a wholesale distributor. Med-Pro also stated it was planning on obtaining national wholesale distributor verified status.

### CONCLUSION OF LAW

Based on the foregoing Findings of Fact, the Board concludes that Med-Pro is subject to disciplinary action in accordance with Md. Code Ann., Health Occ. §§12-6C-03(a) and 12-6C-11, and COMAR 10.34.11.10.

### **ORDER**

Based on an affirmative vote of a majority of the Board, it is this  $210^{10}$  day of October, 2014, hereby: **ORDERED** that Med-Pro shall pay a fine in the amount of \$6,500.00, payable to the Maryland Board of Pharmacy, within sixty (60) days of the date of this Order; and be it further,

**ORDERED** that Med-Pro shall refrain from the wholesale distribution of prescription drugs or devices into, out of, or within Maryland, until such time as Med-Pro has obtained a permit to do so from the Board; and be it further,

**ORDERED** that in the event Med-Pro obtains a valid permit to operate as a wholesale distributor in Maryland, it shall operate in accordance with the Maryland Pharmacy Act and all applicable laws and regulations; and be it further,

**ORDERED** that failure to pay in full the above fine within sixty (60) days of the date of this Order, or failure to otherwise comply with this Order, shall be considered a violation of this Order, and after notice and opportunity for a hearing shall subject Med-Pro to further sanction; and be it further,

**ORDERED** that this is a formal order of the Maryland Board of Pharmacy and as such is a public document pursuant to the Maryland Annotated Code, State Government Article, Section 10-617(h).

OMWIY Date

Lenna Israbian-Jamgochian President Maryland Board of Pharmacy

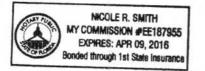
#### CONSENT

- By signing this Consent, Med-Pro submits to the foregoing Consent Order as a resolution of this matter in lieu of formal charges, which process would have afforded Med-Pro the right to a full evidentiary hearing. Med-Pro consents and submits to the foregoing Findings of Fact, Conclusions of Law, and Order as if made after a full evidentiary hearing at which Med-Pro would have the right to counsel, to confront witnesses, to give testimony, to call witnesses on its behalf, and to all other substantive and procedural protections provided by law.
- By signing this Consent, Med-Pro waives any rights it may have had to contest the findings and determinations contained in this Consent Order.
- Med-Pro acknowledges that this is a formal order of the Board and as such is a public document.
- Med-Pro acknowledges the legal authority and the jurisdiction of the Board to enter into and enforce this Consent Order.
- Med-Pro signs this Consent Order freely and voluntarily and after having had the opportunity to consult with counsel. Med-Pro fully understands the language, meaning, and effect of this Consent Order.

MED-PRO DISTRIBUTORS, LLC

David Somberg, President

# STATE OF FLORIDA COUNTY/CITY OF PALM BEAGH: DELRAY BEACH I hereby certify that on this <u>19th</u> day of <u>September</u>, 2014, before me, a Notary Public of the State and County/city aforesaid, personally appeared DAVID SOMBERG, on behalf of MED-PRO DISTRIBUTORS, LLC, and made an oath in due form that the foregoing Consent was his voluntary act and deed.



M. R. An

Notary Public My commission expires: April 9,2016