A BILL FOR AN ACT

RELATING TO CANNABIS.

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

SECTION 1. The legislature finds that current state laws
do not fully protect the rights of medical cannabis patients and
their primary caregivers. Even though Hawaii has established a
medical cannabis program, state law still prohibits patients and
primary caregivers from transporting medical cannabis between
islands of the State. The legislature finds that this
prohibition imposes an undue medical hindrance upon patients who

8 may need to transport cannabis among islands within the State

9 for medical use.

The legislature also finds that this prohibition is not
necessary to protect air carriers from liability under federal
law. Although title 14 Code of Federal Regulations section
91.19 generally prohibits pilots from operating civil aircraft
if they have knowledge that cannabis is aboard the aircraft, the
same regulation provides for an exemption to this prohibition if

16 the cannabis aboard the aircraft is authorized under state law.

1	The legislature further finds that authorizing medical
2	cannabis patients and their caregivers to engage in the
3	interisland transport of medical cannabis, in a reasonably
4	regulated matter, would help people with debilitating medical
5	conditions maintain their access to medical cannabis.
6	The purpose of this Act is to promote the health of medical
7	cannabis patients by authorizing:
8	(1) The department of transportation to adopt rules
9	regarding the interisland transportation of cannabis;
10	and
11	(2) Qualifying patients and their primary caregivers to
12	transport cannabis among islands within the State in
13	compliance with rules adopted by the department of
14	transportation and the department of public safety.
15	SECTION 2. Chapter 261, Hawaii Revised Statutes, is
16	amended by adding a new section to be appropriately designated
17	and to read as follows:
18	"§261- Interisland transportation of cannabis; rules.
19	(a) The department may adopt rules, pursuant to chapter 91,
20	regarding the interisland transportation of cannabis, usable
21	cannabis, and manufactured cannabis products.

1	(b) For the purposes of this section:
2	"Cannabis" and "usable cannabis" shall have the same
3	meaning as in section 329-121.
4	"Manufactured cannabis product" shall have the same meaning
5	as in section 329D-1."
6	SECTION 3. Chapter 329, Hawaii Revised Statutes, is
7	amended by adding a new section to part IX to be appropriately
8	designated and to read as follows:
9	"§329- Intraisland and interisland transportation of
10	cannabis, usable cannabis, and manufactured cannabis products.
11	(a) A person who is otherwise authorized to possess cannabis,
12	usable cannabis, or manufactured cannabis products under this
13	part or chapter 329D, when transporting cannabis, usable
14	cannabis, or any manufactured cannabis product in a public
15	place, shall:
16	(1) Comply with subsection (b) or (c), as applicable; and
17	(2) Ensure that while the cannabis or product is in the
18	<pre>public place, it:</pre>
19	(A) Remains in a sealed container;
20	(B) Is hidden from public view; and
21	(C) Is not consumed or used in any way.

1	(b)	Cannabis, usable cannabis, or any manufactured			
2	cannabis	product may be transported within an island of the			
3	State if	the cannabis or product is transported between:			
4	(1)	A qualifying patient and the qualifying patient's			
5		primary caregiver;			
6	(2)	The production centers and the retail dispensing			
7		locations under a dispensary licensee's license; or			
8	(3)	A production center, retail dispensing location,			
9		qualifying patient, or primary caregiver and a			
10		certified laboratory for the purpose of laboratory			
11		testing; provided that a qualifying patient or primary			
12		caregiver may transport no more than one gram of			
13		cannabis or product per test to a certified laboratory			
14		for laboratory testing, and only if the qualifying			
15		patient or primary caregiver:			
16		(A) Secures an appointment for testing at a certified			
17		laboratory;			
18		(B) Obtains confirmation, which may be electronic,			
19		that includes the specific time and date of the			
20		appointment and a detailed description of the			
21		cannabis or product and amount to be transported			

1		to the certified laboratory for the appointment;
2		and
3		(C) Has the confirmation available in any readable
4		form, including electronic, during transport.
5	(c)	Cannabis, usable cannabis, or any manufactured
6	cannabis p	product may be transported between islands of the State
7	if:	
8	(1)	The cannabis or product is transported between a
9		production center or retail dispensing location and a
10		certified laboratory for the sole purpose of
11		laboratory testing pursuant to section 329D-8, as
12		permitted under section 329D-6(m) and subject to
13		section 329D-6(j); or
14	(2)	The person transporting the cannabis or product is a
15		qualifying patient or the primary caregiver of a
16		qualifying patient and complies with rules adopted
17		pursuant to chapter 91 by:
18		(A) The department; and
19		(B) The department of transportation under section
20		<u> 261- </u>



1	provided t	that nothing in this section or section 329D-6(m) shall
2	be constru	ued as applying state law and its protections outside
3	of the ju	risdictional limits of the State."
4	SECT	ION 4. Section 329-122, Hawaii Revised Statutes, is
5	amended to	o read as follows:
6	"§32	9-122 Medical use of cannabis; conditions of use. (a)
7	Notwithsta	anding any law to the contrary, the medical use of
8	cannabis 1	by a qualifying patient shall be permitted only if:
9	(1)	The qualifying patient has been diagnosed by a
10		physician or advanced practice registered nurse as
11		having a debilitating medical condition;
12	(2)	The qualifying patient's physician or advanced
13		practice registered nurse has certified in writing
14		that, in the physician's or advanced practice
15		registered nurse's professional opinion, the potential
16		benefits of the medical use of cannabis would likely
17		outweigh the health risks for the particular
18		qualifying patient; and
19	(3)	The amount of cannabis possessed by the qualifying
20		patient does not exceed an adequate supply.

1	(b)	Subsection (a) shall not apply to a qualifying patient
2	under the	age of eighteen years, unless:
3	(1)	The qualifying patient's physician or advanced
4		practice registered nurse has explained the potential
5		risks and benefits of the medical use of cannabis to
6		the qualifying patient and to a parent, guardian, or
7		person having legal custody of the qualifying patient
8		and
9	(2)	A parent, guardian, or person having legal custody
10		consents in writing to:
11		(A) Allow the qualifying patient's medical use of
12		cannabis;
13		(B) Serve as the qualifying patient's primary
14		caregiver; and
15		(C) Control the acquisition of the cannabis, the
16		dosage, and the frequency of the medical use of
17		cannabis by the qualifying patient.
18	(c)	The authorization for the medical use of cannabis in
19	this sect	ion shall not apply to:
20	(1)	The medical use of cannabis that endangers the health
21		or well-being of another person;

1	(2)	The	medical use of cannabis:
2		(A)	In a school bus, public bus, or any moving
3			vehicle;
4		(B)	In the workplace of one's employment;
5		(C)	On any school grounds;
6		(D)	At any public park, public beach, public
7			recreation center, recreation or youth center; or
8		(E)	At any other place open to the public; provided
9			that [a qualifying patient, primary caregiver, or
10			an owner or employee of a medical cannabis
11			dispensary licensed under chapter 329D shall not
12			be prohibited from transporting cannabis or any
13			manufactured cannabis product, as that term is
14			defined in section 329D-1, in any public place;
15			provided further that the cannabis or
16			manufactured cannabis product shall be
17			transported in a sealed container, not be visible
18			to the public, and shall not be removed from its
19			sealed container or consumed or used in any way
20			while it is in the public place; this paragraph
21			shall not be construed to prohibit the

1		transportation of cannabis, usable cannabis, or
2		manufactured cannabis products in compliance with
3		section 329- ; and
4	(3)	The use of cannabis by a qualifying patient, parent,
5		or primary caregiver for purposes other than medical
6		use permitted by this part.
7	[-(d) -	For the purposes of this section, "transport" means
8	the trans	portation of cannabis, usable cannabis, or any
9	manufactu	red cannabis product between:
10	(1)	A qualifying patient and the qualifying patient's
1		primary caregiver;
12	(2)	The production centers and the retail dispensing
13		locations under a dispensary licensee's license; or
14	(3)	A production center, retail dispensing location,
15		qualifying patient, or primary caregiver and a
16	•	certified laboratory for the purpose of laboratory
17		testing; provided that a qualifying patient or primary
18		caregiver may only transport up to one gram of
19		cannabis per test to a certified laboratory for
20		laboratory testing and may only transport the product
2.1		if the qualifying patient or primary caregiver:

1	(21)	becares an appointment for testing at a certified
2		laboratory;
3	(B)	Obtains confirmation, which may be electronic,
4		that includes the specific time and date of the
5		appointment and a detailed description of the
6		product and amount to be transported to the
7		certified laboratory for the appointment; and
8	(C)	Has the confirmation, which may be electronic,
9		available during transport.
10	For purpo	ses of interisland transportation, "transport" of
11	cannabis, usab	le cannabis, or any manufactured cannabis product,
12	by any means i	s allowable only between a production center or
13	retail dispens	ing location and a certified laboratory for the
14	sole purpose e	f laboratory testing pursuant to section 329D-8,
15	as permitted u	nder section 329D-6(m) and subject to section
16	329D-6(j), and	with the understanding that state law and its
17	protections d c	not apply outside of the jurisdictional limits of
18	the State. Al	lowable transport pursuant to this section does
19	not include in	terisland transportation by any means or for any
20	nurnogo betwee	on a qualified patient or primary caregiver and any



1	other enti	ty or individual, including an individual who is a
2	qualified	patient or primary caregiver.] "
3	SECT	ION 5. Section 329D-6, Hawaii Revised Statutes, is
4	amended by	amending subsection (m) to read as follows:
5	" (m)	A dispensary shall not transport cannabis or
6	manufactu	red cannabis products to another county or another
7	island; p	rovided that [this]:
8	(1)	This subsection shall not apply to the transportation
9		of cannabis or any manufactured cannabis product
10		solely for the purposes of laboratory testing pursuant
11		to section 329D-8, and subject to section 329- and
12		subsection (j), if no certified laboratory is located
13		in the county or on the island where the dispensary is
14		located; [provided further that a]
15	(2)	$\underline{\mathtt{A}}$ dispensary shall only transport samples of cannabis
16		and manufactured cannabis products for laboratory
17		testing for purposes of this subsection in an amount
18		and manner prescribed by the department, in rules
19		adopted pursuant to this chapter[, and with the
20		understanding that : and

. 1	(3)	Nothing in this subsection or section 329- shall be
2		construed as applying state law and its protections
3		[do not apply] outside of the jurisdictional limits of
4		the State."
5	SECT	ION 6. Section 329D-7, Hawaii Revised Statutes, is
6	amended to	o read as follows:
7	"§32	9D-7 Medical cannabis dispensary rules. The
8	departmen	t shall establish standards with respect to:
9	(1)	The number of medical cannabis dispensaries that shall
10		be permitted to operate in the State;
11	(2)	A fee structure for the submission of applications and
12		renewals of licenses to dispensaries; provided that
13		the department shall consider the market conditions in
14		each county in determining the license renewal fee
15		amounts;
16	(3)	Criteria and procedures for the consideration and
17		selection, based on merit, of applications for
18		licensure of dispensaries; provided that the criteria
19		shall include but not be limited to an applicant's:
20		(A) Ability to operate a business;

1		(B)	Financial stability and access to financial
2			resources; provided that applicants for medical
3			cannabis dispensary licenses shall provide
4			documentation that demonstrates control of not
5			less than \$1,000,000 in the form of escrow
6			accounts, letters of credit, surety bonds, bank
7			statements, lines of credit or the equivalent to
8			begin operating the dispensary;
9		(C)	Ability to comply with the security requirements
10			developed pursuant to paragraph (6);
11		(D)	Capacity to meet the needs of qualifying
12			patients;
13		(E)	Ability to comply with criminal background check
14			requirements developed pursuant to paragraph (8);
15			and
16		(F)	Ability to comply with inventory controls
17			developed pursuant to paragraph (13);
18	(4)	Spec	cific requirements regarding annual audits and
19		repo	orts required from each production center and
20		dis	pensary licensed pursuant to this chapter;

1	(5)	Procedures for announced and unannounced inspections
2		by the department or its agents of production centers
3		and dispensaries licensed pursuant to this chapter;
4		provided that inspections for license renewals shall
5		be unannounced;
6	(6)	Security requirements for the operation of production
7		centers and retail dispensing locations; provided
8		that, at a minimum, the following shall be required:
9		(A) For production centers:
10		(i) Video monitoring and recording of the
11		premises; provided that recordings shall be
12		retained for fifty days;
13		(ii) Fencing that surrounds the premises and that
14		is sufficient to reasonably deter intruders
15		and prevent anyone outside the premises from
16		viewing any cannabis in any form;
17		(iii) An alarm system; and
18		(iv) Other reasonable security measures to deter
19		or prevent intruders, as deemed necessary by
20		the department;
21		(B) For retail dispensing locations:

1		(i)	Presentation of a valid government-issued
2			photo identification and a valid
3			identification as issued by the department
4			pursuant to section 329-123, by a qualifying
5			patient or caregiver, upon entering the
6			premises;
7		(ii)	Video monitoring and recording of the
8			premises; provided that recordings shall be
9			retained for fifty days;
10		(iii)	An alarm system;
11		(iv)	Exterior lighting; and
12		(v)	Other reasonable security measures as deemed
13			necessary by the department;
14	(7)	Security	requirements for the transportation of
15		cannabis	and manufactured cannabis products between
16		production	on centers and retail dispensing locations and
17		between a	a production center, retail dispensing
18		location	, qualifying patient, or primary caregiver and
19		a certif	ied laboratory, pursuant to section [329
20		122 (d) ;]	329- ;

1	(8)	Standards and criminal background checks to ensure the
2		reputable and responsible character and fitness of all
3		license applicants, licensees, employees,
4		subcontractors and their employees, and prospective
5		employees of medical cannabis dispensaries to operate
6		a dispensary; provided that the standards, at a
7		minimum, shall exclude from licensure or employment
8		any person convicted of any felony;
9	(9)	The training and certification of operators and
10		employees of production centers and dispensaries;
11	(10)	The types of manufactured cannabis products that
12		dispensaries shall be authorized to manufacture and
13		sell pursuant to sections 329D-9 and 329D-10;
14	(11)	Laboratory standards related to testing cannabis and
15		manufactured cannabis products for content,
16		contamination, and consistency;
17	(12)	The quantities of cannabis and manufactured cannabis
18		products that a dispensary may sell or provide to a
19		qualifying patient or primary caregiver; provided that
20		no dispensary shall sell or provide to a qualifying

1		patient of	r primary caregiver any combination of
2		cannabis	and manufactured products that:
3		(A) Duri	ng a period of fifteen consecutive days,
4		exce	eds the equivalent of four ounces of
5		cann	abis; or
6		(B) Duri	ng a period of thirty consecutive days,
7		exce	eds the equivalent of eight ounces of
8		cann	abis;
9	(13)	Dispensar	y and production center inventory controls to
10		prevent t	he unauthorized diversion of cannabis or
11		manufactu	red cannabis products or the distribution of
12		cannabis	or manufactured cannabis products to
13		qualifyir	g patients or primary caregivers in
14		quantitie	es that exceed limits established by this
15		chapter;	provided that the controls, at a minimum,
16		shall ind	:lude:
17		(A) A C	omputer software tracking system as specified
18		in s	section 329D-6(j) and (k); and
19		(B) Prod	duct packaging standards sufficient to allow
20		law	enforcement personnel to reasonably determine
21		the	contents of an unopened package;

1	(14)	Limitation to the size or format of signs placed
2		outside a retail dispensing location or production
3		center; provided that the signage limitations, at a
4		minimum, shall comply with section 329D-6(o)(2) and
5		shall not include the image of a cartoon character or
6		other design intended to appeal to children;
7	(15)	The disposal or destruction of unwanted or unused
8		cannabis and manufactured cannabis products;
9	(16)	The enforcement of the following prohibitions against:
10		(A) The sale or provision of cannabis or manufactured
11		cannabis products to unauthorized persons;
12		(B) The sale or provision of cannabis or manufactured
13		cannabis products to qualifying patients or
14		primary caregivers in quantities that exceed
15		limits established by this chapter;
16		(C) Any use or consumption of cannabis or
17		manufactured cannabis products on the premises of
18		a retail dispensing location or production
19		center; and

1	(D) The distribution of cannabis or manufactured
2	cannabis products, for free, on the premises of a
3	retail dispensing location or production center;
4	(17) The establishment of a range of penalties for
5	violations of this chapter or rule adopted thereto;
6	and
7	(18) A process to recognize and register patients who are
8	authorized to purchase, possess, and use medical
9	cannabis in another state, United States territory, or
10	the District of Columbia as qualifying patients in
11	this State; provided that this registration process
12	may commence no sooner than January 1, 2018."
13	SECTION 7. This Act does not affect rights and duties that
14	matured, penalties that were incurred, and proceedings that were
15	begun before its effective date.
16	SECTION 8. Statutory material to be repealed is bracketed
17	and stricken. New statutory material is underscored.
18	SECTION 9. This Act shall take effect on July 1, 2018.
19	

INTRODUCED BY:

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Report Title:

Cannabis; Interisland Transportation

Description:

Authorizes the Department of Transportation to adopt rules regarding the interisland transportation of cannabis. Authorizes qualifying patients and primary caregivers to transport cannabis to different islands within the State; provided that they comply with applicable rules.

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