## A BILL FOR AN ACT

RELATING TO MEDICAL MARIJUANA.

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

1

#### PART I

2 SECTION 1. The legislature finds that certain felony 3 offenses that were created within Act 241, Session Laws of 4 Hawaii 2015, which created a medical marijuana dispensary system 5 in the State, are unnecessary and unhelpful. Most of the new 6 offenses created redundancies between those offenses and other 7 bodies of law and established more serious penalties than 8 certain prohibitions relating to potentially harmful substances 9 such as alcohol, tobacco, and even opiates. The legislature 10 finds that felony penalties relating to unauthorized access of a 11 medical marijuana dispensary or production center are 12 particularly unjustified.

13 Accordingly, the purpose of this Act is to:

14 (1) Repeal unnecessary prohibitions relating to medical15 marijuana; and



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1	(2) Amend certain penalties relating to medical marijuana
2	prohibitions to make them more commensurate with
3	prohibitions relating to alcohol.
4	PART II
5	SECTION 2. Section 329D-14, Hawaii Revised Statutes, is
6	amended by amending subsection (b) to read as follows:
7	"(b) Any person who violates subsection (a) shall be
8	guilty of a [ <del>class C felony.</del> ] <u>petty misdemeanor.</u> "
9	SECTION 3. Section 329D-17, Hawaii Revised Statutes, is
10	amended by amending subsection (b) to read as follows:
11	"(b) Any person who violates this section shall be guilty
12	of a [ <del>class B felony</del> ] <u>misdemeanor.</u> "
13	SECTION 4. Section 329D-15, Hawaii Revised Statutes, is
14	repealed.
15	[" <del>[§329D-15] Criminal offense; unauthorized access to</del>
16	retail dispensing location. (a) No person-shall intentionally
17	or knowingly enter or remain upon the premises of a medical
18	marijuana retail dispensing location-unless the individual is:
19	(1) An individual licensee or registered employee of the
20	dispensary;



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1	- <del>(2)</del>	<del>A qu</del>	alifying patient or primary caregiver of a
2		<del>qual</del>	ifying patient;
3	<del>(3)</del>	<del>A-go</del>	vernment employee or official acting in the
4		<del>pers</del>	on's official capacity; or
5	<del>(4)</del>	Prev	iously included on a current department approved
6		<del>list</del>	provided to the department by the licensee of
7		thos	e persons who are allowed into that dispensary's
8		<del>faci</del>	lities for a specific purpose for that dispensary,
9		incl	uding but not limited to construction,
10		main	tenance, repairs, legal counsel, or investors;
11		<del>prov</del>	ided that:
12		<del>(A)</del>	The person has been individually approved by the
13			department to be included on the list;
14		<del>-(B)</del> -	The person is at least twenty one years of age,
15			as verified by a valid government issued
16			identification card;
17		<del>(C)</del>	The department has confirmed that the person has
18			no felony convictions;
19		<del>(D)</del>	The person is escorted by an individual licensee
20			or registered employee of the dispensary at all
21			times while in the dispensary facility;



1	<del>(표)</del>	The person is only permitted within those
2		portions of the dispensary facility as necessary
3		to fulfill the person's purpose for entering;
4	<del>(F)</del>	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	<del>(G)</del>	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	<del>(H)</del>	The approved list shall be effective for one year
14		from the date of the department approval.
15	<del>(b) No i</del>	ndividual licensee or registered employee of a
16	medical mariju	ana dispensary with control over or responsibility
17	<del>for a retail d</del>	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).



1	(c) Unauthorized access to a retail dispensing location is
2	a class C felony."]
3	SECTION 5. Section 329D-16, Hawaii Revised Statutes, is
4	repealed.
5	[" <del>[§329D-16] Criminal offense; unauthorized access to</del>
6	production centers. (a) No person shall intentionally or
7	knowingly enter or remain upon the premises of a medical
8	marijuana production center unless the person is:
9	(1) An individual licensee or registered employee of the
10	production center;
11	(2) A government employee or official acting in the
12	person's official capacity; or
13	(3) Previously included on a current department-approved
14	list provided to the department by the licensee of
15	those persons who are allowed into that dispensary's
16	facilities for a specific purpose for that dispensary,
17	including but not limited to construction,
18	maintenance, repairs, legal counsel, or investors;
19	provided that:
20	(A) The person has been individually approved by the
21	department to be included on the list;



1	<del>-(B)</del>	The person is at least twenty one years of age,
2		as verified by a valid government issued
3		identification card;
4	<del>(C)</del>	The department has confirmed that the person has
5		no felony convictions;
6	<del>(D)</del>	The person is escorted by an individual licensee
7		or registered employee of the dispensary at all
8		times while in the dispensary facility;
9	<del>(E)</del>	The person is only permitted within those
10		portions of the dispensary facility as necessary
11		to fulfill the person's purpose for entering;
12	<del>(F)</del>	The person is only permitted within the
13		dispensary facility during the times and for the
14		duration necessary to fulfill the person's
15		purpose for entering;
16	<del>(G)</del>	The dispensary shall keep an accurate record of
17		each person's identity, date and times upon
18		entering and exiting the dispensary facility,
19		purpose for entering, and the identity of the
20		escort; and



1	(H) The approved list shall be effective for one year
2	from the date of department approval.
3	(b) No individual licensee or registered employee of a
4	medical marijuana dispensary with control over or responsibility
5	for a production center shall intentionally or knowingly allow
6	another to enter or remain upon the premises of the production
7	center, unless the other is permitted to enter and remain as
8	specified in subsection (a).
9	(c) Unauthorized access to a production center is a class
10	<del>C_felony.</del> "]
11	SECTION 6. Section 329D-18, Hawaii Revised Statutes, is
12	repealed.
13	["[\$329D-18] Diversion from dispensary or production
14	center; penalties. (a) A person commits diversion from a
15	dispensary or production center if the person is a licensee,
16	operator, or employee of a dispensary or production center and
17	intentionally or knowingly diverts to the person's own use or
18	other unauthorized or illegal use, or takes, makes away with, or
19	secretes, with intent to divert to the person's own use or other
20	unauthorized or illegal use, any medical marijuana, manufactured
21	marijuana product, or marijuana concentrate under the person's



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1	possession	<del>n, care, or custody as a licensee, operator, or</del>
2	employee (	of a medical marijuana dispensary or production center
3	licensed	<del>by the department.</del>
4	<del>(b)</del>	Any person who violates this section shall be guilty
5	<del>of a clas</del>	<del>s C felony.</del> "]
6		PART III
7	SECT	ION 7. Section 329D-12, Hawaii Revised Statutes, is
8	amended by	y amending subsection (a) to read as follows:
9	"(a)	The following shall be subject to background checks
10	conducted	by the department or its designee, including but not
11	limited to	o criminal history record checks in accordance with
12	section 8	46-2.7:
13	(1)	Each applicant and licensee for a medical marijuana
14		dispensary license, including the individual applicant
15		and all officers, directors, members of a limited
16		liability corporation; shareholders with at least
17		twenty-five per cent or more ownership interest in a
18		corporation; and managers of an entity applicant;
19	(2)	Each employee of a medical marijuana dispensary;
20	(3)	Each employee of a subcontracted production center or
21		retail dispensing location; and



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1	(4)	All officers, directors, members of a limited
2		liability corporation; and shareholders with at least
3		twenty-five per cent or more ownership interest in a
4		corporate owner of a subcontracted production center
5		or retail dispensing location[ <del>; and</del>
6	<del>(5)</del>	Any person permitted to enter and remain in a
7		dispensary facility pursuant to section 329D-15(a)(4)
8		<del>or 329D 16(a)(3)</del> ].
9	The perso	n undergoing the background check shall provide written
10	consent a	nd all applicable processing fees to the department or
11	its desig	nee to conduct the background checks."
12	SECT	ION 8. Section 846-2.7, Hawaii Revised Statutes, is
13	amended b	y amending subsection (b) to read as follows:
14	"(b)	Criminal history record checks may be conducted by:
15	(1)	The department of health or its designee on operators
16		of adult foster homes for individuals with
17		developmental disabilities or developmental
18		disabilities domiciliary homes and their employees, as
19		provided by section 321-15.2;
20	(2)	The department of health or its designee on
21		prospective employees, persons seeking to serve as



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1		providers, or subcontractors in positions that place
2		them in direct contact with clients when providing
3		non-witnessed direct mental health or health care
4		services as provided by section 321-171.5;
5	(3)	The department of health or its designee on all
6		applicants for licensure or certification for,
7		operators for, prospective employees, adult
8		volunteers, and all adults, except adults in care, at
9		healthcare facilities as defined in section 321-15.2;
10	(4)	The department of education on employees, prospective
11		employees, and teacher trainees in any public school
12		in positions that necessitate close proximity to
13		children as provided by section 302A-601.5;
14	(5)	The counties on employees and prospective employees
15		who may be in positions that place them in close
16		proximity to children in recreation or child care
17		programs and services;
18	(6)	The county liquor commissions on applicants for liquor
19		licenses as provided by section 281-53.5;
20	(7)	The county liquor commissions on employees and
21		prospective employees involved in liquor



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1		administration, law enforcement, and liquor control
2		investigations;
3	(8)	The department of human services on operators and
4		employees of child caring institutions, child placing
5		organizations, and foster boarding homes as provided
6		by section 346-17;
7	(9)	The department of human services on prospective
8		adoptive parents as established under section
9		346-19.7;
10	(10)	The department of human services or its designee on
11		applicants to operate child care facilities, household
12		members of the applicant, prospective employees of the
13		applicant, and new employees and household members of
14		the provider after registration or licensure as
15		provided by section 346-154, and persons subject to
16		section 346-152.5;
17	(11)	The department of human services on persons exempt
18		pursuant to section 346-152 to be eligible to provide
19		child care and receive child care subsidies as
20		provided by section 346-152.5;



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- 1 (12) The department of health on operators and employees of 2 home and community-based case management agencies and 3 operators and other adults, except for adults in care, 4 residing in community care foster family homes as 5 provided by section 321-15.2;
- 6 (13) The department of human services on staff members of
  7 the Hawaii youth correctional facility as provided by
  8 section 352-5.5;
- 9 (14)The department of human services on employees, 10 prospective employees, and volunteers of contracted 11 providers and subcontractors in positions that place 12 them in close proximity to youth when providing 13 services on behalf of the office or the Hawaii youth 14 correctional facility as provided by section 352D-4.3; 15 (15)The judiciary on employees and applicants at detention 16 and shelter facilities as provided by section 571-34; 17 (16)The department of public safety on employees and 18 prospective employees who are directly involved with
- 20 correctional facility or who possess police powers

the treatment and care of persons committed to a



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1 including the power of arrest as provided by section 2 353C-5; 3 The board of private detectives and guards on (17)applicants for private detective or private guard 4 5 licensure as provided by section 463-9; 6 (18)Private schools and designated organizations on 7 employees and prospective employees who may be in 8 positions that necessitate close proximity to 9 children; provided that private schools and designated 10 organizations receive only indications of the states 11 from which the national criminal history record information was provided pursuant to section 302C-1; 12 13 (19) The public library system on employees and prospective 14 employees whose positions place them in close 15 proximity to children as provided by section 16 302A-601.5; 17 The State or any of its branches, political (20)18 subdivisions, or agencies on applicants and employees 19 holding a position that has the same type of contact 20 with children, vulnerable adults, or persons committed 21 to a correctional facility as other public employees



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1		who hold positions that are authorized by law to
2		require criminal history record checks as a condition
3		of employment as provided by section 78-2.7;
4	(21)	The department of health on licensed adult day care
5		center operators, employees, new employees,
6		subcontracted service providers and their employees,
7		and adult volunteers as provided by section 321-15.2;
8	(22)	The department of human services on purchase of
9		service contracted and subcontracted service providers
10		and their employees serving clients of the adult
11		protective and community services branch, as provided
12		by section 346-97;
13	(23)	The department of human services on foster grandparent
14		program, senior companion program, and respite
15		companion program participants as provided by section
16		346-97;
17	(24)	The department of human services on contracted and
18		subcontracted service providers and their current and
19		prospective employees that provide home and community-
20		based services under section 1915(c) of the Social
21		Security Act, title 42 United States Code section



1		1396n(c), or under any other applicable section or
2		sections of the Social Security Act for the purposes
3		of providing home and community-based services, as
4		provided by section 346-97;
5	(25)	The department of commerce and consumer affairs on
6		proposed directors and executive officers of a bank,
7		savings bank, savings and loan association, trust
8		company, and depository financial services loan
9		company as provided by section 412:3-201;
10	(26)	The department of commerce and consumer affairs on
11		proposed directors and executive officers of a
12		nondepository financial services loan company as
13		provided by section 412:3-301;
14	(27)	The department of commerce and consumer affairs on the
15		original chartering applicants and proposed executive
16		officers of a credit union as provided by section
17		412:10-103;
18	(28)	The department of commerce and consumer affairs on:
19		(A) Each principal of every non-corporate applicant
20		for a money transmitter license;



1		(B) The executive officers, key shareholders, and	
2		managers in charge of a money transmitter's	
3		activities of every corporate applicant for a	
4		money transmitter license; and	
5		(C) The persons who are to assume control of a money	
6		transmitter licensee in connection with an	
7		application requesting approval of a proposed	
8		change in control of licensee,	
9		as provided by sections 489D-9 and 489D-15;	
10	(29)	The department of commerce and consumer affairs on	
11		applicants for licensure and persons licensed under	
12		title 24;	
13	(30)	The Hawaii health systems corporation on:	
14		(A) Employees;	
15		(B) Applicants seeking employment;	
16		(C) Current or prospective members of the corporation	
17		board or regional system board; or	
18		(D) Current or prospective volunteers, providers, or	
19		contractors,	
20		in any of the corporation's health facilities as	
21		provided by section 323F-5.5;	



1	(31)	The department of commerce and consumer affairs on:
2		(A) An applicant for a mortgage loan originator
3		license; and
4		(B) Each control person, executive officer, director,
5		general partner, and manager of an applicant for
6		a mortgage loan originator company license,
7		as provided by chapter 454F;
8	(32)	The state public charter school commission or public
9		charter schools on employees, teacher trainees,
10		prospective employees, and prospective teacher
11		trainees in any public charter school for any position
12		that places them in close proximity to children, as
13		provided in section 302D-33;
14	(33)	The counties on prospective employees who work with
15		children, vulnerable adults, or senior citizens in
16		community-based programs;
17	(34)	The counties on prospective employees for fire
18		department positions which involve contact with
19		children or vulnerable adults;



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1 The counties on prospective employees for emergency (35) 2 medical services positions which involve contact with 3 children or vulnerable adults; 4 (36) The counties on prospective employees for emergency 5 management positions and community volunteers whose 6 responsibilities involve planning and executing 7 homeland security measures including viewing, 8 handling, and engaging in law enforcement or 9 classified meetings and assisting vulnerable citizens 10 during emergencies or crises; 11 The State and counties on employees, prospective (37) 12 employees, volunteers, and contractors whose position 13 responsibilities require unescorted access to secured 14 areas and equipment related to a traffic management 15 center; 16 (38) The State and counties on employees and prospective 17 employees whose positions involve the handling or use 18 of firearms for other than law enforcement purposes; 19 (39) The State and counties on current and prospective 20 systems analysts and others involved in an agency's 21 information technology operation whose position



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1		responsibilities provide them with access to
2		proprietary, confidential, or sensitive information;
3	(40)	The department of commerce and consumer affairs on
4		applicants for real estate appraiser licensure or
5		certification as provided by chapter 466K;
6	[ <del>(41)</del>	The department of health or its designee on all
7		license applicants, licensees, employees, contractors,
8		and prospective employees of medical marijuana
9		dispensaries, and individuals permitted to enter and
10		remain in medical marijuana dispensary facilities as
11		provided under sections 329D-15(a)(4) and
12		<del>329D-16(a)(3);</del>
13	<del>(42)</del> ]	(41) The department of commerce and consumer affairs
14		on applicants for nurse licensure or license renewal,
15		reactivation, or restoration as provided by sections
16		457-7, 457-8, 457-8.5, and 457-9;
17	[ <del>-[(43)]</del> ]	<u>(42)</u> The county police departments on applicants for
18		permits to acquire firearms pursuant to section 134-2
19		and on individuals registering their firearms pursuant
20		to section 134-3;



1	[ <del>[(44)]</del> ] <u>(43)</u>	The department of commerce and consumer affairs
2	on:	
3	(A)	Each of the controlling persons of the applicant
4		for licensure as an escrow depository, and each
5		of the officers, directors, and principals who
6		will be in charge of the escrow depository's
7		activities upon licensure; and
8	(B)	Each of the controlling persons of an applicant
9		for proposed change in control of an escrow
10		depository licensee, and each of the officers,
11		directors, and principals who will be in charge
12		of the licensee's activities upon approval of
13		such application,
14	as p	rovided by chapter 449; and
15	[ <del>[(45)]</del> ] <u>(44)</u>	Any other organization, entity, or the State,
16	its ]	oranches, political subdivisions, or agencies as
17	may ]	be authorized by state law."
18		PART IV
19	SECTION 9	. Statutory material to be repealed is bracketed
20	and stricken.	New statutory material is underscored.
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1 SECTION 10. This Act shall take effect upon its approval.

INTRODUCED BY: JAN 2 0 2017



**Report Title:** Medical Marijuana; Prohibitions; Penalties

**Description:** Amends penalties pertaining to certain medical marijuana prohibitions. Repeals certain medical marijuana prohibitions. Makes conforming amendments.

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

