MAR 1 1 2016

## SENATE CONCURRENT RESOLUTION

REQUESTING A STUDY TO DETERMINE FAIR WAGES FOR MEDICAL MARIJUANA DISPENSARY EMPLOYEES.

WHEREAS, in 1996, California voters passed Proposition 215, making it the first state in the Union to allow for the medical use of marijuana and since then, 23 states, the District of Columbia, and Guam have enacted similar laws; and

WHEREAS, the legalization of marijuana for strictly medical use pursuant to Act 228, Session Laws of Hawaii 2000, is intended to provide medical relief for seriously ill individuals in the State; and

WHEREAS, Hawaii's medical marijuana program laws were silent for 15 years on how patients could obtain medical marijuana if they or their caregivers are unable to grow their own supply of medical marijuana; and

WHEREAS, Act 241, Session Laws of Hawaii 2015, established a licensing system for medical marijuana dispensaries whereby the Department of Health may issue up to eight medical marijuana dispensary licenses statewide and each licensee may establish up to two retail dispensing locations; and

WHEREAS, each dispensary licensee may commence dispensing medical marijuana and manufactured marijuana products no sooner than July 15, 2016; and

WHEREAS, the Department of Health received 66 dispensary applications for the eight available licenses, which will be awarded by April 15, 2016; and

WHEREAS, medical marijuana dispensaries will boost the economy and create numerous jobs in the State, including support staff, security, product reviewers, growers, and manufacturers within production centers and dispensaries; and

5 6 7

8 9 10

12 13

11

14 15 16

> 18 19 20

17

21 22

23 24 25

26 27 28

30 31 32

33

34

35

36

29

38

42 2016-1636 SCR SMA.doc 

WHEREAS, notwithstanding state and federal minimum wage laws, no state that has medical marijuana dispensaries has established a fair wage for industry employees; and

WHEREAS, Hawaii consistently places last in cost of living, affordability, necessities, and utilities cost rankings, with an average home price of \$868,317 in Honolulu Metro; and

WHEREAS, on March 2, 2016, the Honolulu Star-Advertiser reported that according to a new Bankrate.com report, "Hawaii is the sixth-worst state for retirement largely because it has the nation's highest cost of living and has high taxes"; and

WHEREAS, the Honolulu Star-Advertiser also reported that "Honolulu is the second most expensive place to live, with homes that average about \$925,922 - triple the average price in the U.S., according to the Council for Community and Economic Research"; and

WHEREAS, Hawaii residents pay an individual maximum income tax rate of 11 percent, second highest in the country; and

WHEREAS, there is an opportunity to ensure that the new medical marijuana dispensary workforce is fairly compensated to afford the basic cost of living in Hawaii; and

WHEREAS, a fair wage established by the Department of Labor and Industrial Relations would enable just compensation in the industry; now, therefore,

BE IT RESOLVED by the Senate of the Twenty-eighth Legislature of the State of Hawaii, Regular Session of 2016, the House of Representatives concurring, that the Department of Labor and Industrial Relations is requested to conduct a study to determine fair wages for medical marijuana dispensary employees; and

BE IT FURTHER RESOLVED that the Department of Labor and Industrial Relations, with the cooperation of the Department of Health, is requested to identify the necessary positions in medical marijuana dispensaries; and

Rome de Baken Box DC saith-Agen Will Zew

11 12

1

BE IT FURTHER RESOLVED that the Department of Labor and Industrial Relations is requested to submit a report of its findings to the Legislature no later than twenty days prior to the convening of the Regular Session of 2017; and

BE IT FURTHER RESOLVED that certified copies of this Concurrent Resolution be transmitted to the Director of Labor and Industrial Relations and Director of Health.

OFFERED BY: (Inh) M9

2016-1636 SCR SMA.doc