A BILL FOR AN ACT

RELATING TO MEDICAL CANNABIS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

| 1 | PART I |
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| 2 | SECTION 1. The legislature finds that amendments to the |
| 3 | State's medical use of cannabis law and medical cannabis |
| 4 | dispensary program law are necessary to facilitate the |
| 5 | administration of the laws, resolve issues that have arisen |
| 6 | under existing law, and clarify legislative intent. |
| 7 | The purpose of this Act is to: |
| 8 | (1) Add or clarify signage, manufactured cannabis product, |
| 9 | and escort requirements for the medical cannabis |
| 10 | dispensary program; |
| 11 | (2) Establish annual reporting requirements to increase |
| 12 | public transparency regarding the medical cannabis |
| 13 | registry program; and |
| 14 | (3) Make various housekeeping amendments. |



| 1 | PART II |
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| 2 | SECTION 2. Section 329D-1, Hawaii Revised Statutes, is |
| 3 | amended by amending the definition of "manufactured cannabis |
| 4 | product" to read as follows: |
| 5 | ""Manufactured cannabis product" means any capsule, |
| 6 | lozenge, oil or oil extract, tincture, ointment or skin lotion, |
| 7 | pill, transdermal patch, or pre-filled and sealed container used |
| 8 | to aerosolize and deliver cannabis orally[$_{	au}$] or by inhalation, |
| 9 | such as an inhaler [or], nebulizer, or device that provides safe |
| 10 | pulmonary administration, that has been manufactured using |
| 11 | cannabis, edible cannabis product, pre-rolled cannabis flower |
| 12 | product, or any other products as specified by the department |
| 13 | pursuant to section 329D-10(a)(11)." |
| 14 | SECTION 3. Section 329D-4, Hawaii Revised Statutes, is |
| 15 | amended by amending subsection (n) to read as follows: |
| 16 | "(n) Pursuant to section [+]329D-7(2)[+], a dispensary |
| 17 | license may be renewed annually by payment of an annual renewal |
| 18 | fee and subject to verification by the department through an |
| 19 | unannounced inspection that the individual licensee and entity |
| 20 | licensee continue to meet all licensing requirements from the |
| 21 | date the initial licenses were issued." |



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| 1 | SECTION 4. Section 329D-6, Hawaii Revised Statutes, is |
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| 2 | amended as follows: |
| 3 | 1. By amending subsection (o) to read: |
| 4 | "(0) A dispensary shall not: |
| 5 | (1) Display cannabis or manufactured cannabis products in |
| 6 | windows or in public view; or |
| 7 | (2) Post any signage other than [a single sign] <u>one or two</u> |
| 8 | signs, each no greater than one thousand six hundred |
| 9 | square inches bearing only the business or trade name |
| 10 | in text without any pictures or illustrations; |
| 11 | provided that if any applicable law or ordinance |
| 12 | restricting outdoor signage is more restrictive, that |
| 13 | law or ordinance shall govern." |
| 14 | 2. By amending subsection (r) to read: |
| 15 | "(r) The department may authorize a dispensary to purchase |
| 16 | cannabis and manufactured cannabis products from another |
| 17 | dispensary in a manner prescribed by the department by rules |
| 18 | adopted pursuant to this chapter [and chapter 91]; provided |
| 19 | that: |
| 20 | (1) The purchasing dispensary establishes to the |
| 21 | department's satisfaction that: |



| 1 | | (A) The purchase is necessary to ensure that |
|----|------------|---|
| 2 | | qualifying patients have continuous access to |
| 3 | | cannabis for medical use; or |
| 4 | | (B) The cannabis and manufactured cannabis products |
| 5 | | are for medical, scientific, or other legitimate |
| 6 | | purposes approved by the State; |
| 7 | (2) | The selling dispensary may transport no more than |
| 8 | | eight hundred ounces of cannabis or manufactured |
| 9 | | cannabis products to the purchasing dispensary within |
| 10 | | a thirty-day period; |
| 11 | (3) | The cannabis and manufactured cannabis products are |
| 12 | | transported between the dispensaries for medical, |
| 13 | | scientific, or other legitimate purposes approved by |
| 14 | | the State; and |
| 15 | (4) | Nothing in this subsection shall relieve any |
| 16 | | dispensary of its responsibilities and obligations |
| 17 | | under this chapter and chapter 329." |
| 18 | SECT | ION 5. Section 329D-10, Hawaii Revised Statutes, is |
| 19 | amended by | y amending subsection (a) to read as follows: |

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| 1 | "(a) | The types of medical cannabis products that may be |
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| 2 | manufactu | red and distributed pursuant to this chapter shall be |
| 3 | limited to | 0: |
| 4 | (1) | Capsules; |
| 5 | (2) | Lozenges; |
| 6 | (3) | Pills; |
| 7 | (4) | Oils and oil extracts; |
| 8 | (5) | Tinctures; |
| 9 | (6) | Ointments and skin lotions; |
| 10 | (7) | Transdermal patches; |
| 11 | (8) | Pre-filled and sealed containers used to aerosolize |
| 12 | | and deliver cannabis orally, or by inhalation, such as |
| 13 | | with an inhaler [or], nebulizer[;], or device that |
| 14 | | provides safe pulmonary administration; provided that |
| 15 | | [containers]: |
| 16 | | (A) Containers need not be manufactured by the |
| 17 | | licensed dispensary but shall be filled with |
| 18 | | cannabis, cannabis oils, or cannabis extracts |
| 19 | | manufactured by the licensed dispensary $[+]$ or as |
| 20 | | permitted by section 329D-6(r); but shall not |
| 21 | | contain nicotine, tobacco-related products, or |



| 1 | | | any other non-cannabis derived products; and |
|----|----------------|------------------|---|
| 2 | | | [shall be designed to be used with devices used |
| 3 | | | to provide safe pulmonary administration of |
| 4 | | | manufactured cannabis products; |
| 5 | (9) | Ðevi | ces that provide safe pulmonary administration; |
| 6 | | prov | ided that: |
| 7 | | (A) | The heating-element of the device, if any, is |
| 8 | | | made of inert materials such as glass, ceramic, |
| 9 | | | or stainless steel, and not of plastic or rubber; |
| 10 | | (B) | The device is distributed solely for use with |
| 11 | | | <pre>single-use, pre-filled, tamper-resistant, sealed</pre> |
| 12 | | | containers that do not contain nicotine or other |
| 13 | | | tobacco-products; |
| 14 | | -(C) | The device is used to acrosolize and deliver |
| 15 | | | cannabis by inhalation, such as an inhaler, |
| 16 | | | medical-grade nebulizer, or other similar medical |
| 17 | | | grade volitization device; |
| 18 | | (D) - | There is a temperature control on the device that |
| 19 | | | is regulated to prevent the combustion of |
| 20 | | | cannabis oil; and |

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| 1 | | (E) | The | device need not be manufactured by the |
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| 2 | | | lice | nsed dispensary;] |
| 3 | | <u>(B)</u> | For | devices that provide safe pulmonary |
| 4 | | | admi | nistration: |
| 5 | | | <u>(i)</u> | The heating element of the device, if any, |
| 6 | | | | shall be made of inert materials such as |
| 7 | | | | glass, ceramic, or stainless steel, and not |
| 8 | | | | of plastic or rubber; |
| 9 | | - | (<u>ii)</u> | The device shall be distributed solely for |
| 10 | | | | use with single-use, pre-filled, |
| 11 | | | | tamper-resistant, sealed containers that do |
| 12 | | | | not contain nicotine or other tobacco |
| 13 | | | | products; |
| 14 | | (: | <u>iii)</u> | There shall be a temperature control on the |
| 15 | | | | device that is regulated to prevent the |
| 16 | | | | combustion of cannabis oil; and |
| 17 | | - | (iv) | The device need not be manufactured by the |
| 18 | | | | licensed dispensary; |
| 19 | (9) | Pre- | rolle | d cannabis flower products, as specified by |
| 20 | | the d | depar | tment; |



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| 1 | (10) | [Other products, including edible] <u>Edible</u> cannabis |
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| 2 | | products, as specified by the department; and |
| 3 | (11) | Other products as specified by the department." |
| 4 | SECT | ION 6. Section 329D-15, Hawaii Revised Statutes, is |
| 5 | amended b | y amending subsections (a) and (b) to read as follows: |
| 6 | "(a) | No person shall intentionally or knowingly enter or |
| 7 | remain up | on the premises of a medical cannabis retail dispensing |
| 8 | location | unless the individual is: |
| 9 | (1) | An individual licensee or registered employee of the |
| 10 | | dispensary; |
| 11 | (2) | A qualifying patient, primary caregiver, qualifying |
| 12 | | out-of-state patient, or caregiver of a qualifying |
| 13 | | out-of-state patient; |
| 14 | (3) | A government employee or official acting in the |
| 15 | | person's official capacity; or |
| 16 | (4) | Previously included on a current department-approved |
| 17 | | list provided to the department by the licensee of |
| 18 | | those persons who are allowed into that dispensary's |
| 19 | | facilities for a specific purpose for that dispensary, |
| 20 | | including but not limited to construction, |
| 21 | | maintenance, repairs, legal counsel, providers of |



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| 1 | para | paratransit or other assistive services required by a | | |
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| 2 | qual | qualifying patient to access a retail dispensary | | |
| 3 | loca | tion, or investors; provided that: | | |
| 4 | (A) | The person has been individually approved by the | | |
| 5 | | department to be included on the list; | | |
| 6 | (B) | The person is at least twenty-one years of age, | | |
| 7 | | as verified by a valid government issued | | |
| 8 | | identification card; | | |
| 9 | (C) | The department has confirmed that the person has | | |
| 10 | | no felony convictions; | | |
| 11 | (D) | The person is escorted by an individual licensee | | |
| 12 | | or registered employee of the dispensary at all | | |
| 13 | | times while in the dispensary facility; provided | | |
| 14 | | that construction and maintenance personnel who | | |
| 15 | | are not normally engaged in the business of | | |
| 16 | | cultivating, processing, or selling medical | | |
| 17 | | cannabis need not be accompanied on a full-time | | |
| 18 | | basis, but shall be reasonably monitored by an | | |
| 19 | | individual licensee or registered employee of the | | |
| 20 | | dispensary while in areas not containing any | | |
| 21 | | cannabis or cannabis products; | | |



| 1 | (E) | The person is only permitted within those |
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| 2 | | portions of the dispensary facility as necessary |
| 3 | | to fulfill the person's purpose for entering; |
| 4 | (F) | The person is only permitted within the |
| 5 | | dispensary facility during the times and for the |
| 6 | | duration necessary to fulfill the person's |
| 7 | | purpose for entering; |
| 8 | (G) | The dispensary shall keep an accurate record of |
| 9 | | each person's first and last name, date and times |
| 10 | | upon entering and exiting the dispensary |
| 11 | | facility, purpose for entering, and the identity |
| 12 | | of the escort; and |
| 13 | (H) | The approved list shall be effective for one year |
| 14 | | from the date of the department approval. |
| 15 | (b) No i | ndividual licensee or registered employee of a |
| 16 | medical cannab | is dispensary with control over or responsibility |
| 17 | for a retail d | ispensing location shall intentionally or |
| 18 | knowingly allo | w another to enter or remain upon the premises of |
| 19 | the retail dis | pensing location, unless the other is permitted to |
| 20 | enter and rema | in as specified in subsection (a) $[-]$, except in an |
| 21 | emergency situ | ation to repair infrastructure at a dispensary by |

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| 1 | a person | not on the department-approved list; provided that | | | | |
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| 2 | those repair workers shall be escorted at all times, and the | | | | | |
| 3 | licensee | shall notify the department of the use of this | | | | |
| 4 | individua | l immediately." | | | | |
| 5 | SECT | ION 7. Section 329D-16, Hawaii Revised Statutes, is | | | | |
| 6 | amended t | o read as follows: | | | | |
| 7 | " [+] | §329D-16[+] Criminal offense; unauthorized access to | | | | |
| 8 | productio | n centers. (a) No person shall intentionally or | | | | |
| 9 | knowingly | enter or remain upon the premises of a medical | | | | |
| 10 | cannabis | production center unless the person is: | | | | |
| 11 | (1) | An individual licensee or registered employee of the | | | | |
| 12 | | production center; | | | | |
| 13 | (2) | A government employee or official acting in the | | | | |
| 14 | | person's official capacity; or | | | | |
| 15 | (3) | Previously included on a current department-approved | | | | |
| 16 | | list provided to the department by the licensee of | | | | |
| 17 | | those persons who are allowed into that [dispensary's | | | | |
| 18 | | facilities] production center for a specific purpose | | | | |
| 19 | | for that [dispensary,] production center, including | | | | |
| 20 | | but not limited to construction, maintenance, repairs, | | | | |
| 21 | | legal counsel, or investors; provided that: | | | | |



| 1 | (A) | The person has been individually approved by the |
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| 2 | | department to be included on the list; |
| 3 | (B) | The person is at least twenty-one years of age, |
| 4 | | as verified by a valid government issued |
| 5 | | identification card; |
| 6 | (C) | The department has confirmed that the person has |
| 7 | | no felony convictions; |
| 8 | (D) | The person is escorted by an individual licensee |
| 9 | | or registered employee of the [dispensary] |
| 10 | | production center at all times while in the |
| 11 | | [dispensary facility;] production center; |
| 12 | | provided that construction and maintenance |
| 13 | | personnel not normally engaged in the business of |
| 14 | | cultivating, processing, or selling medical |
| 15 | | cannabis need not be accompanied on a full-time |
| 16 | | basis, but only reasonably monitored by an |
| 17 | | individual licensee or registered employee of the |
| 18 | | production center while in areas not containing |
| 19 | | any cannabis or cannabis products; |
| 20 | (E) | The person is only permitted within those |
| 21 | | portions of the [dispensary facility] production |



| 1 | | center as necessary to fulfill the person's |
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| 2 | | purpose for entering; |
| 3 | (F) | The person is only permitted within the |
| 4 | | [dispensary facility] production center during |
| 5 | | the times and for the duration necessary to |
| 6 | | fulfill the person's purpose for entering; |
| 7 | (G) | The [dispensary] production center shall keep an |
| 8 | | accurate record of each person's identity, date |
| 9 | | and times upon entering and exiting the |
| 10 | | dispensary facility, purpose for entering, and |
| 11 | | the identity of the escort; and |
| 12 | (H) | The approved list shall be effective for one year |
| 13 | | from the date of department approval. |
| 14 | (b) No i: | ndividual licensee or registered employee of a |
| 15 | medical cannab | is dispensary with control over or responsibility |
| 16 | for a production | on center shall intentionally or knowingly allow |
| 17 | another to ente | er or remain upon the premises of the production |
| 18 | center, unless | the other is permitted to enter and remain as |
| 19 | specified in s | ubsection (a) $[-,]$, except in an emergency situation |
| 20 | to repair infra | astructure at a dispensary by a person not on the |
| 21 | department-app: | roved list; provided that those repair workers |

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1 shall be escorted at all times, and the licensee shall notify 2 the department of the use of this individual immediately. 3 (c) Unauthorized access to a production center is a class 4 C felony." 5 SECTION 8. Section 329D-23, Hawaii Revised Statutes, is 6 amended by amending subsection (b) to read as follows: 7 The department shall report annually to the governor "(b) 8 and the legislature on the establishment and regulation of 9 medical cannabis production centers and dispensaries [including 10 but not limited to the number and location of production centers 11 and dispensaries licensed, the total licensing fees collected, 12 the total amount of taxes collected from production centers and 13 dispensaries, and any licensing violations determined by the 14 department]. The report shall include, at minimum: 15 Three consistent key performance indicators to measure (1) 16 program performance, as initially created and defined 17 by the department; 18 The number and location of production centers and (2) 19 dispensaries licensed;

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| 1 | (3) | The total licensing fees collected and the total |
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| 2 | | amount of taxes collected from production centers and |
| 3 | | dispensaries; |
| 4 | (4) | The number of inspections conducted, licensing |
| 5 | | violations determined by the department, and fines |
| 6 | | collected from violations, by category; and |
| 7 | (5) | The description and number of education activities |
| 8 | | undertaken pursuant to section 329D-26." |
| 9 | SECT | ION 9. Section 329D-26, Hawaii Revised Statutes, is |
| 10 | amended b | y amending subsection (a) to read as follows: |
| 11 | "(a) | The department shall conduct a continuing education |
| 12 | and training program to explain and clarify the purposes and | |
| 13 | requirements of this chapter or to provide substance abuse | |
| 14 | prevention and education. The program shall target community | |
| 15 | partner agencies, physicians and other health care providers, | |
| 16 | patients and caregivers, law enforcement agencies, law and | |
| 17 | policy mai | kers, and the general public. <u>The program shall</u> |
| 18 | include, | at minimum, education and outreach regarding: |
| 19 | (1) | The updated, publicly-available list of medical |
| 20 | | cannabis dispensaries, physicians, and other health |

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| 1 | | care providers participating in the program under this |
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| 2 | | chapter; |
| 3 | (2) | Lawful activities, unlawful activities, and applicable |
| 4 | | penalties for a medical cannabis dispensary, |
| 5 | | qualifying patient, primary caregiver, qualifying |
| 6 | | out-of-state patient, caregiver of a qualifying |
| 7 | | out-of-state patient, and other entity performing |
| 8 | | related activities; and |
| 9 | (3) | The methods and associated requirements for a medical |
| 10 | | cannabis dispensary, qualifying patient, primary |
| 11 | | caregiver, or other entity to produce cannabis and |
| 12 | | manufactured cannabis products, as applicable." |
| 13 | | PART III |
| 14 | SECTION 10. Chapter 329, Hawaii Revised Statutes, is | |
| 15 | amended by adding a new section to part IX to be appropriately | |
| 16 | designated | d and to read as follows: |
| 17 | " <u>§</u> 329 | Medical use of cannabis; reports. The department |
| 18 | shall repo | ort annually to the governor and the legislature on the |
| 19 | medical us | se of cannabis. Each report, at minimum, shall |
| 20 | include: | |

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| 1 | (1) | Three consistent key performance indicators to measure |
|----|-----|--|
| 2 | | program performance, as initially created and defined |
| 3 | | by the department; |
| 4 | (2) | The number of new, renewed, and expired and not |
| 5 | | renewed registrations of qualifying patients, primary |
| 6 | | caregivers, qualifying out-of-state patients, and |
| 7 | | caregivers of a qualifying out-of-state patient; |
| 8 | (3) | The amount of fees collected from new and renewed |
| 9 | | registrations; |
| 10 | (4) | The number of physician or advanced practice |
| 11 | | registered nurses issuing medical cannabis |
| 12 | | certifications, and the number of certifications |
| 13 | | issued by each of the ten physician or advanced |
| 14 | | practice registered nurses who issue the highest |
| 15 | | number of certifications; |
| 16 | (5) | The number of locations on each island where more than |
| 17 | | five qualifying patients register the same or |
| 18 | | contiguous location or locations for cultivating |
| 19 | | cannabis, and the number of qualifying patients |
| 20 | | registered at each of the ten most frequently used |

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| 1 | | same or contiguous locations used to cultivate | |
|----|---|---|--|
| 2 | | cannabis; | |
| 3 | (6) | The number of inspections conducted and number of | |
| 4 | | violations found by the department; and | |
| 5 | (7) | The description and number of education activities | |
| 6 | | undertaken by the full-time staff member per | |
| 7 | | section 329D-26 and the total expense of those | |
| 8 | | education activities." | |
| 9 | | PART IV | |
| 10 | SECT | ION 11. Pursuant to section 201-13.9, Hawaii Revised | |
| 11 | Statutes, | the department of business economic development and | |
| 12 | tourism shall submit to the legislature, no later than twenty | | |
| 13 | days prior to the convening of the regular session of 2024, a | | |
| 14 | report that provides an analysis of aggregated de-identified | | |
| 15 | information regarding the medical cannabis registry and | | |
| 16 | dispensary programs established pursuant to chapters 329 and | | |
| 17 | 329D, Hawa | 329D, Hawaii Revised Statutes. | |
| 18 | | PART V | |
| 19 | SECT | ION 12. This Act does not affect rights and duties | |
| 20 | that matu | that matured, penalties that were incurred, and proceedings tha | |
| 21 | were begun | n before its effective date. | |
| | | | |

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SECTION 13. Statutory material to be repealed is bracketed
and stricken. New statutory material is underscored.

3 SECTION 14. This Act shall take effect on December 31,

4 2050.



Report Title: Medical Cannabis; Dispensaries; Certification; Patients

Description:

Adds or clarifies signage, manufactured cannabis product, and escort requirements for the medical cannabis dispensary program. Establishes annual reporting requirements to increase public transparency regarding the medical cannabis registry program. Makes various housekeeping amendments. Effective 12/31/2050. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

