

CABINET FOR HEALTH AND FAMILY SERVICES

Office of Inspector General

Division of Audits and Investigations

(Amendment)

902 KAR 55:110. Monitoring system for prescription controlled substances.

RELATES TO: KRS 72.026, 216B.015(13), 218A.010(12), (40), 218A.202(3), 218A.205(2)(a), (6),
218A.240(7)(a), 42 C.F.R. Part 2

STATUTORY AUTHORITY: KRS 194A.050, 218A.202(1), (18), 218A.250

NECESSITY, FUNCTION, AND CONFORMITY: KRS 218A.202(1) directs the Cabinet for Health and Family Services to establish and maintain an electronic system for monitoring Schedule II, III, IV, and V controlled substances. KRS 218A.250 requires the cabinet to promulgate administrative regulations pursuant to KRS Chapter 13A for carrying out the provisions of KRS Chapter 218A. This administrative regulation establishes criteria for reporting prescription data, establishes procedures to correct errors, and allows for disclosure of data to authorized persons.

Section 1. Definitions.

(1) "Branch" means the Drug Enforcement and Professional Practices Branch in the Division of Audits and Investigations, Office of Inspector General, Cabinet for Health and Family Services.

(2) "Cabinet personnel" means an individual who:

(a)

1. Is directly employed by the Cabinet for Health and Family Services; or

2. Is employed by an agent or contractor of the cabinet;

- 1 (b) Has undergone KASPER training; and
- 2 (c) Has been approved to use the KASPER system.
- 3 (3) "Central registry" is an entity defined by 908 KAR 1:374, Section 1(3) that may report information
- 4 to KASPER on behalf of a narcotic treatment program.
- 5 (4) "Dispenser" is defined by KRS 218A.010(12), and:
- 6 (a) Includes a dispenser who has a DEA (Drug Enforcement Administration) number or is a pharmacist
- 7 who owns or is employed by a facility that operates a pharmacy that has a DEA number;
- 8 (b) Includes a narcotic treatment program licensed pursuant to 908 KAR 1:374; and
- 9 (c) Does not include administration by an individual licensed to practice veterinary medicine under
- 10 KRS Chapter 321.
- 11 (d) Individuals licensed to practice veterinary medicine under KRS Chapter 321 are required to report
- 12 medication dispensed to ultimate users.
- 13 (5) "Health facility" is defined by KRS 216B.015(13).
- 14 (6) "KASPER" means Kentucky All-Schedule Prescription Electronic Reporting System.
- 15 (7) "Patient identifier" means a patient's:
- 16 (a) Full name;
- 17 (b) Address, including zip code;
- 18 (c) Date of birth; and
- 19 (d) Social Security number or an alternative identification number established pursuant to Section 5 of
- 20 this administrative regulation.
- 21 (8) "Practitioner" is defined by KRS 218A.010(40).
- 22 (9) "Report" means a compilation of data concerning a patient, dispenser, practitioner, or controlled
- 23 substance.
- 24 (10) "Suspected drug overdose" means an acute condition that:

(a) Includes conditions such as physical illness, coma, mania, or hysteria that is the result of consumption or use of a controlled substance, or another substance with which a controlled substance was combined; and

(b) Relates to injury or poisoning by any substance corresponding to the following International Classification of Disease (ICD) version 10 (ICD-10) codes available at <https://www.cms.gov/Medicare/Coding/ICD10>:

1. T40;
2. T42; or
3. T43.

Section 2. Data Reporting.

(1) A dispenser or a health facility that has a DEA number shall report all dispensed Schedule II, III, IV, or V controlled substances, except:

- (a) During the circumstances specified in KRS 218A.202(3)(b) (1)) through (b)(3); or
- (b) If the controlled substance is dispensed by a narcotic treatment program for use to treat substance use disorder and the patient has not provided written consent that meets the requirements of 42 C.F.R. 2.31.

(2) A dispenser of a Schedule II, III, IV, or V controlled substance shall transmit or provide the following data to the cabinet or the cabinet's agent:

- (a) Patient identifier;
- (b) National drug code of the drug dispensed;
- (c) Metric quantity of the drug dispensed;
- (d) Date of dispensing;
- (e) Estimated days the supply of dispensed medication will last;
- (f) Drug Enforcement Administration registration number of the prescriber;

(g) Prescription number or dispensing identification number assigned by the dispenser or health facility; and

(h) The Drug Enforcement Administration registration number of the dispenser.

(3) The data identified in subsection (2) of this section shall be transmitted no later than close of business on the business day immediately following the dispensing unless the cabinet grants an extension as provided in subsection (4) or (5) of this section.

(4)

(a) An extension may be granted if the dispenser, health facility, or central registry:

1. Suffers a mechanical or electronic failure; or

2. Cannot meet the deadline established by subsection (3) of this section because of reasons beyond his or her control.

(b) To request an extension, a written request shall:

1. Be submitted to the branch:

a. Within twenty-four (24) hours of discovery of the circumstances necessitating the request; or

b. If state offices are closed, on the next day that state offices are open for business following discovery of the circumstances necessitating the request; and

2. Provide a justification for the extension, including the length of time the extension is necessary.

(5) An extension shall be granted if the cabinet or its agent is unable to receive electronic reports transmitted by the dispenser.

(6) Except as provided in subsection (8) of this section, the data shall be transmitted by:

(a) An electronic device compatible with the receiving device of the cabinet or the cabinet's agent;

(b) Secure File Transfer Protocol;

(c) https protocol; or

(d) Secure Virtual Private Network connection.

(7) The data shall be transmitted in the telecommunications format for controlled substances established by the most recent version of the Implementation Guide, ASAP Standard for Prescription Monitoring Programs, developed by the American Society for Automation in Pharmacy available at asapnet.org, or a comparable format approved by the branch.

(8) A dispenser who does not have an automated recordkeeping system capable of producing an electronic report in the telecommunications format for controlled substances established by the Implementation Guide, ASAP Standard for Prescription Monitoring Programs shall report the data identified in subsection (2) of this section using an Internet accessible web portal designated by the cabinet.

(9) To meet the reporting requirement of KRS 218A.202(3)(c), a hospital shall report to the cabinet all positive toxicology screens ordered by the hospital's emergency department to evaluate a patient's suspected drug overdose via the Kentucky Health Information Exchange.

Section 3. Compliance. A dispenser may presume that the patient identification information provided by the patient or the patient's agent in accordance with Section 5 of this administrative regulation is correct.

Section 4. Request for Report.

(1) A written or electronic request shall be filed with the cabinet prior to the release of a report, except for a subpoena issued by a grand jury or an appropriate court order issued by a court of competent jurisdiction.

(2) A request for a KASPER patient report shall be made electronically at www.chfs.ky.gov/KASPER.

(3)

(a) A request for a KASPER provider report made by a law enforcement or prosecutorial official authorized to receive data under KRS 218A.202, or a designated representative of a board responsible for the licensure, regulation, or discipline of prescribing practitioners shall be made by written

1 application on the KASPER Report Request for Law Enforcement and Licensure Boards, Form DCB-
2 20L.

3 (b) If the request made by a law enforcement or prosecutorial official authorized to receive data under
4 KRS 218A.202 is for KASPER data on dispensing of controlled substances by a narcotic treatment
5 program to treat substance use disorder, a report shall not be disclosed to the official unless there is a
6 valid court order and subpoena requiring the release of the information and all other applicable
7 provisions of 42 C.F.R. Part 2, Subpart E are met.

8 (4) A medical examiner engaged in a death investigation pursuant to KRS 72.026 may query KASPER
9 for a report on the decedent.

10 Section 5. Patient Identification Number.

11 (1) A patient or the person obtaining the controlled substance on behalf of the patient shall disclose to
12 the dispenser the patient's Social Security number for purposes of the dispenser's mandatory reporting to
13 KASPER.

14 (2) If a patient is an adult who does not have a Social Security number, the patient's driver's license
15 number shall be disclosed.

16 (3) If a patient is an adult who has not been assigned a Social Security number or a driver's license
17 number, the number 000-00-0000 shall be used in the Social Security field.

18 (4) If a patient is a child who does not have a Social Security number or a driver's license number, the
19 number "000-00-0000" shall be used in the Social Security field.

20 (5) If a patient is an animal, the number "000-00-0000" shall be used in the Social Security number field.

21 Section 6. KASPER Data and Trend Reports. Cabinet personnel shall have authorized access to the data
22 obtained from the KASPER system and trend reports in accordance with KRS 218A.240(7)(a).

23 Section 7. Data Retention. Data shall be maintained in KASPER according to the Office of Inspector
24 General's retention schedule on file with the State Libraries, Archives and Records Commission.

1 Section 8. Error Resolution.

2 (1) A patient, patient's representative, practitioner, pharmacist, health facility, or private practitioner's
3 office or clinic to whom a report has been disclosed under KRS 218A.202(3) or this administrative
4 regulation may request that information contained in KASPER be corrected if the patient, patient's
5 representative, practitioner, pharmacist, health facility, or private practitioner's office or clinic believes
6 that any information is inaccurate. The patient, patient's representative, practitioner, pharmacist, health
7 facility, or private practitioner's office or clinic shall:

8 (a) Contact the dispenser who reported the information required by Section 2(2) of this administrative
9 regulation; and

10 (b) Request that the dispenser correct the information.

11 (2) If, upon receipt of a request from a patient, patient's representative, practitioner, pharmacist, health
12 facility, or private practitioner's office or clinic pursuant to subsection (1) of this section, the dispenser
13 confirms that the information was reported in error, the dispenser shall:

14 (a) Transmit corrected information to update the KASPER database within seven (7) calendar days of
15 the request for the correction; and

16 (b) Notify the patient, patient's representative, practitioner, pharmacist, health facility, or private
17 practitioner's office or clinic that the corrected information has been transmitted.

18 (3) If a dispenser identifies a KASPER system generated error, the dispenser shall notify the branch.

19 Upon verification of the error, the branch shall:

20 (a) Correct the information in the KASPER database; and

21 (b) Notify the patient, patient's representative, practitioner, pharmacist, health facility, private
22 practitioner's office or clinic within five (5) working days of the correction.

23 Section 9. Referrals to Licensing Boards. If the cabinet becomes aware that a prescriber or dispenser
24 has failed to comply with the reporting requirements of KRS 218A.202 and this administrative

regulation, the cabinet shall notify the licensing board or agency responsible for licensing the prescriber or dispenser.

Section 10. Disclosure of Data or Report.

(1) The cabinet shall only disclose data to:

- (a) The persons and entities authorized to receive that data under KRS 218A.202(3)(f); and
- (b) The persons and entities authorized to receive data pursuant to 42 C.F.R. Part 2, Subparts C, D, and E if the data to be disclosed includes information on controlled substances dispensed by a narcotic treatment program for use to treat substance use disorder.

(2) As a condition precedent to the disclosure of data or a report pursuant to KRS 218A.202(3) ~~[(7)(f)]~~, a hospital or long-term care facility shall maintain, and provide upon request by the cabinet, a copy of the hospital or long-term care facility's policy for the management of KASPER data and reports, which:

(a) Describes the hospital or long-term care facility's internal procedures for educating the designated employee or employees on the:

1. Proper use of the KASPER system;
2. Prohibition on the improper use or intentional disclosure of KASPER data to unauthorized individuals; and
3. Sanctions imposed for the improper use or intentional disclosure of KASPER data to unauthorized individuals, including criminal misdemeanor offenses; and

(b) Describes the hospital or long-term care facility's internal procedures for auditing the account, including:

1. The manner in which an employee is added to or removed from access to the account if the employee ends employment or is no longer designated to query KASPER; and

2. The actions taken if a designated employee with access to the employer's KASPER account intentionally misuses his or her privileges to KASPER data or a report, which shall include a report of the incident to the branch.

(3)

(a) An individual authorized to receive data under KRS 218A.202(3) shall not provide the data to any other entity except:

1. As provided in KRS 218A.202(8); and

2. For substance use disorder treatment data, as provided in 42 C.F.R. 2.32; or

(b) As provided in paragraph (c) of this subsection.

(c) In addition to the purposes authorized under KRS 218A.202(3)~~[(9)(e)]~~, and pursuant to KRS 218A.205(2)(a) and (6), a practitioner or pharmacist who obtains KASPER data or a report under KRS 218A.202(8) . or who in good faith believes that any person, including a patient, has violated the law in attempting to obtain a prescription for a controlled substance, may report suspected improper or illegal use of a controlled substance to law enforcement or the appropriate licensing board.

(4) A hospital or long-term care facility shall maintain and adhere to the entity's internal policy regarding the management of KASPER data and reports.

Section 11. Incorporation by Reference.

(1) "KASPER Report Request for Law Enforcement and Licensure Boards", Form DCB-20L, October 2022, is incorporated by reference.

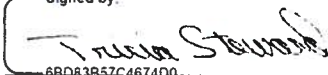
(2) This material may be inspected, copied, or obtained, subject to applicable copyright law, at the Drug Enforcement and Professional Practices Branch, Office of the Inspector General, Cabinet for Health and Family Services, 275 E. Main Street, Frankfort, Kentucky 40621, Monday through Friday, 8 a.m. to 4:30 p.m. This material may also be viewed on the Office of Inspector General's Web site at: <https://chfs.ky.gov/agencies/os/oig/dai/deppb/Pages/kasper.aspx>.

902 KAR 55:110

REVIEWED:

10/16/2025

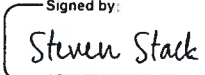
Date

Signed by:

6BD63B57C4674D0
Tricia Steward
Inspector General, Office of Inspector General

APPROVED:

10/17/2025

Date

Signed by:

A6E0778E09A2471
Steven J. Stack, MD, MBA
Secretary, Cabinet for Health and Family Services

PUBLIC HEARING AND PUBLIC COMMENT PERIOD:

A public hearing on this administrative regulation shall, if requested, be held on March 23, 2026 at 9:00 a.m. using the CHFS Office of Legislative and Regulatory Affairs Zoom meeting room. The Zoom invitation will be emailed to each requestor the week prior to the scheduled hearing. Individuals interested in attending this virtual hearing shall notify this agency in writing by March 16, 2026, five (5) workdays prior to the hearing, of their intent to attend. If no notification of intent to attend the hearing is received by that date, the hearing may be canceled. This hearing is open to the public. Any person who attends virtually will be given an opportunity to comment on the proposed administrative regulation. A transcript of the public hearing will not be made unless a written request for a transcript is made. If you do not wish to be heard at the public hearing, you may submit written comments on this proposed administrative regulation through March 31, 2026. Send written notification of intent to attend the public hearing or written comments on the proposed administrative regulation to the contact person. Pursuant to KRS 13A.280(8), copies of the statement of consideration and, if applicable, the amended after comments version of the administrative regulation shall be made available upon request.

CONTACT PERSON: Krista Quarles, Policy Analyst, Office of Legislative and Regulatory Affairs, 275 East Main Street 5 W-A, Frankfort, KY 40621; Phone: 502-564-7476; Fax: 502-564-7091; CHFSregs@ky.gov.

REGULATORY IMPACT ANALYSIS AND TIERING STATEMENT

902 KAR 55:110: Monitoring system for prescription controlled substances.

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Contact Person: Krista Quarles
Phone Number: (502) 564-7476
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Subject Headings: Drugs and Medicines, Veterinary Services, Animals: Domestic

(1) Provide a brief summary of:

(a) What this administrative regulation does: This administrative regulation establishes criteria for reporting prescription data, establishes procedures to correct errors, and allows for disclosure of data to authorized persons.

(b) The necessity of this administrative regulation: This administrative regulation is necessary to comply with KRS 218A.202 and 42 C.F.R Part 2.

(c) How this administrative regulation conforms to the content of the authorizing statutes: This administrative regulation conforms to the content of KRS 218A.202 by establishing criteria for reporting prescription data and establishing related procedures and protections of the data.

(d) How this administrative regulation currently assists or will assist in the effective administration of the statutes: This administrative regulation assists in the effective administration of the statutes by establishing the Kentucky All-Schedule Prescription Electronic Reporting System (KASPER) and related procedures and data protections.

(2) If this is an amendment to an existing administrative regulation, provide a brief summary of:

(a) How the amendment will change this existing administrative regulation: The amendment of this regulation requires veterinarians to report dispensed controlled substances to KASPER; however, they would not be mandated to report medication administered.

(b) The necessity of the amendment to this administrative regulation: The changes to this regulation close a gap in controlled substance distribution that contributes to drug abuse and addiction in Kentucky.

(c) How the amendment conforms to the content of the authorizing statutes: KRS 218A.202 requires the cabinet to establish and maintain an electronic prescription drug monitoring program to monitor dispensing of all controlled substances.

(d) How the amendment will assist in the effective administration of the statutes: This amendment treats veterinarians the same as all other providers who prescribe controlled substances in Kentucky.

(3) Does this administrative regulation or amendment implement legislation from the previous five years? No

(4) List the type and number of individuals, businesses, organizations, or state and local governments affected by this administrative regulation: All veterinarians in the Commonwealth of Kentucky. OIG does not license veterinarians so it is unknown how many people will be affected.

(5) Provide an analysis of how the entities identified in question (4) will be impacted by either the implementation of this administrative regulation, if new, or by the change, if it is an amendment, including:

(a) List the actions that each of the regulated entities identified in question (4) will have to take to comply with this administrative regulation or amendment: In accordance with existing Kentucky law and federal regulations, veterinarians who prescribe narcotics will be required to report certain data regarding dispensed controlled substances to KASPER. They will be required to comply with the same reporting requirements that are already in place for other dispensers of controlled substances.

(b) In complying with this administrative regulation or amendment, how much will it cost each of the entities identified in question (4): Veterinarians will have to obtain an electronic device and any software necessary to allow them to transmit the required data

(c) As a result of compliance, what benefits will accrue to the entities identified in question (4): Veterinarians will have to obtain an electronic device and any software necessary to allow them to transmit the required data

(6) Provide an estimate of how much it will cost the administrative body to implement this administrative regulation:

(a) Initially: There will not be any additional cost to the regulating body.

(b) On a continuing basis: The continuing costs will be minimal as the additional data will be included in the ongoing KASPER work.

(7) What is the source of the funding to be used for the implementation and enforcement of this administrative regulation or this amendment: This program is already operational utilizing general funds; no additional cost is anticipated.

(8) Provide an assessment of whether an increase in fees or funding will be necessary to implement this administrative regulation, if new, or by the change if it is an amendment: No fee is charge to providers for KASPER use and this amendment does not implement a fee.

(9) State whether or not this administrative regulation establishes any fees or directly or indirectly increases any fees: This amendment does not establish or increase any fees.

(10) TIERING: Is tiering applied? Tiering is not applicable as compliance with this administrative regulation applies equally to all entities regulated by it.

FISCAL IMPACT STATEMENT

902 KAR 55:110: Monitoring system for prescription controlled substances.

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Contact Person: Krista Quarles

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(1) Identify each state statute, federal statute, or federal regulation that requires or authorizes the action taken by the administrative regulation. KRS 218A.202, 218A.250, and 42 C.F.R. Part 2.

(2) Identify the promulgating agency and any other affected state units, parts, or divisions: The promulgating agency is the Office of Inspector General (OIG) Division of Audits and Investigations. This amended regulation would affect anyone prescribing controlled substances in Kentucky, the amendment specifically adds veterinarians.

(a) Estimate the following for the first year:

Expenditures: No additional funds are anticipated.

Revenues: This administrative regulation will not generate revenue for state or local government.

Cost Savings: There is no anticipated cost savings.

(b) How will expenditures, revenues, or cost savings differ in subsequent years? There is no anticipated expenditure, revenue or cost savings as a result of this amendment.

(3) Identify affected local entities (for example: cities, counties, fire departments, school districts): Any provider who prescribes narcotics to humans or animals in Kentucky.

(a) Estimate the following for the first year:

Expenditures: Those who don't currently have the electronic devices and software capability would be required to purchase that equipment to transmit the data. It is unknown which affected entities would not currently have access to this equipment and software.

Revenues: No additional revenue is anticipated.

Cost Savings: No cost savings is anticipated.

(b) How will expenditures, revenues, or cost savings differ in subsequent years? There are no additional expenditures, revenues or cost savings to cause a difference in subsequent years.

(4) Identify additional regulated entities not listed in questions (2) or (3): N/A

(a) Estimate the following for the first year:

Expenditures: N/A

Revenues: N/A

Cost Savings: N/A

(b) How will expenditures, revenues, or cost savings differ in subsequent years? N/A

(5) Provide a narrative to explain the:

(a) Fiscal impact of this administrative regulation: There is no anticipated fiscal impact from this amendment.

(b) Methodology and resources used to determine the fiscal impact: No additional resources will be utilized resulting in no fiscal impact.

(6) Explain:

(a) Whether this administrative regulation will have an overall negative or adverse major economic impact to the entities identified in questions (2) - (4). (\$500,000 or more, in aggregate) It is expected that most Narcotic Treatment Programs (NTPs) already have the electronic devices and software capability necessary to transmit the required data, so any costs to regulated entities are expected to be minor. The cabinet does not believe this amendment will have a major economic impact on the regulated entities.

(b) The methodology and resources used to reach this conclusion: Considering a majority of providers already have electronic devices and software capabilities necessary to transmit the required data so costs would be considered minor. There are no other methodology or resources to be used to reach this conclusion.

FEDERAL MANDATE ANALYSIS COMPARISON

Administrative Regulation: 902 KAR 55:110

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(1) Federal statute or regulation constituting the federal mandate. 42 C.F.R. Part 2

(2) State compliance standards. KRS 218A.202

(3) Minimum or uniform standards contained in the federal mandate. 42 C.F.R. Part 2

(4) Will this administrative regulation impose stricter requirements, or additional or different responsibilities or requirements, than those required by the federal mandate? This administrative regulation does impose stricter requirements than federal laws or regulations. There is no federal requirement to report the dispensing of any controlled substances to prescription drug monitoring programs. The reporting requirement is in state law, KRS 218A.202.

(5) Justification for the imposition of the stricter standard, or additional or different responsibilities or requirements. It is required by state law.