

## Calendar No. 413

115TH CONGRESS 2D SESSION

S. 2315

To amend the Federal Food, Drug, and Cosmetic Act to clarify the regulatory framework with respect to certain nonprescription drugs that are marketed without an approved new drug application, and for other purposes.

#### IN THE SENATE OF THE UNITED STATES

January 17, 2018

Mr. ISAKSON (for himself, Mr. CASEY, Mr. ALEXANDER, and Mrs. MURRAY) introduced the following bill; which was read twice and referred to the Committee on Health, Education, Labor, and Pensions

May 14, 2018

Reported by Mr. ALEXANDER, with an amendment

[Strike out all after the enacting clause and insert the part printed in italic]

# A BILL

To amend the Federal Food, Drug, and Cosmetic Act to clarify the regulatory framework with respect to certain nonprescription drugs that are marketed without an approved new drug application, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

### 2 SECTION 1. SHORT TITLE: TABLE OF CONTENTS. 2 (a) SHORT TITLE.—This Act may be cited as the "Over-the-Counter Drug Safety, Innovation, and Reform 4 Act''. 5 (b) Table of Contents for this Act is as follows: See. 1. Short title; table of contents. TITLE I—REGULATION OF NONPRESCRIPTION DRUGS Sec. 101. Regulation of certain nonprescription drugs that are marketed without an approved new drug application. Sec. 102. Misbranding. Sec. 103. Conforming amendments to the Sunscreen Innovation Act. Sec. 104. Drugs excluded from over-the-counter review. Sec. 105. Conforming amendment. See. 106. Annual update to Congress on appropriate pediatric indication for eertain cough and cold monograph drugs. TITLE II—FEES RELATING TO MONOGRAPH DRUGS Sec. 201. Short title; findings. See. 202. Authority to access and use fees. TITLE I—REGULATION OF 7 NONPRESCRIPTION DRUGS 8 SEC. 101. REGULATION OF CERTAIN NONPRESCRIPTION 10 DRUGS THAT ARE MARKETED WITHOUT AN 11 APPROVED NEW DRUG APPLICATION. 12 Chapter V of the Federal Food, Drug, and Cosmetic Act is amended by inserting after section 505F (21 U.S.C. 355g) the following: 14 15 "SEC. 505G. REGULATION OF CERTAIN NONPRESCRIPTION 16 DRUGS THAT ARE MARKETED WITHOUT AN

APPROVED NEW DRUG APPLICATION.

17

1	"(1) Nonprescription drug.—The term
2	'nonprescription drug' means a drug, an active in-
3	gredient, or a combination of active ingredients that
4	is not subject to section 503(b)(1).
5	"(2) REQUESTOR.—The term 'requestor' means
6	a person or group of persons marketing, manufac-
7	turing, processing, or developing a drug.
8	"(3) Sponsor.—The term 'sponsor' means a
9	person or group of persons marketing, manufac-
10	turing, or processing a drug and who has a listing
11	in effect under section 510(j) for such drug.
12	"(b) Monograph Drugs.—
13	"(1) In GENERAL.—With respect to a non-
14	prescription drug that, on or after the date of enact-
15	ment of the Over-the-Counter Drug Safety, Innova-
16	tion, and Reform Act, is introduced or delivered for
17	introduction in interstate commerce for which an ap-
18	proved application under section 505 is not required,
19	the following shall apply:
20	"(A) A nonprescription drug is deemed to
21	be generally recognized as safe and effective
22	within the meaning of section 201(p)(1) and
23	not a new drug under section 201(p) if—
24	"(i)(I) such drug is—

1	"(aa)(AA) subject to a final
2	monograph issued under part
3	330 of title 21, Code of Federal
4	Regulations, as of the date of en-
5	actment of the Over-the-Counter
6	Drug Safety, Innovation, and Re-
7	form Act;
8	"(BB) in conformity with
9	the conditions for nonprescription
10	use of such monograph and the
11	general requirements specified
12	for nonprescription drugs, includ-
13	ing any modifications to those
14	conditions made under sub-
15	sections (e), (d), and (j); and
16	"(CC) except as permitted
17	by an administrative order issued
18	under subsection (e) or a minor
19	change in the drug in conformity
20	with subsection (d), is in a dos-
21	age form that has been used to a
22	material extent and for a mate-
23	rial time within the meaning of
24	section $201(p)(2)$ ; or

1	$\frac{\text{``(bb)}(AA)}{AA}$ the subject of a
2	tentative final monograph that is
3	the most recently applicable pro-
4	posal or determination issued
5	under part 330 of title 21, Code
6	of Federal Regulations, as of the
7	date of enactment of the Over-
8	the-Counter Drug Safety, Inno-
9	vation, and Reform Act;
10	"(BB) classified in category
11	I for safety and effectiveness
12	under such tentative final mono-
13	<del>graph;</del>
14	"(CC) in conformity with
15	the conditions for nonprescription
16	use of such tentative final mono-
17	graph, any subsequent deter-
18	mination by the Secretary, and
19	the general conditions for non-
20	prescription drugs, including any
21	modifications of those conditions
22	under subsections (e), (d), and
23	<del>(j);</del> and
24	"(DD) except as permitted
25	by an administrative order issued

1	under subsection (c) or a minor
2	change in the drug in conformity
3	with subsection (d), is in a dos-
4	age form that has been used to a
5	material extent and for a mate-
6	rial time within the meaning of
7	section $201(p)(2)$ ; or
8	"(II) the active ingredient in such
9	drug is in conformity with—
10	"(aa) the requirements of a final
11	administrative order issued under sub-
12	section (e) determining that such drug
13	under the specific conditions of use is
14	generally recognized as safe and effec-
15	tive within the meaning of section
16	201(p)(1); and
17	"(bb) the general requirements
18	for nonprescription drugs, including
19	any modifications of the requirements
20	under subsections (e), (d), and (j);
21	<del>and</del>
22	<del>"(ii) such drug is—</del>
23	"(I) not classified in Category H
24	for safety or effectiveness under a ten-
25	tative final monograph; or

1	"(H) determined by the Sec-
2	retary to be not safe and effective, in
3	a final monograph or preamble to a
4	rule that is the most recently applica-
5	ble proposal or determination issued
6	under part 330 of title 21, Code of
7	Federal Regulations.
8	"(B) A nonprescription drug may be intro-
9	duced into interstate commerce if such drug
10	<del>is</del>
11	"(i)(I) not classified in Category H
12	for safety or effectiveness under a tentative
13	final monograph; or
14	"(II) determined by the Secretary to
15	be not safe and effective, in a final mono-
16	graph or preamble to a rule that is the
17	most recently applicable proposal or deter-
18	mination issued under part 330 of title 21,
19	Code of Federal Regulations; and
20	"(ii)(I)(aa) the subject of a tentative
21	final monograph that is the most recently
22	applicable proposal or determination issued
23	under part 330 of title 21, Code of Federal
24	Regulations;

1	"(bb) classified in category III for
2	safety or effectiveness in the preamble of a
3	proposed rule establishing such tentative
4	final monograph;
5	"(ce) in conformity with the most re-
6	cently proposed or final rule establishing or
7	proposing conditions of nonprescription use
8	published in the Federal Register related
9	to such tentative final monograph and the
10	general requirements for nonprescription
11	drugs, including any modifications of those
12	requirements under subsections (e) and (j);
13	<del>and</del>
14	"(dd) in a dosage form that has been
15	used to a material extent and for a mate-
16	rial time within the meaning of section
17	201(p)(2); or
18	"(H)(aa) the subject of a proposed
19	monograph or advance notice of proposed
20	rulemaking that is the most recently appli-
21	cable proposal or determination issued
22	under part 330 of title 21, Code of Federal
23	Regulations;
24	"(bb) classified in category I for safe-
25	ty and effectiveness under such proposed

1	monograph or advance notice of proposed
2	rulemaking;
3	"(ce) in conformity with the most re-
4	cently proposed or final rule establishing or
5	proposing conditions of nonprescription use
6	published in the Federal Register related
7	to such proposed monograph or advance
8	notice of proposed rulemaking and the gen-
9	eral requirements for nonprescription
10	drugs, including any modifications of those
11	requirements under subsections (c) and (j)
12	<del>and</del>
13	"(dd) in a dosage form that has been
14	used to a material extent and for a mate-
15	rial time within the meaning of section
16	201(p)(2).
17	"(C) A nonprescription drug may be intro-
18	duced into interstate commerce if—
19	"(i) such drug is classified in category
20	H for safety or effectiveness under a ten-
21	tative final monograph, or the Secretary
22	has determined such drug not to be safe
23	and effective in a final monograph or pre-
24	amble to a rule that is the most recently
25	applicable proposal or determination issued

1	under part 330 of title 21, Code of Federal
2	Regulations; and

"(ii) the Secretary determines within 6 months of the date of enactment of the Over-the-Counter Drug Safety, Innovation, and Reform Act, that it is in the interest of public health to extend the period during which the drug may be marketed without an approved new drug application under section 505.

"(D) A drug that is subject to the final monograph for sunsereen drug products set forth at part 352 of title 21, Code of Federal Regulations (as published at volume 64 page 27687 of the Federal Register), shall comply with the requirements of that monograph, except that the testing requirements for effectiveness and the provisions governing labeling shall be in accordance with section 201.327 of title 21, Code of Federal Regulations (as in effect on the date of enactment of the Over-the-Counter Drug Safety, Innovation, and Reform Act), or such changes to those requirements as may be made under subsections (c), (d), and (j).

1	"(2) New drugs.—A nonprescription drug is a
2	new drug within the meaning of section 201(p) and
3	subject to the requirements of section 505 if the
4	<del>drug</del> is—
5	"(A) not described in subparagraph (A),
6	(B), or (D) of paragraph (1) and not in con-
7	formity with subsection (d);
8	"(B) not subject to an administrative final
9	order pursuant to subsection (e); or
10	"(C) not a nonprescription sunscreen ac-
11	tive ingredient or combination of ingredients
12	subject to a final sunscreen order, as defined in
13	section $586(2)$ .
14	"(3) Monograph drug.—A nonprescription
15	drug that is in compliance with paragraph (1) shall
16	be referred to in this section as a 'monograph drug'.
17	"(4) Rules of construction.—
18	"(A) IN GENERAL.—This section shall not
19	affect the treatment or status of a nonprescrip-
20	tion drug subject to section 505—
21	"(i) that, on the date of enactment of
22	the Over-the-Counter Drug Safety, Innova-
23	tion, and Reform Act, is marketed without
24	an application approved under section 505;
25	and

1	"(ii) to which subparagraphs (A), (B),
2	(C), and (D) of paragraph (1) do not
3	apply.
4	"(B) Applicability of other provi-
5	SIONS.—Nothing in this paragraph shall be
6	construed to preclude or limit the applicability
7	of any other provision of this Act.
8	"(C) No effect on other authori-
9	TIES.—Nothing in this subsection shall be con-
10	strued to prohibit the Secretary from issuing an
11	order under this section finding a drug to be
12	not generally recognized as safe and effective.
13	"(c) Administrative Orders.—
14	"(1) IN GENERAL.
15	"(A) Generally recognized as safe
16	AND EFFECTIVE.—The Secretary may, on the
17	initiative of the Secretary or at the request of
18	one or more requestors, issue an administrative
19	order determining whether there are require-
20	ments under which a specific drug, class of
21	such drugs, or combination of such drugs is de-
22	termined to be, after substantive review of evi-
23	<del>dence</del>
24	"(i) not subject to section 503(b)(1);

1	"(ii) generally recognized as safe and
2	effective within the meaning of section
3	201(p)(1); and
4	"(iii) not required to be approved
5	under section 505.
6	"(B) Not generally recognized as
7	SAFE AND EFFECTIVE.—The Secretary shall
8	issue an order determining that a drug is not
9	generally recognized as safe and effective within
10	the meaning of section 201(p)(1) for the speci-
11	fied requirements if, after substantive review of
12	evidence, the Secretary determines that—
13	"(i) the evidence shows that the drug
14	is not generally recognized as safe and ef-
15	fective within the meaning of section
16	201(p)(1); or
17	"(ii) the evidence is inadequate to
18	show that the drug is generally recognized
19	as safe and effective within the meaning of
20	section $201(p)(1)$ .
21	"(2) Nonapplication of Certain Require-
22	MENTS.—The requirements of subchapter H of
23	chapter 5 of title 5, United States Code, shall not
24	apply with respect to administrative orders issued
25	under this section.

1	"(3) Administrative orders initiated by
2	THE SECRETARY; CITIZEN PETITIONS.—
3	"(A) In General.—Except as provided in
4	paragraph (5), in issuing an administrative
5	order under paragraph (1) on the initiative of
6	the Secretary, the Secretary shall—
7	"(i) not later than 2 business days be-
8	fore issuance of the proposed order, infor-
9	mally communicate the pending issuance of
10	the order to sponsors of drugs that will be
11	subject to such order;
12	"(ii) after making any such informal
13	communication—
14	"(I) issue such a proposed ad-
15	ministrative order by publishing it on
16	the internet website of the Food and
17	Drug Administration and include in
18	such order the reasons for the
19	issuance of such order; and
20	"(II) publish notice of availability
21	of such proposed order in the Federal
22	Register;
23	"(iii) except as provided in subpara-
24	graph (B), provide for a public comment

1	period with respect to such proposed order
2	of not less than 45 calendar days; and
3	"(iv) if, after satisfying the require-
4	ments of clauses (i) through (iii), the Sec-
5	retary determines that it is appropriate to
6	issue a final administrative order—
7	"(I) issue the final administrative
8	order, together with a detailed state-
9	ment of reasons, but such order shall
10	not take effect until the time for re-
11	questing judicial review under para-
12	graph (4)(D)(ii) has expired;
13	"(H) publish a notice of avail-
14	ability of such final administrative
15	order in the Federal Register;
16	"(III) afford requestors of prod-
17	ucts that will be subject to such order
18	the opportunity for formal dispute
19	resolution up to the level of the Direc-
20	tor of the Center for Drug Evaluation
21	and Research, which initially shall be
22	requested within 45 calendar days of
23	the issuance of the order, and, for
24	subsequent levels of appeal, within 30

1	calendar days of the prior decision;
2	and
3	"(IV) except with respect to
4	drugs described in paragraph (4)(B),
5	upon completion of the formal dispute
6	resolution procedure, inform the per-
7	son or persons which sought such dis-
8	pute resolution of their right to re-
9	quest a hearing.
10	"(B) SPECIAL REQUIREMENTS WITH RE-
11	SPECT TO CERTAIN MONOGRAPH DRUGS.
12	When issuing an administrative order under
13	paragraph (1) on the initiative of the Secretary
14	(except as provided under paragraph (5)) pro-
15	posing to determine that a monograph drug de-
16	scribed in subsection (b)(1)(B) is not generally
17	recognized as safe and effective within the
18	meaning of section 201(p)(1), the Secretary
19	shall follow the procedures in subparagraph (A)
20	except that—
21	"(i) the proposed order shall include
22	notice of—
23	"(I) the general categories of
24	data the Secretary has determined
25	necessary to establish that the drug is

1	generally recognized as safe and effec-
2	tive within the meaning of section
3	201(p)(1); and
4	"(II) the format for submissions
5	by interested persons;
6	"(ii) the Secretary shall provide for a
7	public comment period of not less than 180
8	calendar days with respect to such pro-
9	posed order, except when the Secretary de-
10	termines, for good cause, that a shorter pe-
11	riod is in the interest of public health; and
12	"(iii) any person who submits data in
13	such comment period shall include a cer-
14	tification that the person has submitted all
15	evidence created, obtained, or received by
16	that person that is both within the cat-
17	egories of data identified in the proposed
18	order and relevant to a determination as to
19	whether the drug is generally recognized as
20	safe and effective within the meaning of
21	section $201(p)(1)$ .
22	"(C) CITIZEN PETITIONS.—
23	"(i) In General.—The Secretary
24	may issue an administrative order under
25	paragraph (1) in response to a citizen peti-

1	tion submitted under section 10.30 of title
2	21, Code of Federal Regulations (or any
3	successor regulation), subject to clause (ii).
4	"(ii) Effect of Petition.—Nothing
5	in clause (i) shall be construed to provide
6	an alternative to, or otherwise supplant or
7	supersede—
8	"(I) the processes through which
9	a requestor may seek an administra-
10	tive order pursuant to paragraph (6);
11	$\Theta$ P
12	"(II) the fee structure under see-
13	tion 744L-1(a)(2).
14	"(4) Hearings; Judicial Review.—
15	"(A) In General.—A person who partici-
16	pated in each level of formal dispute resolution
17	under paragraph (3)(A)(iv)(III) of an adminis-
18	trative order with respect to a drug may re-
19	quest a hearing concerning a final administra-
20	tive order issued under paragraph (3)(A)(iv)
21	with respect to such drug. Such person may
22	submit a request for a hearing, which shall be
23	based solely on the information in the adminis-
24	trative record, to the Secretary not later than
25	30 calendar days after receiving notice of the

1	final decision of the formal dispute resolution
2	<del>procedure.</del>
3	"(B) No hearing required with re-
4	SPECT TO ORDERS RELATING TO CERTAIN
5	DRUGS.—The Secretary is not required to pro-
6	vide notice and an opportunity for a hearing
7	pursuant to paragraph (3)(A)(iv) if the final
8	administrative order involved relates to a
9	<del>drug</del>
10	"(i) that is described in subclause (I)
11	or (II) of subsection (b)(1)(B)(i); and
12	"(ii) with respect to which no data
13	relevant to the safety or effectiveness of
14	such drug have been submitted to the ad-
15	ministrative record since the issuance of
16	the most recent tentative final monograph
17	relating to such drug (or, as applicable,
18	since the deeming of such tentative final
19	monograph as a final administrative order
20	under paragraph $(7)$ ).
21	"(C) Hearing Procedures.—
22	"(i) Denial of request for hear-
23	ING.—If the Secretary determines that a
24	request for a hearing under subparagraph
25	(A) with respect to a final administrative

1	order issued under paragraph $(3)(A)(iv)$ ,
2	does not establish the existence of a gen-
3	uine and substantial question of material
4	fact, the Secretary may deny such request.
5	In making such a determination, the Sec-
6	retary may consider only information and
7	data that are based on relevant and reli-
8	able scientific principles and methodolo-
9	<del>gies.</del>
10	"(ii) Single Hearing for multiple
11	RELATED REQUESTS.—If more than one
12	request for a hearing is submitted with re-
13	spect to the same administrative order
14	under subparagraph (A), the Secretary
15	may direct that a single hearing be con-
16	ducted in which all persons whose hearing
17	requests were granted may participate.
18	"(iii) Presiding officer.—The Sec-
19	retary shall appoint a presiding officer of
20	a hearing requested under subparagraph
21	(A) who—
22	"(I) is not an employee of the
23	Center for Drug Evaluation and Re-
24	search; and

1	"(II) has not previously been in-
2	volved in the development of the appli-
3	cable administrative order or in the
4	proceedings relating to that adminis-
5	trative order.
6	"(iv) RIGHTS OF PARTIES TO HEAR-
7	ING.—The parties to a hearing requested
8	under subparagraph (A) shall have the
9	right to present testimony, including testi-
10	mony of expert witnesses, and to cross-ex-
11	amine witnesses presented by other parties.
12	Where appropriate, the presiding officer
13	may require that cross-examination by par-
14	ties representing substantially the same in-
15	terests be consolidated to promote effi-
16	ciency and avoid duplication.
17	"(v) FINAL DECISION.—At the conclu-
18	sion of a hearing requested under subpara-
19	graph (A), the presiding officer of the
20	hearing shall issue a decision containing

sion of a hearing requested under subparagraph (A), the presiding officer of the hearing shall issue a decision containing findings of fact and conclusions of law. The decision of the presiding officer shall be final. The final decision may not take effect until the period under subparagraph

1	(D)(ii) for submitting a request for judicial
2	review of such decision expires.
3	"(D) Judicial Review of Final Admin-
4	ISTRATIVE ORDER.—
5	"(i) In General.—The procedures
6	described in section 505(h) shall apply
7	with respect to judicial review of final ad-
8	ministrative orders issued under this sub-
9	section in the same manner and to the
10	same extent as such section applies to an
11	order described in such section except that
12	the judicial review shall be taken by filing
13	in an appropriate district court of the
14	United States in lieu of the appellate
15	courts specified in such section.
16	"(ii) Time to submit a request
17	FOR JUDICIAL REVIEW.—A person eligible
18	to request a hearing under this paragraph
19	and seeking judicial review of a final ad-
20	ministrative order issued under this sub-
21	section shall file a request for such review
22	not later than 60 calendar days after the
23	<del>latest</del> of—
24	"(I) the date on which notice of
25	such order is published;

1	"(II) the date on which any hear-
2	ing with respect to such order is de-
3	nied under subparagraph (C)(i);
4	"(III) the date on which a final
5	decision is made following any hearing
6	with respect to such order under sub-
7	paragraph (C)(v); or
8	"(IV) if no hearing is requested,
9	the date on which the time for re-
10	questing a hearing expires.
11	"(5) Expedited procedure with respect
12	TO ADMINISTRATIVE ORDERS INITIATED BY THE
13	SECRETARY.—
14	"(A) Imminent hazard to the public
15	HEALTH.—
16	"(i) In GENERAL.—In the case of a
17	determination by the Secretary that a
18	monograph drug poses an imminent hazard
19	to the public health, the Secretary may,
20	after informally communicating with any
21	sponsor that will be the subject of such de-
22	termination, not later than 48 hours before
23	issuance of an order under this subpara-
24	<del>graph</del>

1	"(I) issue an interim final admin-
2	istrative order for such drug or com-
3	bination of drugs under paragraph
4	(1), together with a detailed state-
5	ment of the reasons for such order;
6	"(II) publish in the Federal Reg-
7	ister a notice of availability of such
8	order; and
9	"(III) provide for a public com-
10	ment period of at least 45 calendar
11	days after issuance of such interim
12	final order.
13	"(ii) Nondelegation.—The Sec-
14	retary may not delegate the authority to
15	issue an interim final administrative order
16	under this subparagraph.
17	"(B) SAFETY LABELING CHANGES.—
18	"(i) In GENERAL.—In the case of a
19	determination by the Secretary that a
20	change in the labeling of a drug, class of
21	drugs, or combination of drugs subject to
22	this section is reasonably expected to miti-
23	gate a significant or unreasonable risk of
24	a serious adverse event associated with use
25	of the drug, the Secretary may, after infor-

1	mally communicating with any sponsor
2	that will be the subject of such determina-
3	tion, not later than 48 hours before
4	issuance of an order under this subpara-
5	<del>graph</del> —
6	"(I) issue an interim final admin-
7	istrative order in accordance with
8	paragraph (1) to require such change,
9	together with a detailed statement of
10	the reasons for such order;
11	"(II) publish in the Federal Reg-
12	ister a notice of availability of such
13	<del>order; and</del>
14	"(III) provide for a public com-
15	ment period of at least 45 calendar
16	days after issuance of such interim
17	final order.
18	"(ii) Content of order.—An in-
19	terim final order issued under this sub-
20	paragraph with respect to the labeling of a
21	drug may provide for new warnings and
22	other information required for safe use of
23	the drug.
24	"(C) Effective date.—An order under
25	subparagraph (A) or (B) shall take effect on a

1	date specified by the Secretary, which date, in
2	the case of an order under subparagraph (B)
3	that includes changes to the packaging of the
4	drug, shall not be earlier than the day after the
5	date on which the comment period described in
6	subparagraph $(B)(i)(III)$ ends.
7	"(D) Final order.—After the completion
8	of the proceedings in subparagraph (A) or (B),
9	the Secretary shall—
10	"(i) issue a final order in accordance
11	with paragraph (1);
12	"(ii) publish a notice of availability of
13	such final administrative order in the Fed-
14	eral Register; and
15	"(iii) afford sponsors of drugs that
16	will be subject to such an order the oppor-
17	tunity for formal dispute resolution up to
18	the level of the Director of the Center for
19	Drug Evaluation and Research, which ini-
20	tially shall be within 45 calendar days of
21	the issuance of the order; and, for subse-
22	quent levels of appeal, within 30 calendar
23	days of the prior decision.
24	"(E) Hearings.—

1	"(i) IN GENERAL.—A sponsor of a
2	drug subject to a final order issued under
3	subparagraph (D) who participated in each
4	level of formal dispute resolution under
5	subparagraph (D)(iii) may request a hear-
6	ing on such order. The provisions of sub-
7	paragraphs (A), (B), and (C) of paragraph
8	(4) shall apply with respect to a hearing on
9	such order in the same manner and to the
10	same extent as such provisions apply with
11	respect to a hearing on an administrative
12	order issued under paragraph $(3)(A)(iv)$ .
13	"(ii) References.—For purposes of
14	a hearing under this subparagraph, the
15	references in subparagraphs (A), (B), and
16	(C) of paragraph (4)—
17	"(I) to 'each level of dispute reso-
18	lution under paragraph
19	(3)(A)(iv)(III)' shall be deemed to
20	mean 'each level of formal dispute res-
21	olution under subparagraph (D)(iii)';
22	<del>and</del>
23	"(II) to "final administrative
24	order issued under paragraph
25	(3)(A)(iv)' shall be deemed to mean

1	<del>'final order under subparagraph</del>
2	( <del>D)(i)'.</del>
3	"(F) FINAL ORDER.—Not later than 1
4	year after the date on which an interim final
5	order is issued under subparagraph (A) or (B),
6	the Secretary shall issue a final order in accord-
7	ance with paragraph (1) and complete any re-
8	quired hearing.
9	"(G) Judicial Review. A final order
10	issued pursuant to subparagraph (F) shall be
11	subject to judicial review in accordance with
12	paragraph (4)(D).
13	"(H) CLARIFICATION.—Paragraph (3)
14	shall not apply to the orders issued under this
15	<del>paragraph.</del>
16	"(6) Administrative order initiated by
17	REQUEST.
18	"(A) In General.—In issuing an adminis-
19	trative order under paragraph (1) at the re-
20	quest of a requestor or a group of requestors
21	with respect to certain drugs, classes of drugs,
22	or combinations of drugs—
23	"(i) the Secretary shall, after receiv-
24	ing a request under this subparagraph, de-
25	termine whether the request is sufficiently

1	complete and formatted to permit a sub-
2	stantive review;
3	"(ii) subject to subparagraph (D), if
4	the Secretary determines that the request
5	is sufficiently complete and formatted to
6	permit a substantive review, the Secretary
7	<del>shall—</del>
8	"(I) file the request; and
9	"(II) initiate proceedings with re-
10	spect to issuing an administrative
11	order in accordance with paragraphs
12	(3) and (4); and
13	"(iii) except as provided in subpara-
14	graph (D)(v), if the Secretary determines
15	that a request does not meet the require-
16	ments for filing or is not sufficiently com-
17	plete or formatted to permit a substantive
18	review, the requestor may elect that the
19	Secretary file the request over protest, and
20	the Secretary shall initiate proceedings to
21	review the request in accordance with
22	$\frac{\text{paragraph}}{\text{paragraph}} (3)(A)$ .
23	"(B) REQUEST TO INITIATE PRO-
24	<del>CEEDINGS.</del> —

1	"(i) In General.—A requestor seek-
2	ing an administrative order with respect to
3	certain drugs, classes of drugs, or com-
4	binations of drugs, shall submit to the Sec-
5	retary a request to initiate proceedings for
6	such order in the form and manner as
7	specified by the Secretary. Such requestor
8	may submit a request under this subpara-
9	graph for the issuance of an administrative
10	<del>order—</del>
11	"(I) determining whether a drug
12	is generally recognized as safe and ef-
13	fective within the meaning of section
14	201(p)(1), exempt from section
15	503(b)(1), and not required to be the
16	subject of an approved application
17	under section 505; or
18	"(H) determining whether a
19	change to a condition of use or a new
20	condition of use of a drug is generally
21	recognized as safe and effective within
22	the meaning of section 201(p)(1), ex-
23	empt from section 503(b)(1), and not
24	required to be the subject of an ap-

1	proved application under section 505,
2	if such drug is—
3	<del>"(aa)</del> described in sub-
4	section $(b)(1)(A)$ ; or
5	<del>"(bb)</del> <del>described</del> in sub-
6	section $(b)(1)(B)$ , but only if
7	such requestor initiates such re-
8	quest in conjunction with a re-
9	quest for the Secretary to deter-
10	mine whether such drug is gen-
11	erally recognized as safe and ef-
12	feetive within the meaning of see-
13	tion 201(p)(1), which is filed by
14	the Secretary under subpara-
15	$\frac{\text{graph }(A)(ii)(I).}{(ii)(I).}$
16	The Secretary is not required to complete
17	review of the request for a change de-
18	scribed in subclause (II) if the Secretary
19	determines, in accordance with subpara-
20	graph (D), that there is an inadequate
21	basis to find the drug is generally recog-
22	nized as safe and effective under para-
23	graph (1) and issues a final order an-
24	nouncing that determination.

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

"(ii) WITHDRAWAL OF REQUEST.

The requestor may withdraw a request under this paragraph, according to the procedures established by the Secretary.

Notwithstanding any other provision of this section, if such request is withdrawn, the Secretary shall cease proceedings under this subparagraph.

### "(C) PRODUCT DIFFERENTIATION.—

"(i) IN GENERAL.—A final administrative order issued in response to a request under this paragraph shall have the effect of providing the order requestor (or the licensees, assignees, or successors in interest of such requestor with respect to the subject of such order and listed under clause (v)) the exclusive right, for a period of 2 years, to market drugs under this section incorporating changes described in clause (ii), subject to the limitations under elause (iv), and beginning on the date the requestor (or any such licensees, assignees, or successors in interest of such requestor) may lawfully market such drugs pursuant to the order.

1	"(ii) Changes described.—A
2	change described in this clause is a change
3	subject to an order specified in clause (i),
4	which—
5	"(I) permits a drug to contain an
6	active ingredient not previously incor-
7	porated in a marketed drug listed in
8	elause (iii); or
9	"(II) permits a change in the
10	conditions of use of a drug, for which
11	human data studies conducted or
12	sponsored by the requestor (or for
13	which the requestor has an exclusive
14	right of reference) were essential to
15	the issuance of such order.
16	"(iii) Marketed drugs.—The mar-
17	keted drugs listed in this clause are
18	<del>drugs</del>
19	"(I) marketed in accordance with
20	a final monograph issued under part
21	330 of title 21, Code of Federal Regu-
22	lations (including conditions of use
23	thereunder), as in effect on the day
24	before the date of enactment of this
25	section;

1	"(II) marketed as category I or
2	III in accordance with a tentative
3	final monograph issued under such
4	part 330 (including conditions of use
5	and any applicable subsequent deter-
6	minations thereunder), as so in effect,
7	"(III) marketed as category I in
8	accordance with an advance notice of
9	proposed rulemaking issued under
10	such part 330 (including conditions of
11	use and any applicable subsequent de-
12	terminations thereunder), as so in ef-
13	<del>fect;</del>
14	"(IV) marketed in accordance
15	with a final order issued under this
16	section; or
17	"(V) described in subsection
18	(b)(1)(C), other than drugs subject to
19	an active enforcement action under
20	section 303.
21	"(iv) Limitations on product dif-
22	FERENTIATION.—
23	"(I) ONLY ONE PERIOD.—Only
24	one 2-year period may be granted per

1	drug under clause (i) with respect to
2	any change described in clause (ii).
3	"(II) Exclusions.—No period
4	of product differentiation under this
5	subparagraph shall apply to changes
6	to a drug that are—
7	<del>"(aa) 'Tier 2' changes de</del> -
8	seribed in section $744L(14)(\Lambda)$ ;
9	"(bb) safety-related changes
10	described in section 744L
11	1(a)(2)(C), required under para-
12	graph (5), or any other change
13	the Secretary determines nec-
14	essary to ensure safe use; or
15	"(ee) changes related to
16	methods of testing safety or effi-
17	eacy.
18	"(v) Listing of Licensees, assign-
19	EES, OR SUCCESSORS IN INTEREST.—The
20	requestors of an order described in clause
21	(i) shall, as applicable, submit to the Sec-
22	retary, at a time when a finished dosage
23	form subject to such order is introduced or
24	delivered for introduction into interstate
25	commerce, a list of licensees, assignees, or

1	successors in interest that have the exclu-
2	sive right described in such clause.
3	"(vi) Human data defined.—For
4	purposes of this subparagraph, the term
5	'human data' means data from elinical
6	trials of safety or effectiveness, or phar-
7	macokinetics or bioavailability studies.
8	"(D) Information regarding safe
9	NONPRESCRIPTION MARKETING AND USE AS A
10	CONDITION FOR FILING A GRASE REQUEST.—
11	"(i) In GENERAL.—In response to a
12	request under this paragraph that a drug
13	described in clause (ii) be generally recog-
14	nized as safe and effective, the Secretary—
15	"(I) may file such request, if the
16	request includes information specified
17	under clause (iii) with respect to safe
18	nonprescription marketing and use of
19	such drug; or
20	"(H) if the request fails to in-
21	elude information specified under
22	elause (iii), shall refuse to file such re-
23	quest and may require that non-
24	prescription marketing of the drug be

1	pursuant to a new drug application as
2	described in clause (iv).
3	"(ii) Drug described.—A drug de-
4	scribed in this clause is a monograph drug
5	that contains an active ingredient not pre-
6	viously incorporated in a drug—
7	"(I) marketed in accordance with
8	a final monograph issued under part
9	330 of title 21, Code of Federal Regu-
10	lations (including conditions of use
11	under such part), as in effect on the
12	day before the date of enactment of
13	this section;
14	"(II) marketed as category I in
15	accordance with a tentative final
16	monograph issued under part 330 of
17	title 21, Code of Federal Regulations
18	(including conditions of use and any
19	applicable subsequent determinations
20	under such part), as in effect on the
21	day before the date of enactment of
22	this section; or
23	"(III) marketed in accordance
24	with a final order issued under this
25	section.

1	"(iii) Sufficient information for
2	A THRESHOLD DEMONSTRATION OF NON-
3	PRESCRIPTION MARKETING AND USE.—In-
4	formation specified in this subparagraph,
5	with respect to a request described in
6	elause (i)(I), is—
7	"(I) information sufficient for a
8	threshold demonstration that the drug
9	subject to such request has a
10	verifiable history of being marketed
11	and safely used by consumers in the
12	United States as a nonprescription
13	drug under comparable conditions of
14	<del>use;</del>
15	"(II) if the drug has not been
16	previously marketed in the United
17	States as a nonprescription drug, in-
18	formation sufficient for a threshold
19	demonstration that the drug was mar-
20	keted and safely used in a foreign
21	country under conditions of marketing
22	and use—
23	"(aa) for such period of time
24	as needed to provide reasonable
25	assurances concerning the safe

1	nonprescription use of the drug;
2	and
3	"(bb) during such period of
4	time, was subject to sufficient
5	monitoring by a regulatory body
6	of any country listed in section
7	802(b)(1)(A) or any country des-
8	ignated by the Secretary in ac-
9	eordance with section
10	802(b)(1)(B); or
11	"(III) if the Secretary determines
12	that information described in sub-
13	elause (I) or (II) is not needed to pro-
14	vide a threshold demonstration that
15	the drug can be safely marketed and
16	used as a nonprescription drug, other
17	information the Secretary determines
18	sufficient for such purposes.
19	"(iv) Marketing pursuant to new
20	DRUG APPLICATION.—In the case of a re-
21	quest described in clause (i)(II), the drug
22	subject to such request may be re-sub-
23	mitted for filing only if—
24	"(I) the drug is marketed as a
25	nonprescription drug, under condi-

1	tions of use comparable to the re-
2	quirements specified in the request,
3	for such period of the time as the Sec-
4	retary determines appropriate (not to
5	exceed 5 consecutive years) pursuant
6	to an application approved under sec-
7	tion 505; and
8	"(II) during such period of time
9	1,000,000 retail packages of the drug
10	or an equivalent quantity of the active
11	ingredient or ingredients of such drug
12	as determined by the Secretary, were
13	distributed for retail sale, as deter-
14	mined in such manner as the Sec-
15	retary may require.
16	"(v) Rule of Application.—If the
17	Secretary refuses to file a request under
18	this subparagraph, the requestor may not
19	file over protest under subparagraph
20	(A)(iii) unless the request involves a drug
21	described in section 586(9) as in effect or
22	<del>January 1, 2017.</del>
23	"(7) Treatment of final and tentative
24	FINAL MONOGRAPHS.—A final monograph or ten-
25	tative final managraph establishing requirements of

use for a drug described in subsection (b)(1) shall be deemed to be a final administrative order under this subsection and may be amended, revoked, or otherwise modified in accordance with the procedures of this subsection.

## "(8) PACKAGING.

"(A) IN GENERAL.—An administrative order issued under paragraph (3), (5)(A), or (6) may include requirements for the packaging of a drug, such as to promote use in accordance with labeling, unit dose packaging, or requirements to prevent accidental overdose or ingestion, misuse, or abuse, including by pediatric populations. The Secretary shall consider, as appropriate, any such nonprescription drugs currently available, and the impact of the removal of such drugs without such packaging and the changing of such packaging on patients and manufacturers when establishing such requirements.

"(B) EFFECTIVE DATE.—Requirements for packaging in an administrative order under paragraph (5)(B) shall not take effect earlier than the day after the date on which the com-

1	ment period under paragraph (5)(B)(i)(III)
2	ends.
3	"(C) CLARIFICATION.—This paragraph
4	does not authorize the Secretary to require spe-
5	cial packaging or child-resistant packaging
6	under the Poison Prevention Packaging Act of
7	<del>1970.</del>
8	"(d) Procedure for Minor Changes.—
9	"(1) In GENERAL. Minor changes in the dos-
10	age form of a drug that is described in clause
11	(i)(I)(aa)(CC) or $(ii)$ of subsection $(b)(1)(A)$ may be
12	made by a requestor without the issuance of an ad-
13	ministrative order under subsection (e) if—
14	"(A) the requestor maintains information
15	necessary to demonstrate that the change—
16	"(i) will not affect the safety or effec-
17	tiveness of the drug; and
18	"(ii) will not materially affect the ex-
19	tent of absorption or other exposure to the
20	active ingredient in comparison to a suit-
21	able reference product;
22	"(B) the requestor submits updated drug
23	listing information for the drug in accordance
24	with the requirements of section 510(j) within
25	30 calendar days of the date on which the drug

is first introduced into interstate commerce
with the change; and

"(C) the change is in conformity with the requirements of an applicable administrative order issued by the Secretary under paragraph (3).

## "(2) ADDITIONAL INFORMATION.—

"(A) Access to requester.—The requestor shall submit to the Secretary, under section 704(a)(4), records requested by the Secretary related to a minor change within 15 business days of receiving such request, or such longer period as the Secretary may provide. Such request shall be specific to a company and limited to the product and the minor change that prompted such request. Such request shall be specific to a company and limited to the product and the minor change that prompted such request.

"(B) INSUFFICIENT INFORMATION.—If the Secretary determines that the information contained in such records is not sufficient to demonstrate that the change does not affect the safety or effectiveness of the drug or materially

1	affect the extent of absorption or other expo-
2	sure to the active ingredient, the Secretary—
3	"(i) may so inform the requestor of
4	the drug in writing; and
5	"(ii) provide the requestor of the drug
6	with a reasonable opportunity to provide
7	additional information.
8	"(C) Failure to submit sufficient in-
9	FORMATION.—If the requestor fails to provide
10	such additional information within the pre-
11	scribed time, or if the Secretary determines that
12	such additional information does not dem-
13	onstrate that the change does not affect the
14	safety or effectiveness of the drug or materially
15	affect the extent of absorption or other expo-
16	sure to the active ingredient, the drug as modi-
17	fied is a new drug within the meaning of sec-
18	tion 201(p) and shall be deemed to be mis-
19	branded under section 502(ee).
20	"(3) Determining whether change will
21	AFFECT SAFETY OR EFFECTIVENESS.
22	"(A) In GENERAL.—The Secretary shall
23	issue one or more administrative orders under
24	subsection (e) specifying requirements for deter-
25	mining whether a minor change made by a re-

questor pursuant to this subsection will affect
the safety or effectiveness of a drug or materially affect the extent of absorption or other exposure to an active ingredient in the drug in
comparison to a suitable reference product, together with guidance for applying those orders
to specific dosage forms.

"(B) STANDARD PRACTICES AND SPECIAL NEEDS OF POPULATIONS.—The orders and guidance issued by the Secretary under subparagraph (A) shall take into account relevant public standards and standard practices for evaluating the quality of drug products and may take into account special needs of populations, including children.

"(e) Information Submitted by Requestors.—

"(1) Confidential information.—Any information, including reports of testing conducted on the drug or drugs involved, that is submitted by a requestor in connection with proceedings on an administrative order under this section (or any minor change under subsection (d)) and is a trade secret or confidential information subject to section 552(b)(4) of title 5, United States Code, or section 1905 of title 18, United States Code, shall not be

1	disclosed to the public unless the requestor consents
2	to that disclosure.
3	"(2) Public availability limitations.—The
4	Secretary shall make available to the public any in-
5	formation (other than information contained in sub-
6	ject-level data sets, such as those derived from indi-
7	vidual case report forms) submitted by a requestor
8	in support of a request under subsection $(e)(6)(A)$
9	as of the date on which the proposed order is issued
10	<del>unless</del> —
11	"(A) the information pertains to pharma-
12	ecutical quality, unless such information is nee-
13	essary to establish standards under which a
14	drug is generally recognized as safe and effec-
15	tive within the meaning of section 201(p)(1);
16	"(B) the information is submitted in a re-
17	questor-initiated request, but the requestor
18	withdraws such request before the Secretary
19	issues the proposed order in accordance with
20	withdrawal procedures established by the Sec-
21	retary; or
22	"(C) the Secretary otherwise obtains the
23	information under subsection (d).
24	"(f) Public Availability of Administrative Or-
25	DERS.—The Secretary shall establish, maintain, update

1	(as the Secretary determines necessary, but not less fre-
2	quently than annually), and make available on the internet
3	website of the Food and Drug Administration—
4	"(1) a repository of each final administrative
5	order and interim final order issued under sub-
6	section (e) that is in effect, including the complete
7	text of the administrative order; and
8	"(2) a listing of all administrative orders pro-
9	posed and under development on the initiative of the
10	Secretary under this section, including—
11	"(A) a brief description of the administra-
12	tive order; and
13	"(B) the expectations of the Secretary, for
14	issuance of proposed administrative orders over
15	a 3-year period.
16	"(g) Updates to Drug Listing Information.—
17	A sponsor who makes a change to a drug other than a
18	change in dosage form, which is in conformity with the
19	requirements under subparagraph (A) or (B) of subsection
20	(b)(1), shall not be subject to the requirements of sub-
21	section (e) or (d) with respect to such change, and shall
22	submit updated drug listing information for the drug in
23	accordance with the requirements of section 510(j) within
24	30 calendar days of the date on which the drug, with the

- 1 change, is first introduced or delivered for introduction
- 2 into interstate commerce.
- 3 "(h) APPROVALS UNDER SECTION 505.—This sec-
- 4 tion shall not be construed to preclude a sponsor of a drug
- 5 or requestor from seeking or maintaining the approval of
- 6 an application for such drug under subsection (b)(1),
- 7 (b)(2), or (j) of section 505. A determination under this
- 8 section that a drug is not subject to section 503(b)(1),
- 9 is generally recognized as safe and effective within the
- 10 meaning of section 201(p)(1), and is not a new drug under
- 11 section 201(p), shall constitute a finding of safety and ef-
- 12 fectiveness for purposes of section 505(b)(2) so that the
- 13 applicant shall be required to submit only that information
- 14 needed to support the modification of the drug that is sub-
- 15 ject to the determination under this section.
- 16 "(i) Development Advice to Requestors or
- 17 Sponsors.—
- 18 "(1) IN GENERAL.—The Secretary shall estab-
- 19 lish procedures under which requestors may meet
- 20 with appropriate officials of the Food and Drug Ad-
- 21 ministration to obtain advice on the studies and
- 22 other information necessary to support requests
- 23 under this section and other matters relevant to the
- 24 regulation of monograph drugs and the development
- of new monograph drugs under this section.

 $\frac{``(2)}{}$  $\Theta$ F **MULTIPLE** SPON-sors.—The Secretary shall establish procedures to facilitate efficient participation by multiple reques-tors in proceedings under this section, including pro-vision for joint meetings with multiple requestors or with organizations nominated by requestors to rep-resent their interests in a proceeding.

"(3) Private Meetings with requestors.—
The procedures established under this subsection shall include appropriate provision for confidential meetings with requestors with respect to discussion of matters involving confidential commercial information or trade secrets.

"(j) EFFECT ON EXISTING REGULATIONS GOV-ERNING NONPRESCRIPTION DRUGS.—

"(1) REGULATIONS OF GENERAL APPLICA-BILITY TO NONPRESCRIPTION DRUGS.—Except as provided in this subsection, nothing in this section supersedes regulations establishing general requirements for nonprescription drugs, including regulations of general applicability contained in parts 201, 250, and 330 of title 21, Code of Federal Regulations, or any successor regulations. The Secretary shall establish or modify such regulations by means

1	of rulemaking in accordance with section 553 of title
2	5, United States Code.
3	"(2) REGULATIONS ESTABLISHING REQUIRE-
4	MENTS FOR SPECIFIC NONPRESCRIPTION DRUGS.—
5	"(A) In General.—Section 310.545 of
6	title 21, Code of Federal Regulations, as in ef-
7	feet on the date of enactment of this section,
8	shall be deemed to be final administrative order
9	under subsection (e).
10	"(B) OTHER REGULATIONS.—Regulations
11	establishing requirements for specific non-
12	prescription drugs marketed pursuant to this
13	section that are in effect on the day before the
14	date of enactment of this section (including
15	such requirements in parts 201, 250, and 330
16	of title 21, Code of Federal Regulations), shall
17	be deemed to be final administrative orders
18	under subsection (e) only as such requirements
19	apply to monograph drugs.
20	"(C) EFFECTIVE DATE PERIOD.—Unless
21	withdrawn or revised by the Secretary, the reg-
22	ulations under title 21 of the Code of Federal
23	Regulations that are described in subparagraph
24	(B) shall remain in effect with respect to drugs

1	not subject to subparagraph (A), (B), (C), or
2	(D) of subsection $(b)(1)$ .
3	"(3) WITHDRAWAL OF REGULATIONS.—The
4	Secretary shall withdraw regulations establishing
5	final monographs and the procedures governing the
6	over-the-counter drug review under part 330 and
7	other relevant parts of title 21, Code of Federal
8	Regulations (as in effect on the day before the date
9	of enactment of this Act), or make technical changes
10	to such regulations to ensure conformity with appro-
11	priate terminology and cross references, to the ex-
12	tent needed to effectuate or harmonize the provi-
13	sions of this section. Notwithstanding subchapter H
14	of chapter 5 of title 5, United States Code, any such
15	withdrawal or technical amendments shall be made
16	without public notice and comment and be effective
17	upon publication through notice in the Federal Reg-
18	ister (or upon such date as specified in such notice).
19	"(k) Guidance.—
20	"(1) ISSUANCE.—The Secretary shall issue
21	guidance that provides—
22	"(A) the procedures and principles for for
23	mal meetings between the Secretary and spon-
24	sors or requestors for drugs subject to this see-
25	tion;

1	"(B) the format and content of data sub-
2	missions to the Secretary under this section;
3	"(C) the format of electronic submissions
4	to the Secretary under this section;
5	"(D) consolidated proceedings and the pro-
6	cedures for such proceedings where appropriate;
7	<del>and</del>
8	"(E) for minor changes in drugs, rec-
9	ommendations on how to comply with the re-
10	quirements in administrative orders issued
11	under subsection $(e)(3)$ .
12	"(l) Electronic Format.—All submissions under
13	this section shall be in an electronic format specified by
14	the Secretary after providing a period for public comment.
15	"(m) Inapplicability of Paperwork Reduction
16	Act.—Chapter 35 of title 44, United States Code, shall
17	not apply to collections of information made under this
18	section.".
19	SEC. 102. MISBRANDING.
20	Section 502 of the Federal Food, Drug, and Cosmetic
21	Act (21 U.S.C. 352) is amended by inserting after sub-
22	section (dd) the following:
23	"(ee) If it is a nonprescription drug that is not the
24	subject of an application approved under section 505, and

1	does not comply with the requirements under section
2	<del>505G.</del>
3	"(ff) If it is a drug for which fees under section
4	744L-1 have been assessed but have not been paid.".
5	SEC. 103. CONFORMING AMENDMENTS TO THE SUNSCREEN
6	INNOVATION ACT.
7	(a) Review of Nonprescription Ingredients
8	Subject to Sunscreen Innovation Act.—
9	(1) Pending sunscreen ingredients.—Non-
10	prescription sunscreen active ingredients or combina-
11	tions of sunscreen active ingredients subject, on the
12	date of enactment of this Act, to a proposed sun-
13	screen order, as defined in section 586(7) of the
14	Federal Food, Drug, and Cosmetic Act (21 U.S.C.
15	<del>360fff(7)), shall—</del>
16	(A) continue to be reviewed in accordance
17	with section 586C of the Federal Food, Drug,
18	and Cosmetic Act (21 U.S.C. 360fff-3); or
19	(B) be reviewed under section 505G of
20	such Act upon notification of the Secretary by
21	the sponsor that such sponsor elects to have
22	such ingredient or combination of ingredients
23	reviewed under such section 505G, and such
24	proposed sunscreen order under such section
25	586C shall be considered a proposed adminis-

1	trative order under section 505G(c)(3)(A)(ii) of
2	such Act.
3	(2) Pending nonsunscreen ingredients.—
4	The sponsor of any application described in section
5	586F of the Federal Food, Drug, and Cosmetic Act
6	(21 U.S.C. 360fff-6) that was submitted to the Sec-
7	retary of Health and Human Services (referred to in
8	this section as the "Secretary") pursuant to section
9	330.14 of title 21, Code of Federal Regulations (as
10	in effect on the day before the date of enactment of
11	this Act), shall—
12	(A) notify the Secretary that the sponsor
13	elects to withdraw such application; or
14	(B) notify the Secretary that the sponsor
15	elects for such ingredient to be considered
16	under section 505G of the Federal Food, Drug,
17	and Cosmetic Act, and any proposed order
18	under such section $586F$ shall be considered a
19	proposed administrative order under section
20	505G(e)(3)(A)(ii) of that Act.
21	(3) Ingredients submitted after the
22	DATE OF ENACTMENT OF SECTION 506G.—Any in-
23	gredient that is eligible for review under section
24	506G of the Federal Food, Drug, and Cosmetic Act

- 1 and is submitted after the date of enactment of this
- 2 Act shall be considered under that section.
- 3 (b) MEETINGS REGARDING SUNSCREEN INGREDI-
- ENTS.—Section 586C(b) of the Federal Food, Drug, and
- Cosmetic Act (21 U.S.C. 360fff-3(b)) is amended by add-5
- ing at the end the following: 6

11

21

7 "(11) MEETINGS WITH SPONSORS.—A sponsor 8 may request an individual, confidential meeting to 9 discuss the data requirements to support a general 10 recognition of safety and effectiveness with respect to the subject of a pending sunscreen ingredient. 12 The Secretary shall respond within 14 calendar days 13 of the request and schedule such meeting within 45 14 calendar days, or within such timeline as specified in 15 the letters described in section 201 of the Over-the-16 Counter Drug Safety, Innovation, and Reform Act. 17 If a sponsor requests more than one confidential 18 meeting for the same request, the Secretary may 19 refuse to grant an additional confidential meeting 20 request if the Secretary determines such additional confidential meeting is not reasonably necessary for 22 the sponsor to advance its request. The Secretary 23 shall publish a post-meeting summary on the inter-24 net website of the Food and Drug Administration of 25 any confidential meeting that does not disclose con-

- 1 fidential business information. Such meetings shall
- 2 not be required to comply with guidance issued by
- 3 the Secretary addressing formal meetings for spon-
- 4 sors of human drug applications, as defined in sec-
- 5 tion 735.".
- 6 (e) Product Differentiation.—Section 586C of
- 7 the Federal Food, Drug, and Cosmetic Act (21 U.S.C.
- 8 360fff-3) is amended by adding at the end the following:
- 9 "(f) Product Differentiation.—
- 10 "(1) IN GENERAL.—A final sunscreen order 11 shall have the effect of providing the order requestor 12 (or the licensees, assignees, or successors in interest 13 of such requestor with respect to the subject of such 14 request and listed under paragraph (5)) the exclu-15 sive right, for a period of 2 years, to market a sun-16 screen ingredient under this section incorporating 17 changes described in paragraph (2) subject to the 18 limitations under paragraph (4), beginning on the 19 date the requestor (or any licensees, assignees, or 20 successors in interest of such requestor with respect 21 to the subject of such request and listed under para-

graph (5)) may lawfully market such sunscreen in-

gredient pursuant to the order.

22

23

1	"(2) Changes described.—A change de-
2	scribed in this paragraph is a change subject to an
3	order specified in paragraph (1) that—
4	"(A) permits a sunscreen to contain an ac-
5	tive ingredient not previously incorporated in a
6	marketed sunscreen listed in paragraph (3); or
7	"(B) permits a change in the conditions of
8	use of a sunscreen ingredient, for which human
9	data studies conducted or sponsored by the re-
10	questor (or for which the requestor has an ex-
11	elusive right of reference) were essential to the
12	issuance of such order.
13	"(3) Marketed sunscreen.—The marketed
14	sunscreen ingredients described this paragraph are
15	sunscreen ingredients—
16	"(A) marketed in accordance with a final
17	monograph issued under part 330 of title 21,
18	Code of Federal Regulations (including condi-
19	tions of use thereunder), as in effect on the day
20	before the date of enactment of this section;
21	"(B) marketed as category I or III in ac-
22	cordance with a tentative final monograph
23	issued under such part 330 (including condi-
24	tions of use and any applicable subsequent de-
25	terminations thereunder), as so in effect:

1	"(C) marketed as category I in accordance
2	with an advance notice of proposed rulemaking
3	issued under such part 330 (including condi-
4	tions of use and any applicable subsequent de-
5	terminations thereunder), as so in effect; or
6	"(D) marketed in accordance with a final
7	order issued under this section.
8	"(4) Limitations on product differentia-
9	TION.—
10	"(A) ONLY ONE PERIOD.—Only one 2-year
11	period may be granted per ingredient under
12	<del>paragraph (1).</del>
13	"(B) Exclusions.—No period of product
14	differentiation under this subparagraph shall
15	apply to changes to a sunscreen that are—
16	"(i) 'Tier 2' changes described in sec-
17	tion $744L(14)(\Lambda)$ ;
18	"(ii) safety-related changes described
19	in section 744L-1(a)(2)(C), required under
20	section 505G(c)(5), or any other change
21	the Secretary determines necessary to en-
22	sure safe use; or
23	"(iii) changes related to methods of
24	testing safety or efficacy.

1 "(5) Listing of licensees, assignees, or 2 SUCCESSORS IN INTEREST.—Requestors shall submit 3 to the Secretary at the time when a final dosage 4 form subject to such request is introduced or deliv-5 ered for introduction into interstate commerce, a list 6 of licensees, assignees, or successors in interest that 7 have the exclusive right described in paragraph (1). "(6) Human data defined.—For purposes of 8 9 this subsection, the term 'human data' means data 10 from clinical trials of safety or effectiveness (includ-11 ing actual use studies), pharmacokinetics, or bio-12 availability.". 13 (d) Sunscreen Innovation Act Amendments.— Section 586C(e) of the Federal Food, Drug, and Cosmetic 14 15 Act (21 U.S.C. 360fff-3(e)) is amended by striking paragraph (3) and inserting the following: 16 17 "(3) RELATIONSHIP TO ORDERS UNDER SEC-18 TION 505G.—A final sunscreen order shall be deemed 19 to be a final administrative order under section 20 505G and subject to the applicable provisions under 21 such section 505G, including with respect to amend-22 ment of such order.". (e) Preclusion of New Sunscreen Submissions; 23 OPTION TO TRANSFER SUBMISSIONS TO OTC MONO-

GRAPH ORDER PROCESS.-

1	(1) Sunset.—Beginning on the date of enact-
2	ment of this Act, section 586A of the Federal Food,
3	Drug, and Cosmetic Act (21 U.S.C. 360fff-1) shall
4	have no force or effect.
5	(2) OPTION TO TRANSFER SUBMISSIONS TO OTC
6	MONOGRAPH ORDER PROCESS.—
7	(A) In GENERAL.—Any person who sub-
8	mitted a request described in subparagraph (B)
9	may, at any time prior to the sunset of sub-
10	chapter I of chapter V of the Federal Food,
11	Drug, and Cosmetic Act (21 U.S.C. 360fff et
12	seq.) under section 586H of such Act, withdraw
13	such request from the process under such sub-
14	chapter and resubmit such request as an order
15	request under section 505G of such Act.
16	(B) Requests.—A request described in
17	this subparagraph is—
18	(i) a request under section 586A of
19	the Federal Food, Drug, and Cosmetic Act
20	submitted before the date of enactment of
21	this Act; or
22	(ii) a pending request described in
23	section $586(6)$ .
24	(f) Treatment of Authority Regarding Final-
25	IZATION OF SUNSCREEN MONOGRAPH.—Section 586E of

the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360fff-5) is amended to read as follows: "SEC. 586E. SUNSCREEN ORDER. 4 "(a) IN GENERAL.— 5 "(1) Revision of final sunscreen order.— 6 Not later than November 26, 2019, the Secretary 7 shall amend and revise the final administrative order 8 concerning nonprescription sunscreen (referred to in 9 this section as the 'sunscreen order') for which the 10 substance, prior to the date of enactment of the 11 Over-the-Counter Drug Safety, Innovation, and Re-12 form Act, was represented by stayed regulations 13 under part 352 of title 21, Code of Federal Regula-14 tions. 15  $\frac{``(2)}{}$ **ISSUANCE** <del>OF</del> REVISED SUNSCREEN 16 ORDER; EFFECTIVE DATE.—A revised sunscreen 17 order described in paragraph (1) shall be— 18 "(A) effective not later than November 26, 19 2019; and 20 "(B) issued by the Secretary at least 30 21 calendar days prior to such date. 22 "(b) REPORTS.—If a revised sunscreen order issued under subsection (a) does not include provisions related to the effectiveness of various sun protection factor levels, and does not address all dosage forms known to the Sec-

- 1 retary to be used in sunscreens marketed in the United
- 2 States without a new drug application approved under sec-
- 3 tion 505, the Secretary shall submit a report to the Com-
- 4 mittee on Health, Education, Labor, and Pensions of the
- 5 Senate and the Committee on Energy and Commerce of
- 6 the House of Representatives on the rationale for omission
- 7 of such provisions from such order, and a plan and
- 8 timeline to compile any information necessary to address
- 9 such provisions through such order.".
- 10 (g) Sunset of Process Under Sunscreen Inno-
- 11 VATION ACT.—Subchapter I of chapter V of the Federal
- 12 Food, Drug, and Cosmetic Act (21 U.S.C. 360fff et seq.),
- 13 as amended by subsection (f), is further amended by in-
- 14 serting at the end the following new section:
- 15 **"SEC. 586H. SUNSET.**
- 16 "This subchapter shall no longer be effective upon
- 17 the later of—
- 18 "(1) a final determination by the Secretary
- 19 under this subchapter with respect to every request
- 20 described in section 586A(b)(2) (other than any
- 21 withdrawn requests and requests resubmitted as
- 22 order requests under section 505G); or
- 23 "(2) the effective date of the revised sunsereen
- 24 order described in section 586E(a)(2).".

1	SEC. 194. DRUGS EXCLUDED FROM OVER-THE-COUNTER
2	REVIEW.
3	(a) In General.—Nothing in this Act (or the
4	amendments made by this Act) shall apply to any non-
5	prescription drug which was excluded by the Food and
6	Drug Administration from the Over-the-Counter Drug Re-
7	view in accordance with the statement set out at page
8	9466 of volume 37 of the Federal Register, published on
9	May 11, 1972.
10	(b) Rule of Construction.—Nothing in this sec-
11	tion shall be construed to preclude or limit the applica-
12	bility of any provision of the Federal Food, Drug, and
13	Cosmetie Act.
14	SEC. 105. CONFORMING AMENDMENT.
15	Section 751(d)(1) of the Federal Food, Drug, and
16	Cosmetic Act (21 U.S.C. 379r(d)(1)) is amended—
17	(1) in the matter preceding subparagraph (A)—
18	(A) by striking "final regulation" and in-
19	serting "final order"; and
20	(B) by striking "and not misbranded"; and
21	(2) in subparagraph (A), by striking "regula-
22	tion in effect" and inserting "regulation or order in
23	offeet"

1	SEC. 106. ANNUAL UPDATE TO CONGRESS ON APPRO-
2	PRIATE PEDIATRIC INDICATION FOR CER-
3	TAIN COUGH AND COLD MONOGRAPH DRUGS.
4	(a) In General.—Not later than one year after the
5	date of enactment of this Act and annually thereafter, the
6	Secretary of Health and Human Services (referred to in
7	this section as the "Secretary") shall submit to the Com-
8	mittee on Health, Education, Labor, and Pensions of the
9	Senate and the Committee on Energy and Commerce of
10	the House of Representatives a letter describing the
11	progress of the Food and Drug Administration—
12	(1) in evaluating the cough and cold monograph
13	described in subsection (b) with respect to children
14	under age 6; and
15	(2) as appropriate, revising such cough and cold
16	monograph to address such children, through the ad-
17	ministrative order process under section 505G(b) of
18	the Federal Food, Drug, and Cosmetic Act, as
19	added by section 101.
20	(b) Cough and Cold Monograph Described.
21	The cough and cold monograph described in this sub-
22	section consists of the conditions under which nonprescrip-
23	tion drug products containing antitussive, expectorant,
24	nasal decongestant, or antihistamine active ingredients (or
25	combinations thereof) are generally recognized as safe and
26	effective, as specified in part 341 of title 21. Code of Fed-

- 1 eral Regulations (as in effect on the day before the date
- 2 of enactment of this Act), and included in an administra-
- 3 tive order deemed established under such section 505G(b)
- 4 of the Federal Food, Drug, and Cosmetic Act.
- 5 (e) DURATION OF AUTHORITY.—Subsection (a) shall
- 6 have no force or effect beginning on the date on which
- 7 the Secretary submits a letter under subsection (a) in
- 8 which the Secretary indicates that the Food and Drug Ad-
- 9 ministration has completed its evaluation and revised, in
- 10 a final administrative order, as applicable, the cough and
- 11 cold monograph in accordance with this section.

## 12 TITLE II—FEES RELATING TO

## 13 **MONOGRAPH DRUGS**

- 14 SEC. 201. SHORT TITLE: FINDINGS.
- 15 (a) SHORT TITLE.—This title may be eited as the
- 16 "Over-the-Counter Monograph User Fee Act of 2018".
- 17 (b) FINDINGS.—The Congress finds that the fees au-
- 18 thorized by the amendments made in this title will be dedi-
- 19 eated toward the regulation of monograph drugs under
- 20 section 505G of the Federal, Food, Drug, and Cosmetic
- 21 Act, as set forth in the goals identified for purposes of
- 22 such section, in the letters from the Secretary of Health
- 23 and Human Services to the Chairman of the Committee
- 24 on Health, Education, Labor, and Pensions of the Senate
- 25 and the Chairman of the Committee on Energy and Com-

1	merce of the House of Representatives, as set forth in the
2	Congressional Record.
3	SEC. 202. AUTHORITY TO ACCESS AND USE FEES.
4	Subchapter C of chapter VII of the Federal Food,
5	Drug, and Cosmetic Act (21 U.S.C. 379f et seq.) is
6	amended by adding at the end the following:
7	"PART 10—FEES RELATING TO MONOGRAPH
8	DRUGS
9	"SEC. 744L. DEFINITIONS.
10	"For purposes of this part:
11	"(1) The term 'affiliate' means a business enti-
12	ty that has a relationship with a second business en-
13	tity if, directly or indirectly—
14	"(A) one business entity controls, or has
15	the power to control, the other business entity;
16	<del>Or</del>
17	"(B) a third party controls, or has power
18	to control, both of the business entities.
19	"(2) the term 'contract manufacturing organi-
20	zation facility' means a monograph drug facility
21	where neither the owner of such manufacturing fa-
22	cility nor any affiliate of such owner or facility sells
23	such monograph drug produced at such facility di-
24	rectly to wholesalers, retailers, or consumers in the
25	United States.

1	"(3) The term 'costs of resources allocated for
2	monograph drug activities' means the expenses in
3	connection with monograph drug activities for—
4	"(A) officers and employees of the Food
5	and Drug Administration, contractors of the
6	Food and Drug Administration, advisory com-
7	mittees, and costs related to such officers, em-
8	ployees, and committees and to contracts with
9	such contractors;
10	"(B) management of information, and the
11	acquisition, maintenance, and repair of com-
12	puter resources;
13	"(C) leasing, maintenance, renovation, and
14	repair of facilities and acquisition, maintenance,
15	and repair of fixtures, furniture, scientific
16	equipment, and other necessary materials and
17	supplies; and
18	"(D) collecting fees under section 744L-1
19	and accounting for resources allocated for
20	monograph drug activities.
21	"(4) The term 'firm establishment identifier' is
22	the unique number automatically generated by the
23	Field Accomplishments and Compliance Tracking
24	System of the Food and Drug Administration.

1	"(5) The term 'monograph drug' shall have the
2	meaning given the term under section 505G.
3	"(6) The term 'monograph drug activities'
4	means activities of the Secretary associated with
5	monograph drug products and inspection of facilities
6	associated with such products, including—
7	"(A) the activities necessary for review and
8	evaluation of monograph drugs and monograph
9	drug order requests, including—
10	"(i) orders proposing or finalizing ap-
11	plicable requirements of use for monograph
12	drugs products;
13	"(ii) orders affecting status regarding
14	general recognition of safety and effective-
15	ness of a monograph drug ingredient or
16	combination of ingredients under specified
17	requirements of use;
18	"(iii) all monograph drug development
19	and review activities, including intra-agen-
20	ey collaboration;
21	"(iv) regulation and policy develop-
22	ment activities related to monograph
23	<del>drugs;</del>

1	"(v) development of product standards
2	for products subject to review and evalua-
3	tion;
4	"(vi) meetings regarding monograph
5	drug activities;
6	"(vii) review of labeling prior to
7	issuance of orders related to monograph
8	drugs or conditions of use; and
9	"(viii) regulatory science activities re-
10	lated to monograph drugs;
11	"(B) inspections related to monograph
12	<del>drugs;</del>
13	"(C) monitoring of clinical and other re-
14	search conducted in connection with monograph
15	<del>drugs;</del>
16	"(D) safety activities with respect to mono-
17	graph drugs, including—
18	"(i) collecting, developing, and review-
19	ing safety information on monograph
20	drugs, including adverse event reports;
21	"(ii) developing and using improved
22	adverse event data-collection systems, in-
23	eluding information technology systems
24	and

1	"(iii) developing and using improved
2	analytical tools to assess potential safety
3	risks, including access to external data-
4	bases; and
5	"(E) other activities necessary for imple-
6	mentation of section 505G.
7	"(7)(A) The term monograph drug facility
8	means a foreign or domestic business or other enti-
9	<del>ty</del>
10	"(i) that is under one management, either
11	direct or indirect;
12	"(ii) at one geographic location or address
13	engaged in manufacturing or processing a
14	monograph drug in finished dosage form;
15	"(iii) includes a finished dosage form man-
16	ufacturer facility or an affiliate thereof in a
17	contractual relationship with a monograph drug
18	requestor or requestors to manufacture or proc-
19	ess monograph drugs; and
20	"(iv) does not include a business or other
21	entity whose only manufacturing or processing
22	activities relate to—
23	"(I) production of clinical research
24	supplies;
25	"(II) testing; or

1	"(III) packaging of packaged final
2	dosages in a manner that does not affect
3	the drug.
4	"(B) For purposes of subparagraph (A), sepa-
5	rate buildings or locations within close proximity are
6	considered to be at 1 geographic location or address
7	if the activities conducted in them are—
8	"(i) closely related to the same business
9	enterprise;
10	"(ii) under the supervision of the same
11	local management; and
12	"(iii) under a single firm establishment
13	identifier and capable of being inspected by the
14	Food and Drug Administration during a single
15	inspection.
16	"(C) If a business or other entity would meet
17	the definition of a facility under this paragraph but
18	for being under multiple management, the business
19	or other entity is deemed to constitute multiple fa-
20	cilities, one per management entity, for purposes of
21	this paragraph.
22	"(8) The term 'monograph drug meeting'
23	means any meeting regarding the content of a pro-
24	posed monograph drug order request.

1	"(9) The term 'monograph drug product'
2	means a monograph drug product that is marketed
3	without an approved new drug application in accord-
4	ance with section 505G.
5	"(10) The term 'monograph drug order request'
6	means a request for an order under section 505G for
7	the issuance of an administrative order for a change
8	to the monograph drug product.
9	"(11) The term 'monograph drug requestor'
10	means an entity submitting a monograph drug order
11	request or a monograph drug meeting request or any
12	other inquiry relating to a request for an order or
13	development of a monograph drug order request.
14	"(12) The term 'person' includes an affiliate
15	thereof.
16	"(13) The term 'Tier 1 monograph drug order
17	request' means any monograph drug order request
18	not determined to be a Tier 2 monograph drug order
19	request.
20	"(14)(A) The term 'Tier 2 monograph drug
21	order request' means subject to subparagraph (B), a
22	monograph drug order request for—
23	"(i) the reordering of existing information
24	in the drug facts label of a monograph drug
25	<del>product;</del>

1	"(ii) the addition of information to the
2	other information section of the drug facts label
3	of a nonprescription drug product, as limited by
4	part 201.66(e)(7) of title 21, Code of Federal
5	Regulations;
6	"(iii) modification to the directions for use
7	section of the drug facts label of a nonprescrip-
8	tion drug product, if such changes conform to
9	changes made pursuant to section 505G(d);
10	"(iv) the standardization of the concentra-
11	tion or dose of a specific finalized ingredient
12	within a particular finalized monograph;
13	"(v) a change to ingredient nomenclature
14	to align with nomenclature of a standards-set-
15	ting organization; or
16	"(vi) addition of an interchangeable term
17	in accordance with part 330.1 of title 21, Code
18	of Federal Regulations.
19	"(B) The Secretary may, based on program im-
20	plementation experience or other factors found ap-
21	propriate by the Secretary, characterize any mono-
22	graph drug order request as a Tier 2 monograph
23	drug order request (including recategorizing a re-
24	quest from Tier 1 to Tier 2) and publish such deter-

1	mination in a proposed order issued pursuant to sec-
2	tion 505G(e).
3	"SEC. 744L-1. AUTHORITY TO ASSESS AND USE MONO-
4	GRAPH DRUG FEES.
5	"(a) Types of Fees.—Beginning with fiscal year
6	2018, the Secretary shall assess and collect fees in accord-
7	ance with this section as follows:
8	"(1) FACILITY FEE.—
9	"(A) In General.—Except as provided in
10	subparagraph (B), each person that owns a fa-
11	cility identified as a monograph drug facility on
12	December 31 of the fiscal year or at any time
13	during the preceding 12-month period shall be
14	assessed an annual fee for each such facility as
15	determined under subsection (c).
16	"(B) Exception.—
17	"(i) IN GENERAL.—A fee shall not be
18	assessed under subparagraph (A) if the
19	identified monograph drug facility has
20	ceased all activities related to monograph
21	drug products prior to the publication of
22	the Notice under subparagraph C and has
23	updated its registration to reflect such
24	change under the requirements for drug

1	establishment registration set forth in sec-
2	tion 510.
3	"(ii) FEE AMOUNT.—The amount of
4	the fee for a contract manufacturing orga-
5	nization facility shall be equal to two-thirds
6	the amount of the fee for a monograph
7	drug facility that is not a contract manu-
8	facturing organization facility.
9	"(C) DUE DATE.—For each fiscal year, the
10	facility fees required under subparagraph (A)
11	shall be due on the later of—
12	"(i) the first business day of April of
13	such year; and
14	"(ii) the first business day after the
15	date of enactment of an appropriations Act
16	providing for the collection and obligation
17	of fees under this section for such year.
18	"(2) Monograph drug order request
19	<del>FEE.</del>
20	"(A) IN GENERAL.—Each person that sub-
21	mits a monograph drug order request shall be
22	subject to a fee for a monograph drug order re-
23	quest. The monograph drug order request fee
24	under paragraph (2) shall be—

1	<del>"(i)</del> for a Tier 1 monograph drug
2	order request, \$500,000, adjusted for in-
3	flation for the fiscal year (as determined
4	under subsection $(e)(1)$ ; and
5	<del>"(ii)</del> for a Tier 2 monograph drug
6	order request other than a Tier 1 request,
7	\$100,000 adjusted for inflation for the fis-
8	eal year (as determined under subsection
9	$\frac{(e)(1)}{.}$
10	"(B) DUE DATE.—The monograph drug
11	order request fees required under subparagraph
12	(A) shall be due on the date of submission of
13	the monograph drug order request.
14	"(C) Exception for certain safety
15	CHANGES. A person who is named as the re-
16	questor in a monograph drug order shall not be
17	subject to a fee under subparagraph (A) if the
18	Secretary finds that the monograph drug order
19	request seeks to change the Drug Facts labeling
20	of a monograph drug product in a way that
21	would add to or strengthen—
22	"(i) a contraindication, warning, or
23	precaution;
24	"(ii) a statement about risk associated
25	with misuse or abuse; or

1	"(iii) an instruction about dosage and
2	administration that is intended to increase
3	the safe use of the monograph drug prod-
4	<del>uet.</del>
5	"(D) REFUND OF FEE IF ORDER REQUEST
6	IS RECATEGORIZED AS A TIER 2 MONOGRAPH
7	DRUG ORDER REQUEST.—If the Secretary de-
8	termines that a monograph drug request ini-
9	tially characterized as Tier 1 should be re-char-
10	acterized as a Tier 2 monograph drug order re-
11	quest, and the requestor has paid a Tier 1 fee
12	in accordance with subparagraph $(A)(i)$ , the
13	Secretary shall refund the requestor the dif-
14	ference between the Tier 1 and Tier 2 fees de-
15	termined under subparagraphs (A)(i) and
16	(A)(ii), respectively.
17	"(E) REFUND OF FEE IF ORDER REQUEST
18	REFUSED FOR FILING OR WITHDRAWN BEFORE
19	FILING.—The Secretary shall refund 75 percent
20	of the fee paid under subparagraph (B) for any
21	order request that is refused for filing.
22	"(F) FEES FOR ORDER REQUESTS PRE-
23	VIOUSLY REFUSED FOR FILING OR WITHDRAWN
24	BEFORE FILING.—A monograph drug order re-
25	quest that was submitted but was refused for

filing, or was withdrawn before being accepted or refused for filing, shall be subject to the full fee under subparagraph (A) upon being resubmitted or filed over protest.

"(G) REFUND OF FEE IF ORDER REQUEST WITHDRAWN.—If an order request is withdrawn after the order request was filed, the Secretary may refund the fee or a portion of the fee if no substantial work was performed on the order request after the application was filed. The Secretary shall have the sole discretion to refund a fee or a portion of the fee under this subparagraph. A determination by the Secretary concerning a refund under this paragraph shall not be reviewable.

### "(3) REFUNDS.—

"(A) IN GENERAL.—Other than refunds under subparagraphs (D) through (G) of paragraph (2), the Secretary shall not refund any fee paid under this subsection, except as provided in subparagraph (B).

"(B) DISPUTES CONCERNING FEES.—To qualify for the return of a fee claimed to have been paid in error under this paragraph, a person shall submit to the Secretary a written re-

1	quest justifying such return within 180 cal-
2	endar days after such fee was paid.
3	"(b) FEE REVENUE AMOUNTS.—
4	"(1) FISCAL YEAR 2018.—For fiscal year 2018,
5	fees under subsection (a)(1) shall be established to
6	generate a total facility fee revenue amount equal to
7	the sum of—
8	"(A) the annual base revenue for fiscal
9	year 2018 (as determined under paragraph
10	<del>(3));</del>
11	"(B) the dollar amount equal to the oper-
12	ating reserve adjustment for the fiscal year, if
13	applicable (as determined under subsection
14	<del>(e)(2));</del> and
15	"(C) additional direct cost adjustments (as
16	determined under subsection $(e)(3)$ .
17	"(2) Subsequent fiscal years.—For each of
18	the fiscal years 2019 through 2022, fees under sub-
19	section (a)(1) shall be established to generate a total
20	facility fee revenue amount equal to the sum of—
21	"(A) the annual base revenue for the fiscal
22	year (as determined under paragraph (3));
23	"(B) the dollar amount equal to the infla-
24	tion adjustment for the fiscal year (as deter-
25	mined under subsection $(e)(1)$ ;

1	"(C) the dollar amount equal to the oper-
2	ating reserve adjustment for the fiscal year, if
3	applicable (as determined under subsection
4	$\frac{(e)(2)}{(e)}$ ;
5	"(D) additional direct cost adjustments (as
6	determined under subsection (e)(3)); and
7	"(E) additional dollar amounts for each
8	fiscal year as follows:
9	"(i) \$7,000,000 for fiscal year 2019.
10	"(ii) \$6,000,000 for fiscal year 2020.
11	"(iii) \$7,000,000 for fiscal year 2021.
12	"(iv) \$3,000,000 for fiscal year 2022.
13	"(3) Annual base revenue.—For purposes
14	of paragraphs $(1)(A)$ and $(2)(A)$ , the dollar amount
15	of the annual base revenue for a fiscal year shall
16	<del>be</del>
17	"(A) for fiscal year 2018, \$8,000,000; and
18	"(B) for fiscal years 2019 through 2022,
19	the dollar amount of the total revenue amount
20	established under this subsection for the pre-
21	vious fiscal year, not including any adjustments
22	made under subsection $(e)(2)$ or $(e)(3)$ .
23	"(c) Adjustments; Annual Fee Setting.—
24	"(1) Inflation adjustment.

1	"(A) In GENERAL.—For purposes of sub-
2	section (b)(2)(B), the dollar amount of the in-
3	flation adjustment to the annual base revenue
4	for fiscal year 2019 and each subsequent fiscal
5	year shall be equal to the product of—
6	"(i) such annual base revenue for the
7	fiscal year under subsection (b)(2); and
8	"(ii) the inflation adjustment percent-
9	age under subparagraph (B).
10	"(B) Inflation adjustment percent-
11	AGE.—The inflation adjustment percentage
12	under this subparagraph for a fiscal year is
13	equal to—
14	"(i) for each of fiscal years 2019
15	through 2020, the average annual percent
16	change that occurred in the Consumer
17	Price Index for urban consumers (Wash-
18	ington-Baltimore, DC-MD-VA-WV; Not
19	Seasonally Adjusted; All items; Annual
20	Index) for the first 3 years of the pre-
21	ceding 4 years of available data; and
22	"(ii) for each of fiscal years 2021 and
23	2022, the sum of—
24	"(I) the average annual percent
25	change in the cost, per full-time equiv-

1 alent position of the Food and Drug 2 Administration, of all personnel com-3 pensation and benefits paid with re-4 spect to such positions for the first 3 5 years of the preceding 4 fiscal years, 6 multiplied by the proportion of per-7 sonnel compensation and benefits 8 costs to total costs of monograph drug 9 activities (as defined in subsection 10 (a)) for the first 3 years of the pre-11 eeding 4 fiscal years; and 12 "(II) the average annual percent 13 change that occurred in the Consumer 14 Price Index for urban consumers 15 (Washington-Baltimore, DC-MD-VA-16 WV; Not Seasonally Adjusted; All 17 items; Annual Index) for the first 3 18 years of the preceding 4 years of 19 available data multiplied by the pro-20 portion of all costs other than per-21 sonnel compensation and benefits 22 costs to total costs of monograph drug 23 activities for the first 3 years of the 24 preceding 4 fiscal years.

"(2) Operating reserve adjustment.

25

1	"(A) For fiscal year 2018 and subsequent
2	fiscal years, the Secretary may, in addition to
3	adjustments under paragraphs (1) and (2), fur-
4	ther increase the fee revenue and fees if such
5	an adjustment is necessary to provide operating
6	reserves of carryover user fees for monograph
7	drug activities for the number of weeks speci-
8	fied in subparagraph (B).
9	"(B) For each fiscal year the number of
10	weeks of operating reserves shall be no more
11	<del>than</del>
12	"(i) 3 weeks for fiscal year 2018;
13	"(ii) 7 weeks for fiscal year 2019;
14	"(iii) 10 weeks for fiscal year 2020;
15	"(iv) 10 weeks for fiscal year 2021;
16	and
17	"(v) 10 weeks for fiscal year 2022.
18	"(C) If, for fiscal years 2019 through
19	2022, the Secretary has carryover balances for
20	monograph drug activities in excess of the num-
21	ber of weeks of such operating reserves speci-
22	fied in subparagraph B, the Secretary shall re-
23	duce such fee revenue and fees to provide for
24	not more than the number of weeks of such op-

1	erating reserves specified in subparagraph
2	(B)(v).
3	"(D) If an adjustment under this para-
4	graph is made, the rationale for the amount of
5	the increase or decrease (as applicable) in fee
6	revenue and fees shall be contained in the an-
7	nual Federal Register notice under paragraph
8	(5) establishing fee revenue and fees for the fis-
9	eal year involved.
10	"(3) Additional direct cost adjust-
11	MENT.—The Secretary shall, in addition to adjust-
12	ments under paragraphs (1) and (2), further in-
13	crease the fee revenue by an amount equal to—
14	"(A) 14,000,000 for fiscal year 2018;
15	"(B) 7,000,000 for fiscal year 2019;
16	"(C) 4,000,000 for fiscal year 2020;
17	"(D) 3,000,000 for fiscal year 2021; and
18	"(E) 3,000,000  for fiscal year  2022.
19	"(4) Annual fee setting.—
20	"(A) FISCAL YEAR 2018.—The Secretary
21	shall, not later than January 31, 2018—
22	"(i) establish monograph drug facility
23	fees for fiscal year 2018 under subsection
24	(a)(1), based on the revenue amount for
25	such vear under subsection (b) and the ad-

1	justments provided under this subsection;
2	and
3	"(ii) publish such fee revenue and fa-
4	cility fees in the Federal Register.
5	"(B) Subsequent fiscal years.—The
6	Secretary shall, not later than January 31 of
7	each fiscal year that begins after September 30,
8	2018, establish for each such fiscal year, based
9	on the revenue amounts under subsection (b)
10	and the adjustments provided under this sub-
11	section—
12	"(i) monograph drug facility fees
13	under subsection $(a)(1)$ ;
14	<del>"(ii)</del> monograph drug order request
15	fees under subsection (a)(2); and
16	"(iii) publish such fee revenue, facility
17	fees, and monograph drug order request
18	fees in the Federal Register.
19	"(d) IDENTIFICATION OF FACILITIES.—Each person
20	that owns a monograph drug facility shall submit to the
21	Secretary the information required under this subsection
22	each year. Such information shall, for each fiscal year—
23	"(1) be submitted as part of the requirements
24	for drug establishment registration set forth in sec-
25	tion 510; and

1 "(2) include for each such facility, at a min-2 imum, identification of the facility's business oper-3 ation as that of a monograph drug facility. 4 "(e) EFFECT OF FAILURE TO PAY FEES.— "(1) IN GENERAL.—A monograph drug order request submitted by a person subject to fees under 6 7 subsection (a) shall be considered incomplete and 8 shall not be accepted for filing by the Secretary until 9 all fees owed by such person have been paid. 10 "(2) EFFECT ON ELIGIBILITY FOR 11 ings.—If a monograph drug requestor fails to pay 12 a fee assessed under subsection (a), the requestor 13 shall be considered ineligible for monograph drug 14 meetings. 15 "(f) Monograph Drug Facility Fee.—Failure to pay the fee under subsection (a)(1) within 20 calendar 17 days of the due date as specified in subparagraph (D) of such subsection shall result in the Secretary placing the 18 facility on a publicly available arrears list until such fee has been paid. 20 "(g) CREDITING AND AVAILABILITY OF FEES.— 21 22 "(1) In GENERAL.—Subject to paragraph 23 (2)(D), fees authorized under subsection (a) shall be 24 collected and available for obligation only to the ex-

tent and in the amount provided in advance in ap-

25

propriations Acts. Such fees are authorized to remain available until expended. Such sums as may be necessary may be transferred from the Food and Drug Administration salaries and expenses appropriation account without fiscal year limitation to such appropriation account for salaries and expenses with such fiscal year limitation. The sums transferred shall be available solely for monograph drug activities.

"(2) COLLECTIONS AND APPROPRIATION

ACTS.—

"(A) IN GENERAL.—Subject to subparagraphs (C) and (D), the fees authorized by this section shall be collected and available in each fiscal year in an amount not to exceed the amount specified in appropriation Acts, or otherwise made available for obligation, for such fiscal year.

"(B) USE OF FEES AND LIMITATION.—
The fees authorized by this section shall be available to defray increases in the costs of the resources allocated for monograph drug activities (including increases in such costs for an additional number of full-time equivalent positions in the Department of Health and Human Serv-

ices to be engaged in such activities), only if the Secretary allocates for such purpose an amount for such fiscal year (excluding amounts from fees collecting under this section) no less than \$12,000,000, multiplied by the adjustment factor applicable to the fiscal year involved.

"(C) Compliance.—The Secretary shall be considered to have met the requirements of subparagraph (B) in any fiscal year if the costs funded by appropriations and allocated for the monograph drug activities are not more than 15 percent below the level specified in such subparagraph.

"(D) FEE COLLECTION DURING FIRST PROGRAM YEAR.—Until the date of enactment of an Act making appropriations and providing for the collection and obligation of fees under this section through September 30, 2018, for the salaries and expenses account of the Food and Drug Administration, fees authorized by this section for fiscal year 2018 may be collected and shall be credited to such account and remain available until expended.

"(E) PROVISION FOR EARLY PAYMENTS IN SUBSEQUENT YEARS.—Payment of fees author-

ized under this section for a fiscal year (after fiscal year 2018), prior to the due date for such fees, may be accepted by the Secretary in accordance with authority provided in advance in a prior year appropriations Act.

For each of the fiscal years 2018 through 2022, there is authorized to be appropriated for fees under this section an amount equal to the total amount of fees assessed for such fiscal year under this section.

"(h) Collection of Unpaid Fees.—In any ease where the Secretary does not receive payment of a fee assessed under subsection (a) within 30 calendar days after it is due, such fee shall be treated as a claim of the United States Government subject to subchapter II of chapter 37 of title 31.

"(i) Construction.—This section may not be construct to require that the number of full-time equivalent
positions in the Department of Health and Human Services, for officers, employers, and advisory committees not
engaged in monograph drug activities, be reduced to offset
the number of officers, employees, and advisory committees so engaged.

## 1 "SEC. 744L-2. REAUTHORIZATION; REPORTING REQUIRE-

_	
)	TA ATTENDATION
,	MENTS.

- 3 "(a) Performance Report.—Beginning with fiscal
- 4 vear 2018, and not later than 120 calendar days after the
- 5 end of each fiscal year thereafter for which fees are col-
- 6 leeted under this part, the Secretary shall prepare and
- 7 submit to the Committee on the Health, Education,
- 8 Labor, and Pensions of the Senate and the Committee on
- 9 Energy and Commerce of the House of Representatives
- 10 a report concerning the progress of the Food and Drug
- 11 Administration in achieving the goals identified in the let-
- 12 ters described in section 201 of the during such fiscal year
- 13 and the future plans of the Food and Drug Administration
- 14 for meeting such goals.
- 15 "(b) FISCAL REPORT.—Not later than 120 calendar
- 16 days after the end of fiscal year 2018 and each subsequent
- 17 fiscal year for which fees are collected under this part,
- 18 the Secretary shall prepare and submit to the Committee
- 19 on Health, Education, Labor, and Pensions of the Senate
- 20 <del>and the Committee on Energy and Commerce of the</del>
- 21 House of Representatives a report on the implementation
- 22 of the authority for such fees during such fiscal year and
- 23 the use, by the Food and Drug Administration, of the fees
- 24 collected for such fiscal year.
- 25 "(e) Public Availability.—The Secretary shall
- 26 make the reports required under subsections (a) and (b)

1	available to the public on the internet website of the Food
2	and Drug Administration.
3	"(d) Reauthorization.—
4	"(1) Consultation.—In developing rec-
5	ommendations to present to Congress with respect to
6	the goals described in subsection (a), and plans for
7	meeting the goals, for monograph drug activities for
8	the first 5 fiscal years after fiscal year 2022, and for
9	the reauthorization of this part for such fiscal years,
10	the Secretary shall consult with—
11	"(A) the Committee on Health, Education,
12	Labor, and Pensions of the Senate;
13	"(B) the Committee on Energy and Com-
14	merce of the House of Representatives;
15	"(C) scientific and academic experts;
16	"(D) health eare professionals;
17	"(E) representatives of patient and con-
18	sumer advocacy groups; and
19	"(F) the regulated industry.
20	"(2) Public review of recommenda-
21	TIONS.—After negotiations with the regulated indus-
22	try, the Secretary shall—
23	"(A) present the recommendations devel-
24	oped under paragraph (1) to the congressional
25	committees specified in such paragraph;

1	"(B) publish such recommendations in the
2	Federal Register;
3	"(C) provide for a period of 30 calendar
4	days for the public to provide written comments
5	on such recommendations;
6	"(D) hold a meeting at which the public
7	may present its views on such recommenda-
8	tions; and
9	"(E) after consideration of such public
10	views and comments, revise such recommenda-
11	tions as necessary.
12	"(3) Transmittal of recommendations.—
13	Not later than January 15, 2022, the Secretary
14	shall transmit to Congress the revised recommenda-
15	tions under paragraph (2), a summary of the views
16	and comments received under such paragraph, and
17	any changes made to the recommendations in re-
18	sponse to such views and comments.".
19	SECTION 1. SHORT TITLE; TABLE OF CONTENTS.
20	(a) Short Title.—This Act may be cited as the
21	"Over-the-Counter Drug Safety, Innovation, and Reform
22	Act".
23	(b) Table of Contents.—The table of contents for
24	this Act is as follows:
	Sec. 1. Short title; table of contents.

#### TITLE I—REGULATION OF NONPRESCRIPTION DRUGS

- Sec. 101. Regulation of certain nonprescription drugs that are marketed without an approved new drug application.
- Sec. 102. Misbranding.
- Sec. 103. Conforming amendments to the Sunscreen Innovation Act.
- Sec. 104. Drugs excluded from over-the-counter review.
- Sec. 105. Conforming amendment.
- Sec. 106. Annual update to Congress on appropriate pediatric indication for certain cough and cold monograph drugs.

#### TITLE II—FEES RELATING TO MONOGRAPH DRUGS

- Sec. 201. Short title; findings.
- Sec. 202. Authority to assess and use fees.

# TITLE I—REGULATION OF 1

- NONPRESCRIPTION DRUGS 2 3 SEC. 101. REGULATION OF CERTAIN NONPRESCRIPTION 4 DRUGS THAT ARE MARKETED WITHOUT AN 5 APPROVED NEW DRUG APPLICATION. 6 Chapter V of the Federal Food, Drug, and Cosmetic Act is amended by inserting after section 505F (21 U.S.C. 8 355g) the following: "SEC. 505G. REGULATION OF CERTAIN NONPRESCRIPTION 10 DRUGS THAT ARE MARKETED WITHOUT AN 11 APPROVED NEW DRUG APPLICATION. "(a) Definitions.—In this section:
- 12
- 13 "(1) Nonprescription drug.—The term 'non-14 prescription drug' means a drug that is not subject 15 to section 503(b)(1).
- "(2) REQUESTOR.—The term 'requestor' means a 16 17 person or group of persons marketing, manufacturing, 18 processing, or developing a drug.

1	"(3) Sponsor.—The term 'sponsor' means a
2	person or group of persons marketing, manufacturing,
3	or processing a drug and who has a listing in effect
4	under section 510(j) for such drug.
5	"(b) Treatment of Monograph Drugs Marketed
6	WITHOUT AN APPROVED APPLICATION.—
7	"(1) In general.—A nonprescription drug that
8	is marketed without an approved application under
9	section 505 shall be treated in accordance with this
10	subsection beginning on the date of enactment of the
11	Over-the-Counter Drug Safety, Innovation, and Re-
12	form Act:
13	"(A) A nonprescription drug is deemed to
14	be generally recognized as safe and effective with-
15	in the meaning of section $201(p)(1)$ and not a
16	new drug under section 201(p) if such drug is—
17	"(i)(I)(aa) subject to a final mono-
18	graph issued under part 330 of title 21,
19	Code of Federal Regulations, as of the date
20	of enactment of the Over-the-Counter Drug
21	Safety, Innovation, and Reform Act;
22	"(bb) in conformity with the require-
23	ments for nonprescription use of such mono-
24	graph, the general requirements specified for

1	nonprescription drugs, and the requirements
2	under subsections (c), (d), and (j); and
3	"(cc) except as permitted by an admin-
4	istrative order issued under subsection (c)
5	or a minor change in the drug in con-
6	formity with subsection (d), is in a dosage
7	form that, on day before the date of enact-
8	ment of the Over-the-Counter Drug Safety,
9	Innovation, and Reform Act, has been used
10	to a material extent and for a material
11	time within the meaning of section
12	201(p)(2);
13	"(II)(aa) the subject of a tentative
14	final monograph that is the most recently
15	applicable proposal or determination issued
16	under part 330 of title 21, Code of Federal
17	Regulations, on the day before the date of
18	enactment of the Over-the-Counter Drug
19	Safety, Innovation, and Reform Act;
20	"(bb) classified in category I for safety
21	and effectiveness under such tentative final
22	monograph;
23	"(cc) in conformity with the require-
24	ments for nonprescription use of such ten-
25	tative final monograph, any subsequent de-

1	termination by the Secretary, the general
2	requirements for nonprescription drugs, and
3	the requirements under subsections (c), (d),
4	and (j); and
5	"(dd) except as permitted by an ad-
6	ministrative order issued under subsection
7	(c) or a minor change in the drug in con-
8	formity with subsection (d), is in a dosage
9	form that has been used to a material extent
10	and for a material time within the meaning
11	of section $201(p)(2)$ ; or
12	"(III) in conformity with—
13	"(aa) the requirements of a final
14	administrative order issued under sub-
15	section (c) determining that such drug
16	is generally recognized as safe and ef-
17	fective within the meaning of section
18	201(p)(1); and
19	"(bb) the general requirements for
20	nonprescription drugs and the require-
21	ments under subsections (c), (d), and
22	(j);
23	"(ii) not classified in Category II for
24	safety or effectiveness under a tentative
25	final monograph; and

1	"(iii) not determined by the Secretary
2	to be not generally recognized as safe and
3	effective, in a final monograph or preamble
4	to a rule that is the most recently applicable
5	proposal or determination issued under
6	part 330 of title 21, Code of Federal Regu-
7	lations.
8	"(B) A nonprescription drug for which
9	there is not an approved application under sec-
10	tion 505 may be introduced into interstate com-
11	merce if such drug is—
12	" $(i)(I)$ not classified in Category II for
13	safety or effectiveness under a tentative
14	final monograph; or
15	"(II) not determined by the Secretary
16	to be not generally recognized as safe and
17	effective, in a final monograph or preamble
18	to a rule that is the most recently applicable
19	proposal or determination issued under
20	part 330 of title 21, Code of Federal Regu-
21	lations; and
22	" $(ii)(I)(aa)$ the subject of a tentative
23	final monograph that is the most recently
24	applicable proposal or determination issued

1	under part 330 of title 21, Code of Federal
2	Regulations;
3	"(bb) classified in category III for safe-
4	ty or effectiveness in the preamble of a pro-
5	posed rule establishing such tentative final
6	monograph;
7	"(cc) in conformity with the most re-
8	cently proposed or final rule establishing or
9	proposing conditions of nonprescription use
10	published in the Federal Register related to
11	such tentative final monograph, the general
12	requirements for nonprescription drugs, and
13	the requirements under subsections (c) and
14	(j); and
15	"(dd) in a dosage form that, as of the
16	day before the date of enactment of the
17	Over-the-Counter Drug Safety, Innovation,
18	and Reform Act, has been used to a mate-
19	rial extent and for a material time within
20	the meaning of section $201(p)(2)$ ; or
21	"(II)(aa) the subject of a proposed
22	monograph or advance notice of proposed
23	rulemaking that is the most recently appli-
24	cable proposal or determination issued

1	under part 330 of title 21, Code of Federal
2	Regulations;
3	"(bb) classified in category I for safety
4	and effectiveness under such proposed mono-
5	graph or advance notice of proposed rule-
6	making;
7	"(cc) in conformity with the most re-
8	cently proposed or final rule establishing or
9	proposing conditions of nonprescription use
10	published in the Federal Register related to
11	such proposed monograph or advance notice
12	of proposed rulemaking, the general require-
13	ments for nonprescription drugs, and the
14	requirements under subsections (c) and (j);
15	and
16	"(dd) in a dosage form that, as of the
17	day before the date of enactment of the
18	Over-the-Counter Drug Safety, Innovation,
19	and Reform Act has been used to a material
20	extent and for a material time within the
21	meaning of section $201(p)(2)$ .
22	"(C)(i) Subject to clause (iii), beginning on
23	the date that is 180 calendar days after the date
24	of enactment of the Over-the-Counter Drug Safe-
25	ty, Innovation, and Reform Act, a nonprescrip-

1	tion drug is deemed to be not generally recog-
2	nized as safe and effective within the meaning of
3	section $201(p)(1)$ , a new drug under section
4	201(p), and misbranded under section 502(ee), if
5	such drug—
6	"(I) is classified in category II for
7	safety or effectiveness under a tentative
8	final monograph; or
9	"(II) is subject to a determination to
10	be not generally recognized as safe and effec-
11	tive under a proposed rule that is the most
12	recently applicable proposal issued under
13	part 330 of title 21, Code of Federal Regu-
14	lations.
15	"(ii) A nonprescription drug that the Sec-
16	retary has determined to be not generally recog-
17	nized as safe and effective under a final deter-
18	mination issued under part 330 of title 21, Code
19	of Federal Regulations is deemed to be not gen-
20	erally recognized as safe and effective within the
21	meaning of section $201(p)(1)$ , a new drug under
22	section 201(p), and misbranded under section
23	502(ee).
24	"(iii) A 180-day period described in clause
25	(i) may be extended with respect to a drug by the

1	Secretary if the Secretary determines that such
2	extension is in the interest of the public health.
3	"(D) A drug that is subject to the final
4	monograph for sunscreen drug products set forth
5	at part 352 of title 21, Code of Federal Regula-
6	tions (as published at volume 64 page 27687 of
7	the Federal Register), shall comply with the re-
8	quirements of that monograph, except that the
9	testing requirements for effectiveness and the pro-
10	visions governing labeling shall be in accordance
11	with section 201.327 of title 21, Code of Federal
12	Regulations (as in effect on the date of enact-
13	ment of the Over-the-Counter Drug Safety, Inno-
14	vation, and Reform Act), or such changes to
15	those requirements as may be made under sub-
16	sections (c), (d), and (j).
17	"(2) New drugs.—A nonprescription drug is a
18	new drug within the meaning of section 201(p) and
19	subject to the requirements of section 505 if the drug
20	is—
21	"(A) not described in subparagraph (A),
22	(B), (C), or (D) of paragraph (1) and not in
23	conformity with subsection (d), as applicable; or
24	"(B) not a nonprescription sunscreen active
25	ingredient or combination of ingredients subject

1	to a final sunscreen order, as defined in section
2	586(2).
3	"(3) Monograph drug.—In this section, the
4	term 'monograph drug' has the meaning given such
5	term in section 744L.
6	"(4) Rules of construction.—
7	"(A) In general.—This section shall not
8	affect the treatment or status of a nonprescrip-
9	tion drug subject to section 505—
10	"(i) that, on the date of enactment of
11	the Over-the-Counter Drug Safety, Innova-
12	tion, and Reform Act, is marketed without
13	an application approved under section 505;
14	and
15	"(ii) to which subparagraphs (A), (B),
16	(C), and (D) of paragraph (1) do not apply.
17	"(B) Applicability of other provi-
18	SIONS.—Nothing in this paragraph shall be con-
19	strued to preclude or limit the applicability of
20	any other provision of this Act.
21	"(C) No effect on other authori-
22	Ties.—Nothing in this subsection shall be con-
23	strued to prohibit the Secretary from issuing an
24	order under this section finding a drug to be not
25	generally recognized as safe and effective.

1	"(c) Administrative Orders.—
2	"(1) In general.—
3	"(A) Generally recognized as safe
4	AND EFFECTIVE.—The Secretary may, on the
5	initiative of the Secretary or at the request of
6	one or more requestors, issue an administrative
7	order determining whether there are require-
8	ments under which a specific drug, class of such
9	drugs, or combination of such drugs is deter-
10	mined to be—
11	"(i) not subject to section 503(b)(1);
12	"(ii) generally recognized as safe and
13	effective within the meaning of section
14	201(p)(1); and
15	"(iii) not required to be approved
16	under section 505.
17	"(B) Not generally recognized as safe
18	AND EFFECTIVE.—The Secretary shall issue an
19	order determining that a drug is not generally
20	recognized as safe and effective within the mean-
21	ing of section $201(p)(1)$ for the specified require-
22	ments if the Secretary determines that—
23	"(i) the evidence shows that the drug is
24	not generally recognized as safe and effective
25	within the meaning of section $201(p)(1)$ ; or

1	"(ii) the evidence is inadequate to show
2	that the drug is generally recognized as safe
3	and effective within the meaning of section
4	201(p)(1).
5	"(2) Administrative orders initiated by
6	THE SECRETARY; CITIZEN PETITIONS.—
7	"(A) In general.—Except as provided in
8	paragraph (5), in issuing an administrative
9	order under paragraph (1) on the initiative of
10	the Secretary, the Secretary shall—
11	"(i) not later than 2 business days be-
12	fore issuance of the proposed order, infor-
13	mally communicate the pending issuance of
14	the order to sponsors of drugs that have a
15	listing in effect under section 510(j) for
16	drugs will be subject to such order;
17	"(ii) after making any such informal
18	communication—
19	"(I) issue such a proposed admin-
20	istrative order by publishing it on the
21	internet website of the Food and Drug
22	Administration and include in such
23	order the reasons for the issuance of
24	such order; and

1	"(II) publish notice of availability
2	of such proposed order in the Federal
3	Register;
4	"(iii) except as provided in subpara-
5	graph (B), provide for a public comment
6	period with respect to such proposed order
7	of not less than 45 calendar days; and
8	"(iv) if, after satisfying the require-
9	ments of clauses (i) through (iii), the Sec-
10	retary determines that it is appropriate to
11	issue a final administrative order—
12	"(I) issue the final administrative
13	order, together with a detailed state-
14	ment of reasons, but such order shall
15	not take effect until the time for re-
16	questing judicial review under para-
17	$graph\ (4)(D)(ii)\ has\ expired;$
18	"(II) publish a notice of avail-
19	ability of such final administrative
20	order in the Federal Register;
21	"(III) afford requestors of prod-
22	ucts that will be subject to such order
23	the opportunity for formal dispute res-
24	olution up to the level of the Director
25	of the Center for Drug Evaluation and

1	Research, which initially shall be re-
2	quested within 45 calendar days of the
3	issuance of the order, and, for subse-
4	quent levels of appeal, within 30 cal-
5	endar days of the prior decision; and
6	"(IV) except with respect to drugs
7	described in $paragraph$ (3)(B), $upon$
8	completion of the formal dispute reso-
9	lution procedure, inform the person or
10	persons which sought such dispute reso-
11	lution of their right to request a hear-
12	ing.
13	"(B) Special requirements with re-
14	SPECT TO CERTAIN MONOGRAPH DRUGS.—When
15	issuing an administrative order under para-
16	graph (1) on the initiative of the Secretary (ex-
17	cept as provided under paragraph (4)) proposing
18	to determine that a monograph drug described in
19	subsection $(b)(1)(B)$ is not generally recognized
20	as safe and effective within the meaning of sec-
21	tion 201(p)(1), the Secretary shall follow the pro-
22	cedures in subparagraph (A) except that—
23	"(i) the proposed order shall include
24	notice of—

1	"(I) the general categories of data
2	the Secretary has determined necessary
3	to establish that the drug is generally
4	recognized as safe and effective within
5	the meaning of section $201(p)(1)$ ; and
6	"(II) the format for submissions
7	by interested persons;
8	"(ii) the Secretary shall provide for a
9	public comment period of not less than 180
10	calendar days with respect to such proposed
11	order, except when the Secretary determines,
12	for good cause, that a shorter period is in
13	the interest of public health; and
14	"(iii) any person who submits data in
15	such comment period shall include a certifi-
16	cation that the person has submitted all evi-
17	dence created, obtained, or received by that
18	person that is both within the categories of
19	data identified in the proposed order and
20	relevant to a determination as to whether
21	the drug is generally recognized as safe and
22	effective within the meaning of section
23	201(p)(1).
24	"(C) CITIZEN PETITIONS.—

1	"(i) In general.—The Secretary may
2	issue an administrative order under para-
3	graph (1) in response to a citizen petition
4	submitted under section 10.30 of title 21,
5	Code of Federal Regulations (or any suc-
6	cessor regulation), subject to clause (ii).
7	"(ii) Effect of petition.—Nothing
8	in clause (i) shall be construed to provide
9	an alternative to, or otherwise supplant or
10	supersede—
11	"(I) the processes through which a
12	requestor may seek an administrative
13	order pursuant to paragraph (5); or
14	"(II) the fee structure under sec-
15	tion $744L-1(a)(2)$ .
16	"(3) Hearings; judicial review.—
17	"(A) In general.—A person who partici-
18	pated in each level of formal dispute resolution
19	under paragraph (2)(A)(iv)(III) of an adminis-
20	trative order with respect to a drug may request
21	a hearing concerning a final administrative
22	order issued under paragraph (2)(A)(iv) with re-
23	spect to such drug. Such person may submit a
24	request for a hearing, which shall be based solely
25	on the information in the administrative record.

1	to the Secretary not later than 30 calendar days
2	after receiving notice of the final decision of the
3	formal dispute resolution procedure.
4	"(B) No hearing required with re-
5	SPECT TO ORDERS RELATING TO CERTAIN
6	DRUGS.—The Secretary is not required to pro-
7	vide notice and an opportunity for a hearing
8	pursuant to paragraph (2)(A)(iv) if the final ad-
9	ministrative order involved relates to a drug—
10	"(i) that is described in subsection
11	$(b)(1)(B)(ii)(I); \ and$
12	"(ii) with respect to which no data rel-
13	evant to the safety or effectiveness of such
14	drug have been submitted to the administra-
15	tive record since the issuance of the most re-
16	cent tentative final monograph relating to
17	such drug (or, as applicable, since the deem-
18	ing of such tentative final monograph as a
19	final administrative order under paragraph
20	(6)).
21	"(C) Hearing procedures.—
22	"(i) Denial of request for hear-
23	ING.—If the Secretary determines that a re-
24	quest for a hearing under subparagraph (A)
25	with respect to a final administrative order

1	issued under paragraph $(2)(A)(iv)$ , does not
2	establish the existence of a genuine and sub-
3	stantial question of material fact, the Sec-
4	retary may deny such request. In making
5	such a determination, the Secretary may
6	consider only information and data that
7	are based on relevant and reliable scientific
8	principles and methodologies.
9	"(ii) Single hearing for multiple
10	RELATED REQUESTS.—If more than one re-
11	quest for a hearing is submitted with re-
12	spect to the same administrative order
13	under subparagraph (A), the Secretary may
14	direct that a single hearing be conducted in
15	which all persons whose hearing requests
16	were granted may participate.
17	"(iii) Presiding officer.—The Sec-
18	retary shall designate a presiding officer of
19	a hearing requested under subparagraph
20	(A) who—
21	"(I) is not an employee of the
22	Center for Drug Evaluation and Re-
23	search; and
24	"(II) has not previously been in-
25	volved in the development of the appli-

1	cable administrative order or in the
2	proceedings relating to that adminis-
3	$trative\ order.$
4	"(iv) Rights of parties to hear-
5	ING.—The parties to a hearing requested
6	under subparagraph (A) shall have the right
7	to present testimony, including testimony of
8	expert witnesses, and to cross-examine wit-
9	nesses presented by other parties. Where ap-
10	propriate, the presiding officer may require
11	that cross-examination by parties rep-
12	resenting substantially the same interests be
13	consolidated to promote efficiency and avoid
14	duplication.
15	"(v) Final decision.—At the conclu-
16	sion of a hearing requested under subpara-
17	graph (A), the presiding officer of the hear-
18	ing shall issue a decision containing find-
19	ings of fact and conclusions of law. The de-
20	cision of the presiding officer shall be final.
21	The final decision may not take effect until
22	the period under subparagraph (D)(ii) for
23	submitting a request for judicial review of

such decision expires.

1	"(D) Judicial review of final adminis-
2	TRATIVE ORDER.—
3	"(i) In general.—The procedures de-
4	scribed in section 505(h) shall apply with
5	respect to judicial review of final adminis-
6	trative orders issued under this subsection
7	in the same manner and to the same extent
8	as such section applies to an order described
9	in such section except that the judicial re-
10	view shall be taken by filing in an appro-
11	priate district court of the United States in
12	lieu of the appellate courts specified in such
13	section.
14	"(ii) Time to submit a request for
15	JUDICIAL REVIEW.—A person eligible to re-
16	quest a hearing under this paragraph and
17	seeking judicial review of a final adminis-
18	trative order issued under this subsection
19	shall file a request for such review not later
20	than 60 calendar days after the latest of—
21	"(I) the date on which notice of
22	such order is published;
23	"(II) the date on which any hear-
24	ing with respect to such order is denied
25	$under\ subparagraph\ (C)(i);$

1	"(III) the date on which a final
2	decision is made following any hearing
3	with respect to such order under sub-
4	paragraph (C)(v); or
5	"(IV) if no hearing is requested,
6	the date on which the time for request-
7	ing a hearing expires.
8	"(4) Expedited procedure with respect to
9	ADMINISTRATIVE ORDERS INITIATED BY THE SEC-
10	RETARY.—
11	"(A) Imminent hazard to the public
12	HEALTH.—
13	"(i) In general.—In the case of a de-
14	termination by the Secretary that a mono-
15	graph drug poses an imminent hazard to
16	the public health, the Secretary, after infor-
17	mally communicating with any sponsor
18	that has a listing in effect under section
19	510(j) for such drug not later than 48 hours
20	before issuance of an order under this sub-
21	paragraph, may—
22	"(I) issue an interim final ad-
23	ministrative order for such drug or
24	combination of drugs under paragraph

1	(1), together with a detailed statement
2	of the reasons for such order;
3	"(II) publish in the Federal Reg-
4	ister a notice of availability of such
5	order; and
6	"(III) provide for a public com-
7	ment period of at least 45 calendar
8	days after issuance of such interim
9	final order.
10	"(ii) Nondelegation.—The Secretary
11	may not delegate the authority to issue an
12	interim final administrative order under
13	$this\ subparagraph.$
14	"(B) Safety labeling changes.—
15	"(i) In GENERAL.—In the case of a de-
16	termination by the Secretary that a change
17	in the labeling of a drug, class of drugs, or
18	combination of drugs subject to this section
19	is reasonably expected to mitigate a signifi-
20	cant or unreasonable risk of a serious ad-
21	verse event associated with use of the drug,
22	the Secretary may—
23	"(I) informally communicate, not
24	later than 48 hours before issuance of
25	an interim final order under this sub-

1	paragraph any sponsors of a drug who
2	has a listing in effect under section
3	510(j) for such drug or combination of
4	drugs;
5	"(II) after informally commu-
6	nicating with the sponsors under sub-
7	clause (I), issue an interim final ad-
8	ministrative order under paragraph
9	(1) to require such change, together
10	with a detailed statement of the rea-
11	sons for such order and, in the case of
12	a required change to the packaging, a
13	brief description of the factors consid-
14	ered in accordance with paragraph
15	(7)(B)(i);
16	"(III) publish in the Federal Reg-
17	ister a notice of availability of such
18	order; and
19	"(IV) provide for a public com-
20	ment period of at least 45 calendar
21	days after issuance of such interim
22	final order.
23	"(ii) Content of order.—An in-
24	terim final order issued under this subpara-
25	graph with respect to the labeling of a drug

1	may provide for new warnings and other
2	information required for safe use of the
3	drug.
4	"(C) Effective date.—An order under
5	subparagraph (A) or (B) shall take effect on a
6	date specified by the Secretary.
7	"(D) Final order.—After the completion
8	of the proceedings in subparagraph (A) or (B),
9	the Secretary shall—
10	"(i) issue a final order in accordance
11	with paragraph (1);
12	"(ii) publish a notice of availability of
13	such final administrative order in the Fed-
14	eral Register; and
15	"(iii) afford sponsors of drugs that will
16	be subject to such an order the opportunity
17	for formal dispute resolution up to the level
18	of the Director of the Center for Drug Eval-
19	uation and Research, which initially shall
20	be within 45 calendar days of the issuance
21	of the order; and, for subsequent levels of
22	appeal, within 30 calendar days of the
23	prior decision.
24	"(E) Hearings.—

1	"(i) In general.—A sponsor of a
2	drug subject to a final order issued under
3	subparagraph (D) who participated in each
4	level of formal dispute resolution under sub-
5	paragraph (D)(iii) may request a hearing
6	on such order. The provisions of subpara-
7	graphs (A), (B), and (C) of paragraph (3)
8	shall apply with respect to a hearing on
9	such order in the same manner and to the
10	same extent as such provisions apply with
11	respect to a hearing on an administrative
12	$order\ issued\ under\ paragraph\ (2)(A)(iv),$
13	except that, with respect to a final order
14	issued under subparagraph (D), the final
15	$decision \ under \ paragraph \ (3)(C)(v) \ may$
16	take effect prior to the expiration of the pe-
17	$riod\ under\ paragraph\ (3)(D)(ii)\ for\ submit-$
18	ting a request for judicial review.
19	"(ii) References.—For purposes of a
20	hearing under this subparagraph, the ref-
21	erences in subparagraphs (A), (B), and (C)
22	of paragraph (3)—
23	"(I) to 'each level of dispute reso-
24	lution under paragraph
25	(2)(A)(iv)(III)' shall be deemed to

1	mean 'each level of formal dispute reso-
2	lution under subparagraph (D)(iii)';
3	and
4	``(II) to `final administrative"
5	order issued under paragraph
6	(2)(A)(iv)' shall be deemed to mean
7	final order under subparagraph
8	(D)(i)'.
9	"(F) Final order.—Not later than 1 year
10	after the date on which an interim final order is
11	issued under subparagraph (A) or (B), the Sec-
12	retary shall issue a final order in accordance
13	with paragraph (1) and complete any required
14	hearing.
15	"(G) Judicial review.—A final order
16	issued pursuant to subparagraph (F) shall be
17	subject to judicial review in accordance with
18	paragraph (3)(D).
19	"(H) Clarification.—Paragraph (2) shall
20	not apply to the orders issued under this para-
21	graph.
22	"(5) Administrative order initiated by re-
23	QUEST.—
24	"(A) In general.—In issuing an adminis-
25	trative order under paragraph (1) at the request

1	of a requestor or a group of requestors with re-
2	spect to certain drugs, classes of drugs, or com-
3	binations of drugs—
4	"(i) the Secretary shall, after receiving
5	a request under this subparagraph, deter-
6	mine whether the request is sufficiently
7	complete and formatted to permit a sub-
8	stantive review;
9	"(ii) subject to subparagraph (D), if
10	the Secretary determines that the request is
11	sufficiently complete and formatted to per-
12	mit a substantive review, the Secretary
13	shall—
14	"(I) file the request; and
15	"(II) initiate proceedings with re-
16	spect to issuing an administrative
17	order in accordance with paragraphs
18	(2) and (3); and
19	"(iii) except as provided in subpara-
20	graph (D)(v), if the Secretary determines
21	that a request does not meet the require-
22	ments for filing or is not sufficiently com-
23	plete or formatted to permit a substantive
24	review, the requestor may elect that the Sec-
25	retary file the request over protest, and the

1	Secretary shall initiate proceedings to re-
2	view the request in accordance with para-
3	graph(2)(A).
4	"(B) Request to initiate pro-
5	CEEDINGS.—
6	"(i) In general.—A requestor seeking
7	an administrative order with respect to cer-
8	tain drugs, classes of drugs, or combinations
9	of drugs, shall submit to the Secretary a re-
10	quest to initiate proceedings for such order
11	in the form and manner as specified by the
12	Secretary. Such requestor may submit a re-
13	quest under this subparagraph for the
14	issuance of an administrative order—
15	"(I) determining whether a drug
16	is generally recognized as safe and ef-
17	fective within the meaning of section
18	201(p)(1), exempt from section
19	503(b)(1), and not required to be the
20	subject of an approved application
21	under section 505; or
22	``(II) determining whether a
23	change to a condition of use or a new
24	condition of use of a drug is generally
25	recognized as safe and effective within

1	the meaning of section $201(p)(1)$ , ex-
2	empt from section 503(b)(1), and not
3	required to be the subject of an ap-
4	proved application under section 505,
5	if such drug is—
6	"(aa) described in subsection
7	(b)(1)(A); or
8	"(bb) described in subsection
9	(b)(1)(B), but only if such re-
10	questor initiates such request in
11	conjunction with a request for the
12	Secretary to determine whether
13	such drug is generally recognized
14	as safe and effective within the
15	meaning of section $201(p)(1)$ ,
16	which is filed by the Secretary
17	$under\ subparagraph\ (A)(ii)(I).$
18	The Secretary is not required to complete
19	review of the request for a change described
20	in subclause (II) if the Secretary deter-
21	mines, in accordance with paragraph
22	(1)(B), that there is an inadequate basis to
23	find the drug is generally recognized as safe
24	and effective under paragraph (1) and

1	issues a final order announcing that deter-
2	mination.
3	"(ii) Withdrawal of request.—The
4	requestor may withdraw a request under
5	this paragraph, according to the procedures
6	established by the Secretary. Notwith-
7	standing any other provision of this section,
8	if such request is withdrawn, the Secretary
9	may cease proceedings under this subpara-
10	graph.
11	"(C) Product differentiation.—
12	"(i) In general.—A final adminis-
13	trative order issued in response to a request
14	under this paragraph shall have the effect of
15	authorizing solely the order requestor (or the
16	licensees, assignees, or successors in interest
17	of such requestor with respect to the subject
18	of such order and listed under clause (v)),
19	for a 2-year period beginning on the effec-
20	tive date of such order, to market drugs
21	under this section—
22	"(I) incorporating changes de-
23	scribed in clause (ii); and
24	"(II) subject to the limitations
25	under clause (iv).

1	"(ii) Changes described.—A change
2	described in this clause is a change subject
3	to an order specified in clause (i), which—
4	"(I) provides for a drug to con-
5	tain an active ingredient (including
6	any ester or salt of the active ingre-
7	dient) not previously incorporated in a
8	drug described in clause (iii); or
9	"(II) provides for a change in the
10	conditions of use of a drug, for which
11	new human data studies conducted or
12	sponsored by the requestor (or for
13	which the requestor has an exclusive
14	right of reference) were essential to the
15	issuance of such order.
16	"(iii) Drugs described.—The drugs
17	described in this clause are drugs—
18	$``(I)\ specified\ in\ subparagraphs$
19	(A), $(B)$ , and $(D)$ of subsection $(b)(1)$ ;
20	"(II) subject to a final order
21	issued under this section;
22	"(III) subject to a final sunscreen
23	order (as defined in section $586(2)(A)$ );
24	or

1	"(IV) described in subsection
2	(b)(4)(A), other than drugs subject to
3	an active enforcement action under
4	chapter III.
5	"(iv) Limitations on product dif-
6	FERENTIATION.—
7	"(I) Only one period.—Only
8	one 2-year period under this subpara-
9	graph shall be granted for each order
10	described in clause (i) with respect to
11	changes (to the drug subject to such
12	order) that are—
13	"(aa) changes described in
14	clause (ii)(I), relating to active
15	$ingredients;\ or$
16	"(bb) changes described in
17	clause (ii)(II), relating to condi-
18	tions of use.
19	"(II) Exclusions.—No 2-year
20	period under this subparagraph shall
21	apply to changes to a drug that are—
22	"(aa) the subject of a 'Tier 2'
23	monograph drug order requested
24	as described in section
25	744L(14)(A);

1	"(bb) safety-related changes
2	described in section 744L-
3	1(a)(2)(C), required under this
4	paragraph, or any other change
5	the Secretary determines nec-
6	essary to ensure safe use; or
7	"(cc) changes related to
8	methods of testing safety or effi-
9	cacy.
10	"(v) Listing of licensees, assign-
11	EES, OR SUCCESSORS IN INTEREST.—The
12	requestors of an order described in clause (i)
13	shall, as applicable, submit to the Secretary,
14	at a time when a drug subject to such order
15	is introduced or delivered for introduction
16	into interstate commerce, a list of licensees,
17	assignees, or successors in interest under
18	such clause.
19	"(vi) New human data studies de-
20	FINED.—For purposes of this subparagraph,
21	the term 'new human data studies' means
22	studies from clinical trials of safety or effec-
23	tiveness, pharmacokinetics studies, or bio-
24	availability studies, the results of which—

1	"(I) the Secretary has not relied
2	on to support—
3	"(aa) a proposed or final de-
4	termination that a drug described
5	in subclauses (I), (II), or (III) of
6	clause (iii) is generally recognized
7	as safe and effective within the
8	meaning of section $201(p)(1)$ ; or
9	"(bb) approval of a drug
10	under section 505; and
11	"(II) do not duplicate the results
12	of another study that the Secretary re-
13	lied on to support—
14	"(aa) a proposed or final de-
15	termination that a drug described
16	in subclause (I), (II), or (III) of
17	clause (iii) is generally recognized
18	as safe and effective within the
19	meaning of section $201(p)(1)$ ; or
20	"(bb) approval of a drug that
21	was approved under section 505.
22	"(D) Information regarding safe non-
23	PRESCRIPTION MARKETING AND USE AS A CONDI-
24	TION FOR FILING A GRASE REQUEST.—

1	"(i) In general.—In response to a re-
2	quest under this paragraph that a drug de-
3	scribed in clause (ii) be generally recognized
4	as safe and effective, the Secretary—
5	"(I) may file such request, if the
6	request includes information specified
7	under clause (iii) with respect to safe
8	nonprescription marketing and use of
9	such drug; or
10	"(II) if the request fails to include
11	information specified under clause
12	(iii), shall refuse to file such request
13	and may require that nonprescription
14	marketing of the drug be pursuant to
15	a new drug application as described in
16	$clause\ (iv).$
17	"(ii) Drug described.—A drug de-
18	scribed in this clause is a monograph drug
19	that contains an active ingredient not pre-
20	viously incorporated in a drug—
21	$\lq\lq(I)$ described in subparagraph
22	(A), $(B)$ , or $(D)$ of subsection $(b)(1)$ ;
23	"(II) subject to a final order
24	under this section; or

1	"(III) subject to a final sunscreen
2	order (as defined in section $586(2)(A)$ ).
3	"(iii) Sufficient information for A
4	THRESHOLD DEMONSTRATION OF NON-
5	PRESCRIPTION MARKETING AND USE.—In-
6	formation specified in this subparagraph,
7	with respect to a request described in clause
8	(i)(I), is—
9	"(I) information sufficient for a
10	threshold demonstration that the drug
11	subject to such request has a verifiable
12	history of being marketed and safely
13	used by consumers in the United States
14	as a nonprescription drug under com-
15	parable conditions of use;
16	"(II) if the drug has not been pre-
17	viously marketed in the United States
18	as a nonprescription drug, information
19	sufficient for a threshold demonstration
20	that the drug was marketed and safely
21	used in a foreign country under condi-
22	tions of marketing and use—
23	"(aa) for such period of time
24	as needed to provide reasonable
25	assurances concerning the safe

1	nonprescription use of the drug;
2	and
3	"(bb) during such period of
4	time, was subject to sufficient
5	monitoring by a regulatory body
6	of any country listed in section
7	802(b)(1)(A) or any country des-
8	ignated by the Secretary in ac-
9	cordance with section
10	802(b)(1)(B); or
11	"(III) if the Secretary determines
12	that information described in subclause
13	(I) or (II) is not needed to provide a
14	threshold demonstration that the drug
15	can be safely marketed and used as a
16	nonprescription drug, other informa-
17	tion the Secretary determines sufficient
18	for such purposes.
19	"(iv) Marketing pursuant to new
20	DRUG APPLICATION.—In the case of a re-
21	quest described in clause (i)(II), the drug
22	subject to such request may be re-submitted
23	for filing only if—
24	"(I) the drug is marketed as a
25	nonprescription drug, under conditions

1	of use comparable to the requirements
2	specified in the request, for such period
3	of time as the Secretary determines ap-
4	propriate (not to exceed 5 consecutive
5	years) pursuant to an application ap-
6	proved under section 505; and
7	"(II) during such period of time,
8	1,000,000 retail packages of the drug,
9	or an equivalent quantity of the active
10	ingredient or ingredients of such drug
11	as determined by the Secretary, were
12	distributed for retail sale, as deter-
13	mined in such manner as the Secretary
14	may require.
15	"(v) Rule of Application.—If the
16	Secretary refuses to file a request under this
17	subparagraph, the requestor may not file
18	over protest under subparagraph (A)(iii)
19	unless the request involves a drug described
20	in section 586(9) as in effect on January 1,
21	2017.
22	"(6) Treatment of final and tentative
23	FINAL MONOGRAPHS.—
24	"(A) In general.—A final monograph or
25	tentative final monograph described in subpara-

1	graph (B) shall be deemed to be a final adminis-
2	trative order under this subsection and may be
3	amended, revoked, or otherwise modified in ac-
4	cordance with the procedures of this subsection.
5	"(B) Monographs described.—For pur-
6	poses of subparagraph (A), a final monograph or
7	tentative final monograph, as applicable, is de-
8	scribed in this subparagraph if such mono-
9	graph—
10	"(i) establishes requirements of use for
11	a drug described in subclause (I) or (II) of
12	subsection $(b)(1)(A)(i)$ ; and
13	"(ii) represents the most recently pro-
14	mulgated version of such requirements, in-
15	cluding as modified, in whole or in part, by
16	any proposed or final rule.
17	"(7) Packaging.—
18	"(A) In General.—An administrative
19	order issued under paragraph (2), (4), or (5)
20	may include requirements for the packaging of a
21	drug, such as to promote use in accordance with
22	labeling, unit dose packaging, or requirements to
23	prevent overdose or accidental ingestion, includ-
24	ing by pediatric populations.

1	"(B) Safety labeling changes.—An ad-
2	ministrative order issued under paragraph
3	(4)(B) that includes requirements for the pack-
4	aging of a drug may be issued only after—
5	"(i) consideration of—
6	``(I) whether labeling changes
7	alone would mitigate a significant or
8	unreasonable risk of a serious adverse
9	event; and
10	"(II) as appropriate, any of the
11	applicable nonprescription drugs cur-
12	rently available; and
13	"(ii) consultation with sponsors on the
14	impact of the removal of such drugs without
15	such packaging and the change of such
16	packaging on patients and manufacturers
17	when establishing such requirements.
18	"(C) Clarification.—This paragraph does
19	not authorize the Secretary to require standards
20	or testing procedures as described in part 1700
21	of title 16, Code of Federal Regulations.
22	"(d) Procedure for Minor Changes.—
23	"(1) In general.—Minor changes in the dosage
24	form of a drug that is described in subparagraph (A)
25	or (B) of subsection (b)(1) may be made by a re-

1	questor without the issuance of an administrative
2	order under subsection (c) if—
3	"(A) the requestor maintains information
4	necessary to demonstrate that the change—
5	"(i) will not affect the safety or effec-
6	tiveness of the drug; and
7	"(ii) will not materially affect the ex-
8	tent of absorption or other exposure to the
9	active ingredient in comparison to a suit-
10	able reference product;
11	"(B) the requestor submits updated drug
12	listing information for the drug in accordance
13	with the requirements of section 510(j) within 30
14	calendar days of the date on which the drug is
15	first introduced into interstate commerce with
16	the change; and
17	"(C) the change is in conformity with the
18	requirements of an applicable administrative
19	order issued by the Secretary under paragraph
20	(3).
21	"(2) Additional information.—
22	"(A) Access to records.—If the Sec-
23	retary $requests$ $records$ $under$ $section$ $704(a)(4)$
24	with respect to a minor change made to a drug
25	by a requestor under this subsection, any such

1	records pertinent to such drug, such minor
2	change, and the requestor shall be provided to the
3	Secretary by the requestor within 15 business
4	days of receiving such request, or such longer pe-
5	riod as the Secretary may provide.
6	"(B) Insufficient information.—If the
7	Secretary determines that the information con-
8	tained in such records is not sufficient to dem-
9	onstrate that the change does not affect the safety
10	or effectiveness of the drug or materially affect
11	the extent of absorption or other exposure to the
12	active ingredient, the Secretary—
13	"(i) may so inform the requestor of the
14	drug in writing; and
15	"(ii) provide the requestor of the drug
16	with a reasonable opportunity to provide
17	$additional\ information.$
18	"(C) Failure to submit sufficient in-
19	FORMATION.—If the requestor fails to provide
20	such additional information within the pre-
21	scribed time, or if the Secretary determines that
22	such additional information does not dem-
23	onstrate that the change does not affect the safety
24	or effectiveness of the drug or materially affect

the extent of absorption or other exposure to the

active ingredient, the drug as modified is a new drug within the meaning of section 201(p) and shall be deemed to be misbranded under section 502(ee).

## "(3) Determining whether change will affect safety or effectiveness.—

"(A) In General.—The Secretary shall issue one or more administrative orders under this subsection specifying requirements for determining whether a minor change made by a requestor pursuant to this subsection will affect the safety or effectiveness of a drug or materially affect the extent of absorption or other exposure to an active ingredient in the drug in comparison to a suitable reference product, together with guidance for applying those orders to specific dosage forms.

"(B) STANDARD PRACTICES AND SPECIAL NEEDS OF POPULATIONS.—The orders and guidance issued by the Secretary under subparagraph (A) shall take into account relevant public standards and standard practices for evaluating the quality of drug products and may take into account special needs of populations, including children.

•S 2315 RS

"(e	) Information	Submitted by	REQUESTORS.—
-----	---------------	--------------	--------------

"(1) Confidential information.—Subject to paragraph (2), any information, including reports of testing conducted on the drug or drugs involved, that is submitted by a requestor in connection with proceedings on an administrative order under this section (or any minor change under subsection (d)) and is a trade secret or confidential information subject to section 552(b)(4) of title 5, United States Code, or section 1905 of title 18, United States Code, shall not be disclosed to the public unless the requestor consents to that disclosure.

"(2) PUBLIC AVAILABILITY LIMITATIONS.—The Secretary shall make available to the public any information (other than information contained in subject-level data sets, such as those derived from individual case report forms) submitted by a requestor in support of a request under subsection (c)(6)(A) as of the date on which the proposed order is issued unless—

"(A) the information pertains to pharmaceutical quality, unless such information is necessary to establish standards under which a drug is generally recognized as safe and effective within the meaning of section 201(p)(1);

1	"(B) the information is submitted in a re-
2	questor-initiated request, but the requestor with-
3	draws such request before the Secretary issues the
4	proposed order in accordance with withdrawal
5	procedures established by the Secretary; or
6	"(C) the Secretary requests and obtains the
7	information under subsection (d) and such infor-
8	mation is not submitted in relation to an order
9	$under\ subsection\ (c).$
10	"(f) Public Availability of Administrative Or-
11	DERS.—The Secretary shall establish, maintain, update (as
12	the Secretary determines necessary, but not less frequently
13	than annually), and make available on the internet website
14	of the Food and Drug Administration—
15	"(1) a repository of each final administrative
16	order and interim final order issued under subsection
17	(c) that is in effect, including the complete text of the
18	administrative order; and
19	"(2) a listing of all administrative orders pro-
20	posed and under development on the initiative of the
21	Secretary under this section, including—
22	"(A) a brief description of the administra-
23	tive order: and

1	"(B) the expectations of the Secretary, for
2	issuance of proposed administrative orders over
3	a 3-year period.
4	"(g) Updates to Drug Listing Information.—A
5	sponsor who makes a change to a drug subject to this section
6	shall submit updated drug listing information for the drug
7	in accordance with the requirements of section 510(j) not
8	later than the date on which the drug is first introduced
9	or delivered for introduction into interstate commerce with
10	the change.
11	"(h) Approvals Under Section 505.—This section
12	shall not be construed to preclude a sponsor of a drug or
13	requestor from seeking or maintaining the approval of an
14	application for such drug under subsection (b)(1), (b)(2),
15	or (j) of section 505. A determination under this section
16	that a drug is not subject to section 503(b)(1), is generally
17	recognized as safe and effective within the meaning of sec-
18	tion $201(p)(1)$ , and is not a new drug under section $201(p)$ ,
19	shall constitute a finding of safety and effectiveness for pur-
20	poses of section 505(b)(2) so that the applicant shall be re-
21	quired to submit only that information needed to support
22	the modification of the drug that is subject to the determina-
23	tion under this section.
24	"(i) Development Advice to Requestors or
25	SPONSORS.—

- "(1) IN GENERAL.—The Secretary shall establish
  procedures under which requestors may meet with appropriate officials of the Food and Drug Administration to obtain advice on the studies and other information necessary to support requests under this section and other matters relevant to the regulation and development of monograph drugs under this section.
  - "(2) Participation of multiple sponsors.—

    The Secretary shall establish procedures to facilitate efficient participation by multiple requestors in proceedings under this section, including provision for joint meetings with multiple requestors or with organizations nominated by requestors to represent their interests in a proceeding.
  - "(3) Private meetings with requestors.—

    The procedures established under this subsection shall include appropriate provision for confidential meetings with requestors with respect to discussion of matters involving confidential commercial information or trade secrets.
- 21 "(j) Effect on Existing Regulations Governing 22 Nonprescription Drugs.—
- 23 "(1) REGULATIONS OF GENERAL APPLICABILITY
  24 TO NONPRESCRIPTION DRUGS.—Except as provided in
  25 this subsection, nothing in this section supersedes reg-

ulations establishing general requirements for nonprescription drugs, including regulations of general applicability contained in parts 201, 250, and 330 of title 21, Code of Federal Regulations, or any successor regulations. The Secretary shall establish or modify such regulations by means of rulemaking in accordance with section 553 of title 5, United States Code.

## "(2) Regulations establishing requirements for specific nonprescription drugs.—

"(A) IN GENERAL.—Section 310.545 of title 21, Code of Federal Regulations, as in effect on the day before the date of enactment of this section, shall be deemed to be final administrative order under subsection (c).

"(B) OTHER REGULATIONS.—Regulations establishing requirements for specific non-prescription drugs marketed pursuant to this section that are in effect on the day before the date of enactment of this section (including such requirements in parts 201, 250, and 330 of title 21, Code of Federal Regulations), shall be deemed to be final administrative orders under subsection (c) only as such requirements apply to monograph drugs subject to this section.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

"(C) Effective date period.—Unless withdrawn or revised by the Secretary, the regulations under title 21 of the Code of Federal Regulations that are described in subparagraph (B) shall remain in effect with respect to drugs not subject to subparagraph (A), (B), (C), or (D) of subsection (b)(1).

"(3) WITHDRAWAL OF REGULATIONS.—The Secretary shall withdraw regulations establishing final monographs and the procedures governing the overthe-counter drug review under part 330 and other relevant parts of title 21, Code of Federal Regulations (as in effect on the day before the date of enactment of the Over-the-Counter Drug Safety, Innovation, and Reform Act), or make technical changes to such requlations to ensure conformity with appropriate terminology and cross references, to the extent needed to effectuate or harmonize the provisions of this section. Notwithstanding subchapter II of chapter 5 of title 5, United States Code, any such withdrawal or technical amendments shall be made without public notice and comment and be effective upon publication through notice in the Federal Register (or upon such date as specified in such notice).

"(k) Guidance.—

1	"(1) Issuance.—The Secretary shall issue guid-
2	ance that provides—
3	"(A) the procedures and principles for for-
4	mal meetings between the Secretary and sponsors
5	or requestors for drugs subject to this section;
6	"(B) the format and content of data submis-
7	sions to the Secretary under this section;
8	"(C) the format of electronic submissions to
9	the Secretary under this section;
10	"(D) consolidated proceedings and the pro-
11	cedures for such proceedings where appropriate;
12	and
13	"(E) for minor changes in drugs, rec-
14	ommendations on how to comply with the re-
15	quirements in administrative orders issued
16	under subsection $(d)(3)(A)$ .
17	"(l) Electronic Format.—All submissions under
18	this section shall be in an electronic format specified by the
19	Secretary after providing a period for public comment.
20	"(m) Inapplicability of Paperwork Reduction
21	Act.—Chapter 35 of title 44, United States Code, shall not
22	apply to collections of information made under this section.
23	"(n) Nonapplication of Certain Requirements.—
24	The requirements of subchanter II of chanter 5 of title 5.

- 1 United States Code, shall not apply with respect to admin-
- 2 istrative orders issued under this section.
- 3 "(o) Investigational New Drugs.—A drug for
- 4 which an exemption under section 505(i) is in effect is not
- 5 subject to this section.".
- 6 SEC. 102. MISBRANDING.
- 7 Section 502 of the Federal Food, Drug, and Cosmetic
- 8 Act (21 U.S.C. 352) is amended by inserting after sub-
- 9 section (dd) the following:
- 10 "(ee) If it is a nonprescription drug that is not the
- 11 subject of an application approved under section 505, and
- 12 does not comply with the requirements under section 505G.
- 13 "(ff) If it is a drug for which fees under section 744L-
- 14 1 have been assessed but have not been paid.".
- 15 SEC. 103. CONFORMING AMENDMENTS TO THE SUNSCREEN
- 16 *INNOVATION ACT*.
- 17 (a) Review of Nonprescription Ingredients Sub-
- 18 JECT TO SUNSCREEN INNOVATION ACT.—
- 19 (1) Pending sunscreen ingredients.—Non-
- 20 prescription sunscreen active ingredients or combina-
- 21 tions of sunscreen active ingredients for use under
- 22 specified conditions subject, on the date of enactment
- 23 of this Act, to a proposed sunscreen order, as defined
- in section 586(7) of the Federal Food, Drug, and Cos-
- 25 metic Act (21 U.S.C. 360fff(7)), shall—

(A) continue to be reviewed in accordance
with section 586C of the Federal Food, Drug,
and Cosmetic Act (21 U.S.C. 360fff-3); or

(B) be reviewed under section 505G of such Act upon written notification of the Secretary by the sponsor within 180 calendar days after the date of enactment of the Over-the-Counter Drug Safety, Innovation, and Reform Act that such sponsor elects to have such ingredient or combination of ingredients reviewed under such section 505G, and, upon notification, such proposed sunscreen order under such section 586C shall be considered to be a request for an administrative order that has been accepted for filing under section 505G(c)(6)(A)(ii) of such Act.

## (2) Pending nonsunscreen ingredients.—

(A) IN GENERAL.—Any application described in section 586F of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360fff-6) that was submitted to the Secretary of Health and Human Services pursuant to section 330.14 of title 21, Code of Federal Regulations (as such provisions were in effect on the day before the date of enactment of this Act), shall be voided as

- of such date of enactment, subject to subparagraph (B).
- 3 (B) ORDER REQUEST.—Nothing in sub-4 paragraph (A) precludes the submission of an 5 order request under section 505G(b) of the Fed-6 eral Food, Drug, and Cosmetic Act, as added by 7 section 101 of this Act, with respect to a drug 8 that was the subject of an application voided 9 under subparagraph (A).
- 10 (C) INGREDIENTS SUBMITTED AFTER THE
  11 DATE OF ENACTMENT OF SECTION 506G.—Any
  12 ingredient that is eligible for review under sec13 tion 505G of the Federal Food, Drug, and Cos14 metic Act and is submitted after the date of en15 actment of this Act shall be considered under
  16 that section.
- 17 (b) Meetings Regarding Sunscreen Ingredi-18 Ents.—Section 586C(b) of the Federal Food, Drug, and 19 Cosmetic Act (21 U.S.C. 360fff-3(b)) is amended by adding 20 at the end the following:
- "(11) MEETINGS WITH SPONSORS.—A sponsor
  may request an individual, confidential meeting to
  discuss the data requirements to support a general
  recognition of safety and effectiveness with respect to
  the subject of a pending sunscreen ingredient. The

1 Secretary shall respond within 14 calendar days of 2 the request and schedule such meeting within 45 calendar days, or within such timeline as specified in 3 4 the letters described in section 201 of the Over-the-5 Counter Drug Safety, Innovation, and Reform Act. If 6 a sponsor requests more than one confidential meeting 7 for the same proposed sunscreen order, the Secretary 8 may refuse to grant an additional confidential meet-9 ing request if the Secretary determines such addi-10 tional confidential meeting is not reasonably nec-11 essary for the sponsor to advance the proposed sun-12 screen order, or if the sponsor does not provide suffi-13 cient information upon which to base a substantive 14 discussion. The Secretary shall publish a post-meeting 15 summary on the internet website of the Food and 16 Drug Administration of any confidential meeting 17 that does not disclose confidential business informa-18 tion.". 19 (c) Product Differentiation.—Section 586C of the 20 Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360fff-21 3) is amended by adding at the end the following: 22 "(f) Product Differentiation.— 23 "(1) In General.—A final sunscreen order shall 24 have the effect of authorizing solely the order requestor

(or the licensees, assignees, or successors in interest of

•S 2315 RS

1	such requestor with respect to the subject of such re-
2	quest and listed under paragraph (5)) for a period of
3	2 years, to market a sunscreen ingredient under this
4	section incorporating changes described in paragraph
5	(2) subject to the limitations under paragraph (4), be-
6	ginning on the date the requestor (or any licensees,
7	assignees, or successors in interest of such requestor
8	with respect to the subject of such request and listed
9	under paragraph (5)) may lawfully market such sun-
10	screen ingredient pursuant to the order.
11	"(2) Changes described described
12	in this paragraph is a change subject to an order
13	specified in paragraph (1) that permits a sunscreen
14	to contain an active sunscreen ingredient not pre-
15	viously incorporated in a marketed sunscreen listed
16	in paragraph (3).
17	"(3) Marketed sunscreen.—The marketed
18	sunscreen ingredients described this paragraph are
19	sunscreen ingredients—
20	"(A) marketed in accordance with a final
21	monograph for sunscreen drug products set forth
22	at part 352 of title 21, Code of Federal Regula-
23	tions (as published at 64 Fed. Reg. 27687); or

``(B) marketed in accordance with a final

order issued under this section.

24

1	"(4) Limitations on product differentia-
2	TION.—Only one 2-year period may be granted per
3	ingredient under paragraph (1).
4	"(5) Listing of licensees, assignees, or
5	Successors in interest.—Requestors shall submit
6	to the Secretary at the time when a drug subject to
7	such request is introduced or delivered for introduc-
8	tion into interstate commerce, a list of licensees, as-
9	signees, or successors in interest under paragraph
10	(1).".
11	(d) Sunscreen Innovation Act Amendments.—
12	Section 586C(e) of the Federal Food, Drug, and Cosmetic
13	Act (21 U.S.C. 360fff-3(e)) is amended by striking para-
14	graph (3) and inserting the following:
15	"(3) Relationship to orders under section
16	505G.—A final sunscreen order shall be deemed to be
17	a final administrative order under section $505G$ and
18	subject to the applicable provisions under such section
19	505G, including with respect to amendment of such
20	order.".
21	(e) Preclusion of New Sunscreen Submissions;
22	Option To Transfer Submissions to OTC Monograph
23	Order Process.—
24	(1) Sunset.—Beginning on the date of enact-
25	ment of this Act, section 586A of the Federal Food,

1	Drug, and Cosmetic Act (21 U.S.C. 360fff-1) shall
2	have no force or effect.
3	(2) Option to transfer submissions to oto
4	MONOGRAPH ORDER PROCESS.—
5	(A) In general.—Any person who sub-
6	mitted a request described in subparagraph (B)
7	may, at any time prior to the sunset of sub-
8	$chapter\ I\ of\ chapter\ V\ of\ the\ Federal\ Food,\ Drug,$
9	and Cosmetic Act (21 U.S.C. 360fff et seq.)
10	under section 586H of such Act, withdraw such
11	request from the process under such subchapter
12	and resubmit such request as an order request
13	$under\ section\ 505G\ of\ such\ Act.$
14	(B) Requests.—A request described in this
15	subparagraph is—
16	(i) a request under section 586A of the
17	Federal Food, Drug, and Cosmetic Act sub-
18	mitted before the date of enactment of this
19	Act; or
20	(ii) a pending request described in sec-
21	tion  586(6).
22	(f) Treatment of Authority Regarding Finaliza-
23	TION OF SUNSCREEN MONOGRAPH.—Section 586E of the
24	Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360fff-
25	5) is amended to read as follows:

### 1 "SEC. 586E. SUNSCREEN ORDER.

2	"(a) In General.—
3	"(1) Revision of final sunscreen order.—
4	Not later than November 26, 2019, the Secretary shall
5	amend and revise the final administrative order con-
6	cerning nonprescription sunscreen (referred to in this
7	section as the 'sunscreen order') for which the sub-
8	stance, prior to the date of enactment of the Over-the-
9	Counter Drug Safety, Innovation, and Reform Act,
10	was marketed in accordance with a final monograph
11	for sunscreen drug products set forth in part 352 of
12	title 21, Code of Federal Regulations (as published at
13	64 Fed. Reg. 27687)
14	"(2) Issuance of revised sunscreen order;
15	EFFECTIVE DATE.—A revised sunscreen order de-
16	scribed in paragraph (1) shall be—
17	"(A) issued in accordance with the proce-
18	dures described in section $505G(c)(2)$ ;
19	"(B) issued in proposed form not later than
20	May 28, 2019;
21	"(C) effective not later than November 26,
22	2020; and
23	"(D) issued by the Secretary at least 1 year
24	prior to such effective date.
25	"(b) Reports.—If a revised sunscreen order issued
26	under subsection (a) does not include provisions related to

- 1 the effectiveness of various sun protection factor levels, and
- 2 does not address all dosage forms known to the Secretary
- 3 to be used in sunscreens marketed in the United States
- 4 without a new drug application approved under section
- 5 505, the Secretary shall submit a report to the Committee
- 6 on Health, Education, Labor, and Pensions of the Senate
- 7 and the Committee on Energy and Commerce of the House
- 8 of Representatives on the rationale for omission of such pro-
- 9 visions from such order, and a plan and timeline to compile
- 10 any information necessary to address such provisions
- 11 through such order.".
- 12 (g) Sunset of Process Under Sunscreen Innova-
- 13 TION ACT.—Subchapter I of chapter V of the Federal Food,
- 14 Drug, and Cosmetic Act (21 U.S.C. 360fff et seq.), as
- 15 amended by subsection (f), is further amended by inserting
- 16 at the end the following new section:
- 17 "SEC. 586H, SUNSET.
- 18 "This subchapter shall no longer be effective upon the
- 19 *later of*—
- 20 "(1) a final determination by the Secretary
- 21 under this subchapter with respect to every request de-
- scribed in section 586A(b)(2) (other than any with-
- 23 drawn requests and requests resubmitted as order re-
- 24 quests under section 505G); or

1	"(2) the effective date of the revised sunscreen
2	order described in section $586E(a)(2)$ .".
3	SEC. 104. DRUGS EXCLUDED FROM OVER-THE-COUNTER RE-
4	VIEW.
5	(a) In General.—Nothing in this Act (or the amend-
6	ments made by this Act) shall apply to any nonprescription
7	drug which was excluded by the Food and Drug Adminis-
8	tration from the Over-the-Counter Drug Review in accord-
9	ance with the statement set out at page 9466 of volume 37
10	of the Federal Register, published on May 11, 1972.
11	(b) Rule of Construction.—Nothing in this section
12	shall be construed to preclude or limit the applicability of
13	any provision of the Federal Food, Drug, and Cosmetic Act.
14	SEC. 105. CONFORMING AMENDMENT.
15	Section 751(d)(1) of the Federal Food, Drug, and Cos-
16	metic Act (21 U.S.C. 379r(d)(1)) is amended—
17	(1) in the matter preceding subparagraph (A)—
18	(A) by striking "final regulation promul-
19	gated" and inserting "final order issued under
20	section 505G"; and
21	(B) by striking "and not misbranded"; and
22	(2) in subparagraph (A), by striking "regulation
23	in effect" and inserting "regulation or order in ef-
24	fect".

1	SEC. 106. ANNUAL UPDATE TO CONGRESS ON APPROPRIATE
2	PEDIATRIC INDICATION FOR CERTAIN COUGH
3	AND COLD MONOGRAPH DRUGS.
4	(a) In General.—Not later than one year after the
5	date of enactment of this Act and annually thereafter, the
6	Secretary of Health and Human Services (referred to in
7	this section as the "Secretary") shall submit to the Com-
8	mittee on Health, Education, Labor, and Pensions of the
9	Senate and the Committee on Energy and Commerce of the
10	House of Representatives a letter describing the progress of
11	the Food and Drug Administration—
12	(1) in evaluating the cough and cold monograph
13	described in subsection (b) with respect to children
14	under age 6; and
15	(2) as appropriate, revising such cough and cold
16	monograph to address such children, through the ad-
17	ministrative order process under section $505G(c)$ of
18	the Federal Food, Drug, and Cosmetic Act, as added
19	by section 101.
20	(b) Cough and Cold Monograph Described.—The
21	cough and cold monograph described in this subsection con-
22	sists of the conditions under which nonprescription drug
23	products containing antitussive, expectorant, nasal decon-
24	gestant, or antihistamine active ingredients (or combina-
25	tions thereof) are generally recognized as safe and effective,
26	as specified in part 341 of title 21. Code of Federal Regula-

- 1 tions (as in effect on the day before the date of enactment
- 2 of this Act), and included in an administrative order
- 3 deemed established under such section 505G(c) of the Fed-
- 4 eral Food, Drug, and Cosmetic Act.
- 5 (c) Duration of Authority.—Subsection (a) shall
- 6 have no force or effect beginning on the date on which the
- 7 Secretary submits a letter under subsection (a) in which
- 8 the Secretary indicates that the Food and Drug Adminis-
- 9 tration has completed its evaluation and revised, in a final
- 10 administrative order, as applicable, the cough and cold
- 11 monograph in accordance with this section.

# 12 TITLE II—FEES RELATING TO

## 13 **MONOGRAPH DRUGS**

- 14 SEC. 201. SHORT TITLE; FINDINGS.
- 15 (a) Short Title.—This title may be cited as the
- 16 "Over-the-Counter Monograph User Fee Act of 2018".
- 17 (b) Findings.—The Congress finds that the fees au-
- 18 thorized by the amendments made in this title will be dedi-
- 19 cated toward the regulation of monograph drugs under sec-
- 20 tion 505G of the Federal, Food, Drug, and Cosmetic Act,
- 21 as set forth in the goals identified for purposes of such sec-
- 22 tion, in the letters from the Secretary of Health and Human
- 23 Services to the Chairman of the Committee on Health, Edu-
- 24 cation, Labor, and Pensions of the Senate and the Chair-
- 25 man of the Committee on Energy and Commerce of the

1	House of Representatives, as set forth in the Congressional
2	Record.
3	SEC. 202. AUTHORITY TO ASSESS AND USE FEES.
4	Subchapter C of chapter VII of the Federal Food,
5	Drug, and Cosmetic Act (21 U.S.C. 379f et seq.) is amended
6	by adding at the end the following:
7	"PART 10—FEES RELATING TO MONOGRAPH
8	DRUGS
9	"SEC. 744L. DEFINITIONS.
10	"For purposes of this part:
11	"(1) The term 'affiliate' means a business entity
12	that has a relationship with a second business entity
13	if, directly or indirectly—
14	"(A) one business entity controls, or has the
15	power to control, the other business entity; or
16	"(B) a third party controls, or has power to
17	control, both of the business entities.
18	"(2) the term 'contract manufacturing organiza-
19	tion facility' means a monograph drug facility where
20	neither the owner of such manufacturing facility nor
21	any affiliate of such owner or facility sells such mono-
22	graph drug produced at such facility directly to
23	wholesalers, retailers, or consumers in the United
24	States.

1	"(3) The term 'costs of resources allocated for
2	monograph drug activities' means the expenses in
3	connection with monograph drug activities for—
4	"(A) officers and employees of the Food and
5	Drug Administration, contractors of the Food
6	and Drug Administration, advisory committees,
7	and costs related to such officers, employees, and
8	committees and to contracts with such contrac-
9	tors;
10	"(B) management of information, and the
11	acquisition, maintenance, and repair of com-
12	puter resources;
13	"(C) leasing, maintenance, renovation, and
14	repair of facilities and acquisition, maintenance,
15	and repair of fixtures, furniture, scientific equip-
16	ment, and other necessary materials and sup-
17	plies; and
18	"(D) collecting fees under section 744L-1
19	and accounting for resources allocated for mono-
20	graph drug activities.
21	"(4) The term 'firm establishment identifier' is
22	the unique number automatically generated by the
23	Field Accomplishments and Compliance Tracking
24	System of the Food and Drug Administration.

1	"(5) The term 'monograph drug' means a drug
2	$subject\ to\ section\ 505G.$
3	"(6) The term 'monograph drug activities' means
4	activities of the Secretary associated with monograph
5	drugs and inspection of facilities associated with such
6	drugs, including—
7	"(A) the activities necessary for review and
8	evaluation of monograph drugs and monograph
9	drug order requests, including—
10	"(i) orders proposing or finalizing ap-
11	plicable requirements for monograph drugs;
12	"(ii) orders affecting status regarding
13	general recognition of safety and effective-
14	ness of a monograph drug ingredient or
15	combination of ingredients under specified
16	requirements;
17	"(iii) all monograph drug development
18	and review activities, including intra-agen-
19	$cy\ collaboration;$
20	"(iv) regulation and policy develop-
21	ment activities related to monograph drugs;
22	"(v) development of product standards
23	for drugs subject to review and evaluation;
24	"(vi) meetings regarding monograph
25	$drug\ activities;$

1	"(vii) review of labeling prior to
2	issuance of orders related to monograph
3	drugs or conditions of use; and
4	"(viii) regulatory science activities re-
5	lated to monograph drugs;
6	"(B) inspections related to monograph
7	drugs;
8	"(C) monitoring of clinical and other re-
9	search conducted in connection with monograph
10	drugs;
11	"(D) safety activities with respect to mono-
12	graph drugs, including—
13	"(i) collecting, developing, and review-
14	ing safety information on monograph drugs,
15	including adverse event reports;
16	"(ii) developing and using improved
17	adverse event data-collection systems, in-
18	cluding information technology systems;
19	and
20	"(iii) developing and using improved
21	analytical tools to assess potential safety
22	risks, including access to external databases;
23	and
24	"(E) other activities necessary for imple-
25	$mentation\ of\ section\ 505G.$

1	" $(7)(A)$ The term 'monograph drug facility'
2	means a foreign or domestic business or other enti-
3	<i>ty</i> —
4	"(i) that is under one management, either
5	direct or indirect;
6	"(ii) at one geographic location or address
7	engaged in manufacturing or processing a mono-
8	graph drug in finished dosage form;
9	"(iii) includes a finished dosage form man-
10	ufacturer facility or an affiliate thereof in a con-
11	tractual relationship with a monograph drug re-
12	questor or requestors to manufacture or process
13	monograph drugs; and
14	"(iv) does not include a business or other
15	entity whose only manufacturing or processing
16	activities relate to—
17	"(I) production of clinical research
18	supplies;
19	"(II) testing; or
20	"(III) placement of outer overpack-
21	aging on packages containing multiple
22	products, for such purposes as creating
23	multipacks, when each monograph drug
24	product contained within the overpackaging

1	is already in a final packaged form prior to
2	placement in the outer overpackaging.
3	"(B) For purposes of subparagraph (A), separate
4	buildings or locations within close proximity are con-
5	sidered to be at 1 geographic location or address if the
6	activities conducted in them are—
7	"(i) closely related to the same business en-
8	terprise;
9	"(ii) under the supervision of the same local
10	management; and
11	"(iii) under a single firm establishment
12	identifier and capable of being inspected by the
13	Food and Drug Administration during a single
14	inspection.
15	"(C) If a business or other entity would meet the
16	definition of a facility under this paragraph but for
17	being under multiple management, the business or
18	other entity is deemed to constitute multiple facilities,
19	one per management entity, for purposes of this para-
20	graph.
21	"(8) The term 'monograph drug meeting' means
22	any meeting regarding the content of a proposed
23	monograph drug order request.
24	"(9) The term 'monograph drug product' means
25	a monograph drug product that is marketed without

1	an approved new drug application in accordance
2	with section $505G$ .
3	"(10) The term 'monograph drug order request'
4	means a request for an order under section 505G for
5	the issuance of an administrative order for a change
6	to the monograph drug product.
7	"(11) The term 'monograph drug requestor'
8	means an entity submitting a monograph drug order
9	request or a monograph drug meeting request or any
10	other inquiry relating to a request for an order or de-
11	velopment of a monograph drug order request.
12	"(12) The term 'person' includes an affiliate
13	thereof.
14	"(13) The term 'Tier 1 monograph drug order
15	request' means any monograph drug order request not
16	determined to be a Tier 2 monograph drug order re-
17	quest.
18	"(14)(A) The term 'Tier 2 monograph drug order
19	request' means, subject to subparagraph (B), a mono-
20	graph drug order request for—
21	"(i) the reordering of existing information
22	in the drug facts label of a monograph drug
23	product;
24	"(ii) the addition of information to the
25	other information section of the drug facts label

1	of a nonprescription drug product, as limited by
2	part 201.66(c)(7) of title 21, Code of Federal
3	Regulations;
4	"(iii) modification to the directions for use
5	section of the drug facts label of a nonprescrip-
6	tion drug product, if such changes conform to
7	changes made pursuant to section $505G(d)$ ;
8	"(iv) the standardization of the concentra-
9	tion or dose of a specific finalized ingredient
10	within a particular finalized monograph;
11	"(v) a change to ingredient nomenclature to
12	align with nomenclature of a standards-setting
13	organization; or
14	"(vi) addition of an interchangeable term in
15	accordance with part 330.1 of title 21, Code of
16	Federal Regulations (or any successor regula-
17	tion).
18	"(B) The Secretary may, based on program im-
19	plementation experience or other factors found appro-
20	priate by the Secretary, characterize any monograph
21	drug order request as a Tier 2 monograph drug order
22	request (including recategorizing a request from Tier
23	1 to Tier 2) and publish such determination in a pro-
24	posed order issued pursuant to section $505G(c)$ .

1	"SEC. 744L-1. AUTHORITY TO ASSESS AND USE MONO-
2	GRAPH DRUG FEES.
3	"(a) Types of Fees.—Beginning with fiscal year
4	2019, the Secretary shall assess and collect fees in accord-
5	ance with this section as follows:
6	"(1) Facility fee.—
7	"(A) In general.—Except as provided in
8	subparagraph (B), each person that owns a facil-
9	ity identified as a monograph drug facility on
10	December 31 of the fiscal year or at any time
11	during the preceding 12-month period shall be
12	assessed an annual fee for each such facility as
13	determined under subsection (c).
14	"(B) Exception.—
15	"(i) In general.—A fee shall not be
16	assessed under subparagraph (A) if the
17	identified monograph drug facility has
18	ceased all activities related to monograph
19	drugs prior to the publication of the Notice
20	under subparagraph C and has updated its
21	registration to reflect such change under the
22	requirements for drug establishment reg-
23	istration set forth in section 510.
24	"(ii) FEE AMOUNT.—The amount of
25	the fee for a contract manufacturing organi-
26	zation facility shall be equal to two-thirds

1	the amount of the fee for a monograph drug
2	facility that is not a contract manufac-
3	turing organization facility.
4	"(C) Due date.—
5	"(i) For first program year.—For
6	fiscal year 2019, the facility fees required
7	under subparagraph (A) shall be due 45 cal-
8	endar days after publication of the Federal
9	Register notice provided for under sub-
10	section $(c)(4)(A)$ .
11	"(ii) Subsequent fiscal years.—
12	For each fiscal year after fiscal year 2019,
13	the facility fees required under subpara-
14	graph (A) shall be due on the later of—
15	"(I) the first business day of June
16	of such year; or
17	"(II) the first business day after
18	the date of enactment of an appropria-
19	tions Act providing for the collection
20	and obligation of fees under this sec-
21	tion for such year.
22	"(2) Monograph drug order request fee.—
23	"(A) In general.—Each person that sub-
24	mits a monograph drug order request shall be
25	subject to a fee for a monograph drug order re-

1	quest. The monograph drug order request fee
2	under paragraph (2) shall be—
3	"(i) for a Tier 1 monograph drug
4	order request, \$500,000, adjusted for infla-
5	tion for the fiscal year (as determined under
6	subsection (c)(1)); and
7	"(ii) for a Tier 2 monograph drug
8	order request other than a Tier 1 request,
9	\$100,000 adjusted for inflation for the fiscal
10	year (as determined under subsection
11	(c)(1)).
12	"(B) DUE DATE.—The monograph drug
13	order request fees required under subparagraph
14	(A) shall be due on the date of submission of the
15	monograph drug order request.
16	"(C) Exception for certain safety
17	CHANGES.—A person who is named as the re-
18	questor in a monograph drug order shall not be
19	subject to a fee under subparagraph (A) if the
20	Secretary finds that the monograph drug order
21	request seeks to change the Drug Facts labeling
22	of a monograph drug product in a way that
23	would add to or strengthen—
24	"(i) a contraindication, warning, or
25	precaution;

1	"(ii) a statement about risk associated
2	with misuse or abuse; or
3	"(iii) an instruction about dosage and
4	administration that is intended to increase
5	the safe use of the monograph drug product.
6	"(D) Refund of fee if order request
7	IS RECATEGORIZED AS A TIER 2 MONOGRAPH
8	DRUG ORDER REQUEST.—If the Secretary deter-
9	mines that a monograph drug request initially
10	characterized as Tier 1 should be re-characterized
11	as a Tier 2 monograph drug order request, and
12	the requestor has paid a Tier 1 fee in accordance
13	with subparagraph (A)(i), the Secretary shall re-
14	fund the requestor the difference between the Tier
15	1 and Tier 2 fees determined under subpara-
16	graphs $(A)(i)$ and $(A)(ii)$ , respectively.
17	"(E) Refund of fee if order request
18	REFUSED FOR FILING OR WITHDRAWN BEFORE
19	FILING.—The Secretary shall refund 75 percent
20	of the fee paid under subparagraph (B) for any
21	order request that is refused for filing.
22	"(F) FEES FOR ORDER REQUESTS PRE-
23	VIOUSLY REFUSED FOR FILING OR WITHDRAWN
24	BEFORE FILING.—A monograph drug order re-
25	quest that was submitted but was refused for fil-

ing, or was withdrawn before being accepted or refused for filing, shall be subject to the full fee under subparagraph (A) upon being resubmitted or filed over protest.

"(G) REFUND OF FEE IF ORDER REQUEST WITHDRAWN.—If an order request is withdrawn after the order request was filed, the Secretary may refund the fee or a portion of the fee if no substantial work was performed on the order request after the application was filed. The Secretary shall have the sole discretion to refund a fee or a portion of the fee under this subparagraph. A determination by the Secretary concerning a refund under this paragraph shall not be reviewable.

#### "(3) Refunds.—

- "(A) IN GENERAL.—Other than refunds under subparagraphs (D) through (G) of paragraph (2), the Secretary shall not refund any fee paid under this subsection, except as provided in subparagraph (B).
- "(B) DISPUTES CONCERNING FEES.—To qualify for the return of a fee claimed to have been paid in error under this paragraph, a person shall submit to the Secretary a written re-

1	quest justifying such return within 180 calendar
2	days after such fee was paid.
3	"(b) Fee Revenue Amounts.—
4	"(1) Fiscal year 2019.—For fiscal year 2019,
5	fees under subsection (a)(1) shall be established to
6	generate a total facility fee revenue amount equal to
7	the sum of—
8	"(A) the annual base revenue for fiscal year
9	2019 (as determined under paragraph (3));
10	"(B) the dollar amount equal to the oper-
11	ating reserve adjustment for the fiscal year, if
12	applicable (as determined under subsection
13	(c)(2); and
14	"(C) additional direct cost adjustments (as
15	determined under subsection $(c)(3)$ .
16	"(2) Subsequent fiscal years.—For each of
17	the fiscal years 2020 through 2023, fees under sub-
18	section (a)(1) shall be established to generate a total
19	facility fee revenue amount equal to the sum of—
20	"(A) the annual base revenue for the fiscal
21	year (as determined under paragraph (3));
22	"(B) the dollar amount equal to the infla-
23	tion adjustment for the fiscal year (as deter-
24	$mined\ under\ subsection\ (c)(1));$

1	"(C) the dollar amount equal to the oper-
2	ating reserve adjustment for the fiscal year, if
3	applicable (as determined under subsection
4	(c)(2));
5	"(D) additional direct cost adjustments (as
6	determined under subsection $(c)(3)$ ; and
7	"(E) additional dollar amounts for each fis-
8	cal year as follows:
9	"(i) \$7,000,000 for fiscal year 2020.
10	"(ii) \$6,000,000 for fiscal year 2021.
11	"(iii) \$7,000,000 for fiscal year 2022.
12	"(iv) \$3,000,000 for fiscal year 2023.
13	"(3) Annual base revenue.—For purposes of
14	paragraphs (1)(A) and (2)(A), the dollar amount of
15	the annual base revenue for a fiscal year shall be—
16	"(A) for fiscal year 2019, \$8,000,000; and
17	"(B) for fiscal years 2020 through 2023, the
18	dollar amount of the total revenue amount estab-
19	lished under this subsection for the previous fis-
20	cal year, not including any adjustments made
21	under subsection $(c)(2)$ or $(c)(3)$ .
22	"(c) Adjustments; Annual Fee Setting.—
23	"(1) Inflation adjustment.—
24	"(A) In General.—For purposes of sub-
25	section (b)(2)(B), the dollar amount of the infla-

1	tion adjustment to the annual base revenue for
2	fiscal year 2020 and each subsequent fiscal year
3	shall be equal to the product of—
4	"(i) such annual base revenue for the
5	fiscal year under subsection (b)(2); and
6	"(ii) the inflation adjustment percent-
7	age under subparagraph (B).
8	"(B) Inflation adjustment percent-
9	AGE.—The inflation adjustment percentage
10	under this subparagraph for a fiscal year is
11	equal to—
12	"(i) for each of fiscal years 2020
13	through 2021, the average annual percent
14	change that occurred in the Consumer Price
15	Index for urban consumers (Washington-
16	Baltimore, DC-MD-VA-WV; Not Season-
17	ally Adjusted; All items; Annual Index) for
18	the first 3 years of the preceding 4 years of
19	available data; and
20	"(ii) for each of fiscal years 2022 and
21	2023, the sum of—
22	"(I) the average annual percent
23	change in the cost, per full-time equiv-
24	alent position of the Food and Drug
25	Administration, of all personnel com-

1	pensation and benefits paid with re-
2	spect to such positions for the first 3
3	years of the preceding 4 fiscal years,
4	multiplied by the proportion of per-
5	sonnel compensation and benefits costs
6	to total costs of monograph drug ac-
7	tivities (as defined in subsection (a))
8	for the first 3 years of the preceding 4
9	fiscal years; and
10	"(II) the average annual percent
11	change that occurred in the Consumer
12	Price Index for urban consumers
13	(Washington-Baltimore,  DC-MD-VA-
14	WV; Not Seasonally Adjusted; All
15	items; Annual Index) for the first 3
16	years of the preceding 4 years of avail-
17	able data multiplied by the proportion
18	of all costs other than personnel com-
19	pensation and benefits costs to total
20	costs of monograph drug activities for
21	the first 3 years of the preceding 4 fis-
22	cal years.
23	"(2) Operating reserve adjustment.—
24	"(A) For fiscal year 2019 and subsequent
25	fiscal years, the Secretary may, in addition to

1	adjustments under paragraphs (1) and (2), fur-
2	ther increase the fee revenue and fees if such an
3	adjustment is necessary to provide operating re-
4	serves of carryover user fees for monograph drug
5	activities for the number of weeks specified in
6	subparagraph (B).
7	"(B) For each fiscal year the number of
8	weeks of operating reserves shall be no more
9	than—
10	"(i) 3 weeks for fiscal year 2019;
11	"(ii) 7 weeks for fiscal year 2020;
12	"(iii) 10 weeks for fiscal year 2021;
13	"(iv) 10 weeks for fiscal year 2022;
14	and
15	"(v) 10 weeks for fiscal year 2023.
16	"(C) If, for fiscal years 2020 through 2023,
17	the Secretary has carryover balances for mono-
18	graph drug activities in excess of the number of
19	weeks of such operating reserves specified in sub-
20	paragraph B, the Secretary shall reduce such fee
21	revenue and fees to provide for not more than the
22	number of weeks of such operating reserves speci-
23	$fied\ in\ subparagraph\ (B)(v).$
24	"(D) If an adjustment under this para-
25	graph is made, the rationale for the amount of

1	the increase or decrease (as applicable) in fee
2	revenue and fees shall be contained in the annual
3	Federal Register notice under paragraph (5) es-
4	tablishing fee revenue and fees for the fiscal year
5	involved.
6	"(3) Additional direct cost adjustment.—
7	The Secretary shall, in addition to adjustments under
8	paragraphs (1) and (2), further increase the fee rev-
9	enue by an amount equal to—
10	"(A) 14,000,000 for fiscal year 2019;
11	"(B) 7,000,000 for fiscal year 2020;
12	"(C) 4,000,000 for fiscal year 2021;
13	"(D) 3,000,000 for fiscal year 2022; and
14	"(E) $3,000,000$ for fiscal year 2023.
15	"(4) Annual fee setting.—
16	"(A) FISCAL YEAR 2019.—The Secretary
17	shall, not later than January 31, 2019—
18	"(i) establish monograph drug facility
19	fees for fiscal year 2019 under subsection
20	(a)(1), based on the revenue amount for
21	such year under subsection (b) and the ad-
22	justments provided under this subsection;
23	and
24	"(ii) publish such fee revenue and fa-
25	cility fees in the Federal Register.

1	"(B) Subsequent fiscal years.—The
2	Secretary shall, not later than January 31 of
3	each fiscal year that begins after September 30,
4	2019, establish for each such fiscal year, based on
5	the revenue amounts under subsection (b) and
6	the adjustments provided under this subsection—
7	"(i) monograph drug facility fees
8	$under\ subsection\ (a)(1);$
9	"(ii) monograph drug order request
10	fees under subsection (a)(2); and
11	"(iii) publish such fee revenue, facility
12	fees, and monograph drug order request fees
13	in the Federal Register.
14	"(d) Identification of Facilities.—Each person
15	that owns a monograph drug facility shall submit to the
16	Secretary the information required under this subsection
17	each year. Such information shall, for each fiscal year—
18	"(1) be submitted as part of the requirements for
19	drug establishment registration set forth in section
20	510; and
21	"(2) include for each such facility, at a min-
22	imum, identification of the facility's business oper-
23	ation as that of a monograph drug facility.
24	"(e) Effect of Failure To Pay Fees.—

- "(1) In GENERAL.—A monograph drug order request submitted by a person subject to fees under subsection (a) shall be considered incomplete and shall not be accepted for filing by the Secretary until all fees owed by such person have been paid.
- "(2) EFFECT ON ELIGIBILITY FOR MEETINGS.—

  If a monograph drug requestor fails to pay a fee assessed under subsection (a), the requestor shall be considered ineligible for monograph drug meetings.
- "(f) Monograph Drug Facility Fee.—Failure to
  pay the fee under subsection (a)(1) within 20 calendar days
  of the due date as specified in subparagraph (D) of such
  subsection shall result in the Secretary placing the facility
  on a publicly available arrears list until such fee has been
  paid.

#### 16 "(g) Crediting and Availability of Fees.—

"(1) In General.—Fees authorized under subsection (a) shall be collected and available for obligation only to the extent and in the amount provided in advance in appropriations Acts. Such fees are authorized to remain available until expended. Such sums as may be necessary may be transferred from the Food and Drug Administration salaries and expenses appropriation account without fiscal year limitation to such appropriation account for salaries and

expenses with such fiscal year limitation. The sums
 transferred shall be available solely for monograph
 drug activities.

#### "(2) Collections and Appropriation acts.—

"(A) In GENERAL.—Subject to subparagraph (C), the fees authorized by this section shall be collected and available in each fiscal year in an amount not to exceed the amount specified in appropriation Acts, or otherwise made available for obligation, for such fiscal year.

"(B) USE OF FEES AND LIMITATION.—The fees authorized by this section shall be available to defray increases in the costs of the resources allocated for monograph drug activities (including increases in such costs for an additional number of full-time equivalent positions in the Department of Health and Human Services to be engaged in such activities), only if the Secretary allocates for such purpose an amount for such fiscal year (excluding amounts from fees collecting under this section) no less than \$12,000,000, multiplied by the adjustment factor applicable to the fiscal year involved.

- "(C) COMPLIANCE.—The Secretary shall be considered to have met the requirements of sub-paragraph (B) in any fiscal year if the costs funded by appropriations and allocated for the monograph drug activities are not more than 15 percent below the level specified in such subparagraph.
- 8 "(D) Provision for Early Payments in 9 Subsequent years.—Payment of fees author-10 ized under this section for a fiscal year (after fis-11 cal year 2019), prior to the due date for such 12 fees, may be accepted by the Secretary in accord-13 ance with authority provided in advance in a 14 prior year appropriations Act.
  - "(3) AUTHORIZATION OF APPROPRIATIONS.—For each of the fiscal years 2019 through 2023, there is authorized to be appropriated for fees under this section an amount equal to the total amount of fees assessed for such fiscal year under this section.
- "(h) COLLECTION OF UNPAID FEES.—In any case
  where the Secretary does not receive payment of a fee assessed under subsection (a) within 30 calendar days after
  it is due, such fee shall be treated as a claim of the United
  States Government subject to subchapter II of chapter 37
  of title 31.

15

16

17

18

- 1 "(i) Construction.—This section may not be con-
- 2 strued to require that the number of full-time equivalent
- 3 positions in the Department of Health and Human Serv-
- 4 ices, for officers, employers, and advisory committees not
- 5 engaged in monograph drug activities, be reduced to offset
- 6 the number of officers, employees, and advisory committees
- 7 so engaged.
- 8 "SEC. 744L-2. REAUTHORIZATION; REPORTING REQUIRE-
- 9 **MENTS**.
- 10 "(a) Performance Report.—Beginning with fiscal
- 1 year 2019, and not later than 120 calendar days after the
- 12 end of each fiscal year thereafter for which fees are collected
- 13 under this part, the Secretary shall prepare and submit to
- 14 the Committee on the Health, Education, Labor, and Pen-
- 15 sions of the Senate and the Committee on Energy and Com-
- 16 merce of the House of Representatives a report concerning
- 17 the progress of the Food and Drug Administration in
- 18 achieving the goals identified in the letters described in sec-
- 19 tion 201 of the Over-the-Counter Drug Safety, Innovation,
- 20 and Reform Act during such fiscal year and the future
- 21 plans of the Food and Drug Administration for meeting
- 22 such goals.
- 23 "(b) Fiscal Report.—Not later than 120 calendar
- 24 days after the end of fiscal year 2019 and each subsequent
- 25 fiscal year for which fees are collected under this part, the

1	Secretary shall prepare and submit to the Committee on
2	Health, Education, Labor, and Pensions of the Senate and
3	the Committee on Energy and Commerce of the House of
4	Representatives a report on the implementation of the au-
5	thority for such fees during such fiscal year and the use,
6	by the Food and Drug Administration, of the fees collected
7	for such fiscal year.
8	"(c) Public Availability.—The Secretary shall make
9	the reports required under subsections (a) and (b) available
10	to the public on the internet website of the Food and Drug
11	Administration.
12	"(d) Reauthorization.—
13	"(1) Consultation.—In developing rec-
14	ommendations to present to Congress with respect to
15	the goals described in subsection (a), and plans for
16	meeting the goals, for monograph drug activities for
17	the first 5 fiscal years after fiscal year 2023, and for
18	the reauthorization of this part for such fiscal years,
19	the Secretary shall consult with—
20	"(A) the Committee on Health, Education,
21	Labor, and Pensions of the Senate;
22	"(B) the Committee on Energy and Com-
23	merce of the House of Representatives;
24	"(C) scientific and academic experts;
25	"(D) health care professionals:

1	"(E) representatives of patient and con-
2	sumer advocacy groups; and
3	" $(F)$ the regulated industry.
4	"(2) Public review of recommendations.—
5	After negotiations with the regulated industry, the
6	Secretary shall—
7	"(A) present the recommendations developed
8	under paragraph (1) to the congressional com-
9	mittees specified in such paragraph;
10	"(B) publish such recommendations in the
11	Federal Register;
12	"(C) provide for a period of 30 calendar
13	days for the public to provide written comments
14	on such recommendations;
15	"(D) hold a meeting at which the public
16	may present its views on such recommendations;
17	and
18	"(E) after consideration of such public
19	views and comments, revise such recommenda-
20	tions as necessary.
21	"(3) Transmittal of recommendations.—Not
22	later than January 15, 2023, the Secretary shall
23	transmit to Congress the revised recommendations
24	under paragraph (2), a summary of the views and
25	comments received under such paragraph, and any

- 1 changes made to the recommendations in response to
- 2 such views and comments.".

# Calendar No. 413

115TH CONGRESS S. 2315

# A BILL

To amend the Federal Food, Drug, and Cosmetic Act to clarify the regulatory framework with respect to certain nonprescription drugs that are marketed without an approved new drug application, and for other purposes.

 $\label{eq:may-14} {\rm May~14,~2018}$  Reported with an amendment