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H.B. NO. ²⁷²⁹ H.D. 2 S.D. 1

A BILL FOR AN ACT

PART I

RELATING TO CANNABIS FOR MEDICAL USE.

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

2 SECTION 1. The legislature finds that any reciprocity 3 process for out-of-state medical cannabis patients must meet 4 specific criteria that upholds the integrity and rigor of the 5 State's medical cannabis program. A reciprocity program in 6 Hawaii must: not significantly diminish the safety and security 7 aspects of Hawaii's approach to medical cannabis; be implemented 8 in a way that is fair and equitable to Hawaii medical cannabis 9 patients, and not confer greater access to out-of-state medical 10 cannabis patients than to Hawaii medical cannabis patients; 11 provide a timely process for qualifying out-of-state patients 12 who visit Hawaii to legally obtain medical cannabis from Hawaii-13 licensed medical cannabis dispensaries; and provide protection 14 from state law enforcement for registered qualifying out-of-15 state patients who possess medical cannabis in Hawaii.

16 The legislature further finds that under existing law, a 17 qualifying patient's written certification for the medical use



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1 of cannabis is valid for only one year from the time of signing. However, many of the debilitating medical conditions that 2 3 qualify a patient for a written certification are chronic in 4 nature, and there is some concern that annual renewal 5 requirements may result in a lapse in treatment for some 6 qualifying patients. 7 The legislature also finds that certain other amendments to 8 the State's existing laws on cannabis for medical use and 9 medical cannabis dispensaries are necessary to ensure 10 appropriate safeguards and protections for qualifying patients 11 and primary caregivers and provide medical cannabis dispensaries 12 with a mechanism to retest batches of cannabis or manufactured 13 cannabis products in certain situations. 14 Accordingly, the purpose of this part is to: 15 (1)Establish a reciprocity process for medical cannabis 16 patients, which requires the department of health to 17 register qualifying out-of-state patients and 18 caregivers of qualifying out-of-state patients under 19 certain conditions;

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1	(2)	Clarify certain safeguards for qualifying out-of-state
2		patients and caregivers of qualifying out-of-state
3		patients;
4	(3)	Authorize the department of health to extend the
5		maximum period of validity of any written
6		certification to three years for debilitating medical
7		conditions that are chronic;
8	(4)	Clarify a dispensary licensee's ability to retest, at
9		its own expense, a batch of cannabis or manufactured
10		cannabis products that do not meet the department of
11		health's standards for patient safety; and
12	(5)	Prohibit an employer from suspending, discharging, or
13		discriminating against an employee for testing
14		positive for cannabis if the employee is a registered
15		qualifying patient who is authorized for the medical
16		use of cannabis, with certain exceptions.
17	SECT	ION 2. Chapter 329, Hawaii Revised Statutes, is
18	amended b	y adding a new section to part IX to be appropriately
19	designate	d and to read as follows:
20	" <u>§</u> 32	9- Registration requirements; qualifying out-of-
21	state pat	ient; caregiver of a qualifying out-of-state patient.



1	(a) Notw	ithstanding section 329-123, a qualifying out-of-state
2	patient a	nd a caregiver of a qualifying out-of-state patient
3	shall reg	ister with the department of health as established by
4	rule. Th	e registration shall be effective for no more than
5	sixty day	s and may be renewed for no more than one additional
6	sixty-day	period within twelve months of the preceding
7	registrat	ion date; provided that the department shall not
8	register	any qualifying out-of-state patient for a period that
9	exceeds t	he term of validity of the qualifying out-of-state
10	<u>patient's</u>	authority to use medical cannabis in the qualifying
11	out-of-st	ate patient's home jurisdiction.
12	(b)	Qualifying out-of-state patients shall, at a minimum,
13	meet the	following criteria for registration:
14	(1)	Provide a valid government-issued medical cannabis
15		card issued by another state, United States territory,
16		or the District of Columbia; provided that the medical
17		cannabis card has an expiration date and has not
18		expired;
19	(2)	Provide a valid photographic identification card or
20		driver's license issued by the same jurisdiction that
21		issued the medical cannabis card; and

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1	(3)	Have a debilitating medical condition, as defined in
2		section 329-121.
3	(c)	Subsection (b) shall not apply to a qualifying out-of-
4	state pat	ient under eighteen years of age, unless the caregiver
5	of a qual	ifying out-of-state patient consents in writing to:
6	(1)	Allow the qualifying out-of-state patient's medical
7		use of cannabis;
8	(2)	Undertake the responsibility for managing the well-
9		being of the qualifying out-of-state patient who is
10		under eighteen years of age, with respect to the
11		medical use of cannabis; and
12	(3)	Control the acquisition of the cannabis, the dosage,
13		and the frequency of the medical use of cannabis by
14		the qualifying out-of-state patient who is under
15		eighteen years of age.
16	(d)	In the case of qualifying out-of-state patients who
17	are under	eighteen years of age, the department shall register
18	the quali	fying out-of-state patient and the caregiver of a
19	qualifyin	g out-of-state patient.
20	<u>(e)</u>	Qualifying out-of-state patients shall pay a
21	registrat	ion or renewal fee of \$45.

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1	(f) Upon inquiry by a law enforcement agency, the
2	department of health shall immediately verify whether the
3	subject of the inquiry has registered with the department of
4	health and may provide reasonable access to the registry
5	information for official law enforcement purposes. The inquiry
6	under this subsection may be made twenty-four hours a day, seven
7	days a week.
8	(g) The department of health may temporarily suspend the
9	registration of a qualifying out-of-state patient or a
10	registered caregiver of a qualifying out-of-state patient for a
11	period of up to thirty days if the department of health
12	determines that the registration process for qualifying patients
13	or primary caregivers is being adversely affected or the supply
14	of cannabis for medical use available in licensed dispensaries
15	is insufficient to serve qualifying patients and qualifying out-
16	of-state patients. A temporary suspension may be extended by
17	thirty-day periods until the department of health finds that:
18	(1) Adequate capacity exists to register qualifying out-
19	of-state patients and caregivers of qualifying out-of-
20	state patients in addition to qualifying patients and
21	primary caregivers; and



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1	(2) The licensed dispensaries are able to meet the demands
2	of qualifying patients."
3	SECTION 3. Section 321-30.1, Hawaii Revised Statutes, is
4	amended by amending subsection (c) to read as follows:
5	"(c) The department, upon completion of the transfer of
6	the medical use of cannabis program, shall charge a medical
7	cannabis registration fee to qualifying patients of no more than
8	\$35[.] <u>per year.</u> "
9	SECTION 4. Section 329-121, Hawaii Revised Statutes, is
10	amended as follows:
11	1. By adding two new definitions to be appropriately
12	inserted and to read:
13	" <u>"Caregiver of a qualifying out-of-state patient</u> " means a
14	parent, guardian, or person having legal custody of a qualifying
15	out-of-state patient who is under the age of eighteen years.
16	"Qualifying out-of-state patient" or "registered qualifying
17	out-of-state patient" means a person who is registered for the
18	medical use of cannabis in another state, a United States
19	territory, or the District of Columbia."
20	2. By amending the definition of "medical use" to read:

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1	""Medical use" means the acquisition, possession,
2	cultivation, use, distribution, or transportation of cannabis or
3	paraphernalia relating to the administration of cannabis to
4	alleviate the symptoms or effects of a qualifying patient's
5	debilitating medical condition $[+]$; provided that a registered
6	qualifying out-of-state patient shall not be authorized to
7	cultivate, distribute, or transport cannabis or paraphernalia;
8	provided further that a registered caregiver of a qualifying
9	out-of-state patient shall not be authorized to cultivate, use,
10	distribute, or transport cannabis or paraphernalia. For the
11	purposes of "medical use", the term distribution is limited to
12	the transfer of cannabis and paraphernalia."
13	3. By amending the definition of "written certification"
14	to read:
15	""Written certification" means the qualifying patient's

15 ""Written certification" means the qualifying patient's 16 medical records or a statement signed by a qualifying patient's 17 physician or advanced practice registered nurse, stating that in 18 the physician's or advanced practice registered nurse's 19 professional opinion, the qualifying patient has a debilitating 20 medical condition and the potential benefits of the medical use 21 of cannabis would likely outweigh the health risks for the

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1	qualifying patient. The department of health may require,		
2	through its rulemaking authority, that all written		
3	certifications comply with a designated form. "Written		
4	certifications" are valid for [only] one year from the time of		
5	signing $[-]$; provided that the department of health may allow any		
6	written certification to be valid for up to three years when the		
7	qualifying patient's physician or advanced practice registered		
8	nurse states that the debilitating medical condition is chronic		
9	in nature."		
10	SECTION 5. Section 329-122, Hawaii Revised Statutes, is		
11	amended to read as follows:		
12	"§329-122 Medical use of cannabis; conditions of use. (a)		
13	Notwithstanding any law to the contrary, the medical use of		
14	cannabis by a qualifying patient shall be permitted only if:		
15	(1) The qualifying patient has been diagnosed by a		
16	physician or advanced practice registered nurse as		
17	having a debilitating medical condition;		
18	(2) The qualifying patient's physician or advanced		
19	practice registered nurse has certified in writing		
20	that, in the physician's or advanced practice		
21	registered nurse's professional opinion, the potential		

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1		benefits of the medical use of cannabis would likely	
2		outweigh the health risks for the particular	
3		qualifying patient; and	
4	(3)	The amount of cannabis possessed by the qualifying	
5		patient does not exceed an adequate supply.	
6	(b)	Subsection (a) shall not apply to a qualifying patient	
7	under the	age of eighteen years, unless:	
8	(1)	The qualifying patient's physician or advanced	
9		practice registered nurse has explained the potential	
10		risks and benefits of the medical use of cannabis to	
11		the qualifying patient and to a parent, guardian, or	
12		person having legal custody of the qualifying patient;	
13		and	
14	(2)	A parent, guardian, or person having legal custody	
15		consents in writing to:	
16		(A) Allow the qualifying patient's medical use of	
17		cannabis;	
18		(B) Serve as the qualifying patient's primary	
19		caregiver; and	

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1	(C) Control the acquisition of the cannabis, the
2	dosage, and the frequency of the medical use of
3	cannabis by the qualifying patient.
4	(c) Notwithstanding any law to the contrary, the medical
5	use of cannabis by a qualifying out-of-state patient who is
6	legally authorized to use cannabis for medical purposes in
7	another state, a United States territory, or the District of
8	Columbia shall be permitted only if the qualifying out-of-state
9	patient:
10	(1) Provides to the department of health a valid medical
11	use of cannabis card from the issuing jurisdiction and
12	a valid photographic identification card or driver's
13	license issued by the same jurisdiction;
14	(2) Attests under penalty of law pursuant to section
15	710-1063 that the condition for which the qualifying
16	out-of-state patient is legally authorized to use
17	cannabis for medical purposes is a debilitating
18	medical condition as defined in section 329-121;
19	(3) Provides consent for the department of health to
20	obtain information from the qualifying out-of-state
21	patient's certifying medical provider and from the





1		entity that issued the medical cannabis card for the
2		purpose of allowing the department of health to verify
3		the information provided in the registration process;
4	(4)	Pays the required fee for out-of-state registration to
5		use cannabis for medical purposes;
6	(5)	Registers with the department of health to use
7		cannabis for medical purposes;
8	(6)	Receives a medical use of cannabis card from the
9		department of health; and
10	(7)	Abides by all laws relating to the medical use of
11		cannabis, including not possessing an amount of
12		cannabis that exceeds an adequate supply.
13	(d)	Subsection (c) shall not apply to a qualifying out-of-
14	state pat	ient under eighteen years of age, unless:
15	(1)	A caregiver of a qualifying out-of-state patient
16		provides the information required pursuant to
17		subsection (c); and
18	(2)	A caregiver of a qualifying out-of-state patient
19		consents in writing to:
20		(A) Allow the qualifying out-of-state patient's
21	•.	medical use of cannabis;



1	<u>(B)</u>	Undertake the responsibility for managing the
2		well-being of the qualifying out-of-state patient
3		who is under eighteen years of age with respect
4		to the medical use of cannabis; and
5	(C)	Control the acquisition of the cannabis, the
6		dosage, and the frequency of the medical use of
7		cannabis by the qualifying out-of-state patient
8		who is under eighteen years of age.
9	[(e)] <u>(e)</u>	The authorization for the medical use of
10	cannabis in th	is section shall not apply to:
11	(1) The 1	medical use of cannabis that endangers the health
12	or we	ell-being of another person;
13	(2) The 1	medical use of cannabis:
14	(A)	In a school bus, public bus, or any moving
15		vehicle;
16	(B)	In the workplace of one's employment;
17	(C)	On any school grounds;
18	(D)	At any public park, public beach, public
19		recreation center, recreation or youth center; or
20	(E)	At any other place open to the public; provided
21		that a qualifying patient, primary caregiver,



1	qualifying out-of-state patient, caregiver of a
2	qualifying out-of-state patient, or an owner or
3	employee of a medical cannabis dispensary
4	licensed under chapter 329D shall not be
5	prohibited from transporting cannabis or any
6	manufactured cannabis product, as that term is
7	defined in section 329D-1, in any public place;
8	provided further that the cannabis or
9	manufactured cannabis product shall be
10	transported in a sealed container, not be visible
11	to the public, and shall not be removed from its
12	sealed container or consumed or used in any way
13	while it is in the public place; and
14	(3) The use of cannabis by a qualifying patient, parent,
15	[or], primary caregiver, qualifying out-of-state
16	patient, or caregiver of a qualifying out-of-state
17	patient, for purposes other than medical use permitted
18	by this part.
19	[(d)] <u>(f)</u> For the purposes of this section, "transport"
20	means the transportation of cannabis, usable cannabis, or any

21 manufactured cannabis product between:

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1	(1)	A qualifying patient and the qualifying patient's
2		primary caregiver;
3	(2)	A qualifying out-of-state patient under eighteen years
4		of age and the caregiver of a qualifying out-of-state
5		patient;
6	[(2)]	(3) The production centers and the retail dispensing
7		locations under a dispensary licensee's license; or
8	[(3)]	(4) A production center, retail dispensing location,
9		qualifying patient, [or] <u>,</u> primary caregiver <u>,</u>
10		qualifying out-of-state patient, or caregiver of a
11		qualifying out-of-state patient and a certified
12		laboratory for the purpose of laboratory testing;
13		provided that a qualifying patient [or] <u>,</u> primary
14		caregiver, qualifying out-of-state patient, or
15		caregiver of a qualifying out-of-state patient may
16		only transport up to one gram of cannabis per test to
17		a certified laboratory for laboratory testing and may
18		only transport the product if the qualifying patient
19		[or], primary caregiver[+], qualifying out-of-state
20		patient, or caregiver of a qualifying out-of-state
21		patient:

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1 (A) Secures 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 purposes of interisland transportation, "transport" of 11 cannabis, usable cannabis, or any manufactured cannabis product, by any means is allowable only between a production center or 12 13 retail dispensing location and a certified laboratory for the 14 sole purpose of laboratory testing pursuant to section 329D-8, 15 as permitted under section 329D-6(m) and subject to section 16 329D-6(j), and with the understanding that state law and its 17 protections do not apply outside of the jurisdictional limits of 18 the State. Allowable transport pursuant to this section does 19 not include interisland transportation by any means or for any 20 purpose between a qualified patient [or], primary caregiver, 21 qualifying out-of-state patient, or caregiver of a qualifying

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1 out-of-state patient and any other entity or individual, 2 including an individual who is a qualified patient [or], primary 3 caregiver [-], qualifying out-of-state patient, or caregiver of a 4 qualifying out-of-state patient." 5 SECTION 6. Section 329-123, Hawaii Revised Statutes, is 6 amended to read as follows: 7 "§329-123 Registration requirements [-]; qualifying 8 patients; primary caregivers. (a) Physicians or advanced 9 practice registered nurses who issue written certifications 10 shall provide, in each written certification, the name, address, 11 patient identification number, and other identifying information 12 of the qualifying patient. The department of health shall 13 require, in rules adopted pursuant to chapter 91, that all 14 written certifications comply with a designated form completed by or on behalf of a qualifying patient. The form shall require 15 16 information from the applicant, primary caregiver, and physician 17 or advanced practice registered nurse as specifically required 18 or permitted by this chapter. The form shall require the 19 address of the location where the cannabis is grown and shall 20 appear on the registry card issued by the department of health. 21 The certifying physician or advanced practice registered nurse





shall be required to have a bona fide physician-patient
 relationship or bona fide advanced practice registered nurse patient relationship, as applicable, with the qualifying
 patient. All current active medical cannabis permits shall be
 honored through their expiration date.

6 (b) Qualifying patients shall register with the department 7 of health. The registration shall be effective until the 8 expiration of the certificate issued by the department of health 9 and signed by the physician or advanced practice registered 10 nurse. Every qualifying patient shall provide sufficient 11 identifying information to establish the personal identities of 12 the qualifying patient and the primary caregiver. Qualifying 13 patients shall report changes in information within ten working 14 days. Every qualifying patient shall have only one primary 15 caregiver at any given time. The department of health shall 16 issue to the qualifying patient a registration certificate, and 17 shall charge \$35 per year.

(c) Primary caregivers shall register with the department
of health. Every primary caregiver shall be responsible for the
care of only one qualifying patient at any given time [-], unless
the primary caregiver is the parent, guardian, or person having

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1	legal custody of more than one minor qualifying patient, in
2	which case the primary caregiver may be responsible for the care
3	of more than one minor qualifying patient at any given time;
4	provided that the primary caregiver is the parent, guardian, or
5	person having legal custody of all of the primary caregiver's
6	qualifying patients. The department of health may permit
7	registration of up two primary caregivers for a minor qualifying
8	patient; provided that both primary caregivers are the parent,
9	guardian, or person having legal custody of the minor qualifying
10	patient.
11	(d) Upon inquiry by a law enforcement agency, which
12	inquiry may be made twenty-four hours a day, seven days a week,
13	the department of health shall immediately verify whether the
14	subject of the inquiry has registered with the department of
15	health and may provide reasonable access to the registry
16	information for official law enforcement purposes.
17	(e) This section shall not apply to registration of a
18	qualifying out-of-state patient or a caregiver of a qualifying
19	out-of-state patient."

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SECTION 7. Section 329-125, Hawaii Revised Statutes, is 1 2 amended by amending its title and subsections (a) and (b) to 3 read as follows: 4 "§329-125 Protections afforded to a qualifying patient 5 [or], primary caregiver[-], qualifying out-of-state patient, or 6 caregiver of a qualifying out-of-state patient. (a) A 7 qualifying patient [or], the primary caregiver, qualifying out-8 of-state patient, or caregiver of a qualifying out-of-state 9 patient may assert the medical use of cannabis authorized under 10 this part as an affirmative defense to any prosecution involving 11 [+] cannabis or marijuana[+] under this part or part IV; or part 12 IV of chapter 712; provided that the qualifying patient [or the], primary caregiver, qualifying out-of-state patient, or 13 caregiver of a qualifying out-of-state patient strictly complied 14 15 with the requirements of this part. (b) Any qualifying patient [or], primary caregiver, 16 17 qualifying out-of-state patient, or caregiver of a qualifying 18 out-of-state patient not complying with the permitted scope of 19 the medical use of cannabis shall not be afforded the 20 protections against searches and seizures pertaining to the 21 misapplication of the medical use of cannabis."

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SECTION 8. Section 329-125.5, Hawaii Revised Statutes, is
 amended to read as follows:

3 "[+] §329-125.5[+] Medical cannabis patient and caregiver 4 protections. (a) No school shall refuse to enroll or otherwise 5 penalize, and no landlord shall refuse to lease property to or 6 otherwise penalize, a person solely for the person's status as a 7 qualifying patient or primary caregiver in the medical cannabis 8 program under this part, unless failing to do so would cause the 9 school or landlord to lose a monetary or licensing-related 10 benefit under federal law or regulation; provided that the 11 qualifying patient or primary caregiver strictly complied with 12 the requirements of this part; provided further that the 13 qualifying patient or primary caregiver shall present a medical 14 cannabis registry card or certificate and photo identification, 15 to ensure that the qualifying patient or primary caregiver is 16 validly registered with the department of health pursuant to 17 section 329-123.

(b) For the purposes of medical care, including organ
transplants, a registered qualifying patient's use of cannabis
in compliance with this part shall be considered the equivalent
of the use of any other medication under the direction of a



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physician and shall not constitute the use of an illicit
 substance or otherwise disqualify a registered qualifying
 patient from medical care.

4 (C) No qualifying patient or primary caregiver under this 5 part shall be denied custody of, visitation with, or parenting 6 time with a minor, and there shall be no presumption of neglect 7 or child endangerment, for conduct allowed under this part; 8 provided that this subsection shall not apply if the qualifying 9 patient's or primary caregiver's conduct created a danger to the 10 safety of the minor, as established by a preponderance of the 11 evidence.

12 (d) No employer shall suspend, discharge, or discriminate 13 against any of the employer's employees solely because an 14 employee, who is a registered qualifying patient authorized for 15 the medical use of cannabis pursuant to sections 329-122 and 16 329-123, tested positive for the presence of cannabis in a 17 substance abuse on-site screening test conducted in accordance 18 with section 329B-5.5; provided that this subsection shall not 19 apply to:



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1	(1)	An employee who fails or refuses to report to a
2		laboratory for a substance abuse test pursuant to
3		section 329B-5.5;
4	(2)	An employee who is in violation of section 329-
5		122(c)(2)(B);
6	(3)	An employee who is a law enforcement officer with the
7		State or a county or who works in any state
8		correctional facility;
9	(4)	An employee whose job requires the employee to not be
10		under the influence of substances, such as a bus
11		driver, a heavy machinery operator, a construction
12		worker, or other employee with a job that has safety
13		issues; or
14	(5)	An employee whose employer would be in violation of
15		any federal law or regulation by having an employee
16		who tested positive for the presence of cannabis as
17		set forth in this subsection.
18	<u>(e)</u>	This section shall apply to a qualifying patient,
19	<u>p</u> rimary c	aregiver, qualifying out-of-state patient, and
20	caregiver	of a qualifying out-of-state patient who are validly

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1 registered with the department of health pursuant to this part 2 and the administrative rules of the department of health." 3 SECTION 9. Section 329-127, Hawaii Revised Statutes, is 4 amended to read as follows: 5 "[4] §329-127[4] Protection of cannabis and other seized 6 **property.** (a) Cannabis, paraphernalia, or other property 7 seized from a qualifying patient or primary caregiver in 8 connection with a claimed medical use of cannabis under this 9 part shall be returned immediately upon the determination by a 10 court that the qualifying patient or primary caregiver is 11 entitled to the protections of this part, as evidenced by a

12 decision not to prosecute, dismissal of charges, or an 13 acquittal; provided that law enforcement agencies seizing live 14 plants as evidence shall not be responsible for the care and 15 maintenance of such plants.

(b) This section shall also apply to a qualifying out-ofstate patient and caregiver of a qualifying out-of-state patient
who are validly registered with the department of health
pursuant to this part and the administrative rules of the
department of health; provided that notwithstanding subsection
(a) to the contrary, under no circumstances shall cannabis,



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1 paraphernalia, or other property be returned to any location 2 outside of the island from which it was seized." 3 SECTION 10. Section 329-128, Hawaii Revised Statutes, is 4 amended to read as follows: 5 "§329-128 Fraudulent misrepresentation; penalty. (a) 6 Notwithstanding any law to the contrary, fraudulent 7 misrepresentation to a law enforcement official of any fact or 8 circumstance relating to the medical use of cannabis to avoid 9 arrest or prosecution under this part or chapter 712 shall be a 10 petty misdemeanor and subject to a fine of \$500. 11 (b) Notwithstanding any law to the contrary, fraudulent 12 misrepresentation to a law enforcement official of any fact or 13 circumstance relating to the issuance of a written certificate 14 by a physician or advanced practice registered nurse not covered under section 329-126 for the medical use of cannabis shall be a 15 16 misdemeanor. This penalty shall be in addition to any other 17 penalties that may apply for the non-medical use of cannabis. 18 [Nothing in this section is intended to preclude the conviction 19 of any person under section 710-1060 or for any other offense 20 under-part V-of-chapter-710.]

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1	(c) Notwithstanding any law to the contrary, fraudulent
2	misrepresentation to the department of an entitlement to use
3	cannabis for medical purposes in another state, a United States
4	territory, or the District of Columbia for the purpose of
5	registering as a qualifying out-of-state patient or caregiver of
6	a qualifying out-of-state patient shall be a misdemeanor. This
7	penalty shall be in addition to any other penalties that may
8	apply for the non-medical use of cannabis.
9	(d) Nothing in this section is intended to preclude the
10	conviction of any person under section 710-1060 or for any other
11	offense under part V of chapter 710 or any other offense."
12	SECTION 11. Section 329-129, Hawaii Revised Statutes, is
13	amended by amending subsection (a) to read as follows:
14	"(a) No qualifying patient [or], primary caregiver,
15	qualifying out-of-state patient, or caregiver of a qualifying
16	out-of-state patient shall use butane to extract
17	tetrahydrocannabinol from cannabis plants."
18	SECTION 12. Section 329-130, Hawaii Revised Statutes, is
19	amended to read as follows:

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1	"§32	9-130 Authorized sources of medical cannabis. (a)
2	After Dec	ember 31, 2023, a qualifying patient shall obtain
3	medical c	annabis or manufactured cannabis products only:
4	(1)	From a dispensary licensed pursuant to chapter 329D;
5		provided that the cannabis shall be purchased and paid
6		for at the time of purchase; or
7	(2)	By cultivating cannabis in an amount that does not
8		exceed an adequate supply for the qualifying patient,
9		pursuant to section 329-122; provided that each
10		location used to cultivate cannabis shall be used by
11		no more than five qualifying patients.
12	After Dec	ember 31, 2023, no primary caregiver shall be
13	authorized to cultivate cannabis for any qualifying patient.	
14	(b)	This section shall not apply to:
15	(1)	A qualifying patient who is a minor or an adult
16		lacking legal capacity and the primary caregiver is
17		the parent, guardian, or person having legal custody
18		of a qualifying patient described in this paragraph;
19		or

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1	(2) A qualifying patient on any island on which there is
2	no medical cannabis dispensary licensed pursuant to
3	chapter 329D.
4	(c) A qualifying out-of-state patient and a caregiver of a
5	qualifying out-of-state patient shall only be authorized to
6	obtain cannabis for medical use from retail dispensing locations
7	of dispensaries licensed pursuant to chapter 329D."
8	SECTION 13. Section 329D-1, Hawaii Revised Statutes, is
9	amended as follows:
10	1. By adding two new definitions to be appropriately
11	inserted and to read:
12	" <u>"Caregiver of a qualifying out-of-state patient</u> " shall
13	have the same meaning as in section 329-121.
14	"Qualifying out-of-state patient" or "registered qualifying
15	out-of-state patient" shall have the same meaning as in section
16	<u>329-121.</u> "
17	2. By amending the definition of "dispense" or
18	"dispensing" to read:
19	""Dispense" or "dispensing" means the act of a licensed
20	dispensary providing cannabis or manufactured cannabis products
21	to a qualifying patient [or a] <u>,</u> primary caregiver <u>, qualifying</u>

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1	out-of-state patient, or caregiver of a qualifying out-of-state
2	patient for a fee."
3	3. By amending the definition of "manufacture" to read:
4	""Manufacture" means the preparation, propagation,
5	compounding, conversion, or processing of a substance containing
6	cannabis or its principal psychoactive constituent
7	tetrahydrocannabinol, either directly or indirectly, by a person
8	other than a qualifying patient [or], primary caregiver,
9	qualifying out-of-state patient, or caregiver of a qualifying
10	out-of-state patient for the qualifying patient's or qualifying
11	out of state patient's use, by extraction from substances of
12	natural origin, or independently by means of chemical synthesis,
13	or by a combination of extraction and chemical synthesis, and
14	includes any packaging or repackaging of the substance or
15	labeling or relabeling of its container."
16	4. By amending the definition of "retail dispensing
17	location" to read:
18	""Retail dispensing location" means an establishment owned,
19	operated, or subcontracted by a medical cannabis dispensary
20	where cannabis and manufactured cannabis are made available for

21 retail sale to <u>a</u> qualifying [patients or] patient, primary

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1 [caregivers.] caregiver, qualifying out-of-state patient, or 2 caregiver of a qualifying out-of-state patient." 3 SECTION 14. Section 329D-6, Hawaii Revised Statutes, is 4 amended as follows: 5 1. By amending subsection (g) to read: 6 "(g) In all dispensary facilities, only the licensee, if 7 an individual, registered employees of the dispensary licensee, 8 registered employees of a subcontracted production center or 9 retail dispensing location, employees of a certified laboratory 10 for testing purposes, state employees authorized by the director 11 of health, and law enforcement and other government officials 12 acting in their official capacity shall be permitted to touch or 13 handle any cannabis or manufactured cannabis products, except 14 that a qualifying patient [or the], primary caregiver [of a 15 qualifying patient], qualifying out-of-state patient, or 16 careqiver of a qualifying out-of-state patient may receive 17 manufactured cannabis products at a retail dispensing location 18 following completion of a sale."

19

2. By amending subsections (j) and (k) to read:

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1	"(j) The	e department shall establish, maintain, and control
2	a computer sof	tware tracking system that shall have real time,
3	twenty-four-ho	our access to the data of all dispensaries.
4	(1) The	computer software tracking system shall collect
5	data	relating to:
6	(A)	The total amount of cannabis in possession of all
7		dispensaries from either seed or immature plant
8		state, including all plants that are derived from
9		cuttings or cloning, until the cannabis, cannabis
10		plants, or manufactured cannabis product is sold
11		or destroyed pursuant to section 329D-7;
12	(B)	The total amount of manufactured cannabis product
13		inventory, including the equivalent physical
14		weight of cannabis that is used to manufacture
15		manufactured cannabis products, purchased by a
16		qualifying patient [and], primary caregiver,
17		qualifying out-of-state patient, and caregiver of
18		a qualifying out-of-state patient from all retail
19		dispensing locations in the State in any fifteen-
20		day period;

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1		(C)	The amount of waste produced by each plant at
2			harvest; and
3		(D)	The transport of cannabis and manufactured
4			cannabis products between production centers and
5			retail dispensing locations, including tracking
6			identification issued by the tracking system, the
7			identity of the person transporting the cannabis
8			or manufactured cannabis products, and the make,
9			model, and license number of the vehicle being
10			used for the transport;
11	(2)	The	procurement of the computer software tracking
12		syst	em established pursuant to this subsection shall
13		be e	xempt from chapter 103D; provided that:
14		(A)	The department shall publicly solicit at least
15			three proposals for the computer software
16			tracking system; and
17		(B)	The selection of the computer software tracking
18			system shall be approved by the director of the
19			department and the chief information officer; and
20	(3)	Notw	ithstanding any other provision of this subsection
21		to t	he contrary, once the department has authorized a





1 licensed dispensary to commence sales of cannabis or 2 manufactured cannabis products, if the department's 3 computer software tracking system is inoperable or is 4 not functioning properly, as an alternative to 5 requiring dispensaries to temporarily cease 6 operations, the department may implement an alternate 7 tracking system that will enable a qualifying 8 [patients] patient, primary caregiver, qualifying outof-state patient, and caregiver of a qualifying out-9 10 of-state patient to purchase cannabis or manufactured 11 cannabis products from a licensed dispensary on a 12 temporary basis. The department shall seek input 13 regarding the alternate tracking system from medical 14 cannabis licensees. The alternate tracking system may 15 operate as follows: The department may immediately notify all 16 (A) 17 licensed dispensaries that the computer software 18 tracking system is inoperable; and 19 (B) Once the computer software tracking system is 20 operational and functioning to meet the 21 requirements of this subsection, the department



1		may notify all licensed dispensaries, and the
2		alternate tracking system in this subsection
3		shall be discontinued.
4	(k)	A dispensary licensed pursuant to this chapter shall
5	purchase,	operate, and maintain a computer software tracking
6	system th	at shall:
7	(1)	Interface with the department's computer software
8		tracking system established pursuant to subsection
9		(j);
10	(2)	Allow each licensed dispensary's production center to
11		submit to the department in real time, by automatic
12		identification and data capture, all cannabis,
13		cannabis plants, and manufactured cannabis product
14		inventory in possession of that dispensary from either
15		seed or immature plant state, including all plants
16		that are derived from cuttings or cloning, until the
17		cannabis or manufactured cannabis product is sold or
18		destroyed pursuant to section 329D-7;
19	(3)	Allow the licensed dispensary's retail dispensing
20		location to submit to the department in real time for
21		the total amount of cannabis and manufactured cannabis

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1		product purchased by a qualifying patient [and] <u>,</u>
2		primary caregiver, qualifying out-of-state patient,
3		and caregiver of a qualifying out-of-state patient
4		from the dispensary's retail dispensing locations in
5		the State in any fifteen day period; provided that the
6		software tracking system shall impose an automatic
7		stopper in real time, which cannot be overridden, on
8		any further purchases of cannabis or manufactured
9		cannabis products, if the maximum allowable amount of
10		cannabis has already been purchased for the applicable
11		fifteen day period; provided further that additional
12		purchases shall not be permitted until the next
13		applicable period; and
14	(4)	Allow the licensed dispensary to submit all data
15		required by this subsection to the department and
16		permit the department to access the data if the
17		department's computer software tracking system is not
18		functioning properly and sales are made pursuant to
19		the alternate tracking system under subsection (j)."
20	3.	By amending subsection (n) to read:

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. 1	"(n)	A dispensary shall be prohibited from off-premises	
2	delivery of cannabis or manufactured cannabis products to \underline{a}		
3	qualifyin	g [patients or to] <u>patient,</u> primary [caregivers of	
4	qualifyi n	g patients.] caregiver, qualifying out-of-state	
5	patient,	or caregiver of a qualifying out-of-state patient."	
6	SECT	'ION 15. Section 329D-7, Hawaii Revised Statutes, is	
7	amended t	o read as follows:	
8	"§329D-7 Medical cannabis dispensary rules. The		
9	departmen	t shall establish standards with respect to:	
10	(1)	The number of medical cannabis dispensaries that shall	
11		be permitted to operate in the State;	
12	(2)	A fee structure for the submission of applications and	
13		renewals of licenses to dispensaries; provided that	
14		the department shall consider the market conditions in	
15		each county in determining the license renewal fee	
16		amounts;	
17	(3)	Criteria and procedures for the consideration and	
18		selection, based on merit, of applications for	
19		licensure of dispensaries; provided that the criteria	
20		shall include but not be limited to an applicant's:	
21		(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			<pre>patients[+] and qualifying out-of-state patients;</pre>
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	ific requirements regarding annual audits and
19		repc	orts required from each production center and
20		disp	ensary licensed pursuant to this chapter;

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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[$_{7}$] by a
5			qualifying patient or caregiver, or section
6			329- by a qualifying out-of-state patient
7			or caregiver of a qualifying out-of-state
8			patient, upon entering the premises;
9		(ii)	Video monitoring and recording of the
10			premises; provided that recordings shall be
11			retained for fifty days;
12		(iii)	An alarm system;
13		(iv)	Exterior lighting; and
14		(v)	Other reasonable security measures as deemed
15			necessary by the department;
16	(7) Sec	urity 1	requirements for the transportation of
17	car	nabis a	and manufactured cannabis products between
18	pro	oduction	n centers and retail dispensing locations and
19	bet	ween a	production center, retail dispensing
20	loc	ation,	qualifying patient, [or] primary caregiver <u>,</u>
21	qua	lifying	g out-of-state patient, or caregiver of a

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1		qualifying out-of-state patient and a certified
2		laboratory, pursuant to section 329-122(d);
3	(8)	Standards and criminal background checks to ensure the
4		reputable and responsible character and fitness of all
5		license applicants, licensees, employees,
6		subcontractors and their employees, and prospective
7		employees of medical cannabis dispensaries to operate
8		a dispensary; provided that the standards, at a
9		minimum, shall exclude from licensure or employment
10		any person convicted of any felony;
11	(9)	The training and certification of operators and
12		employees of production centers and dispensaries;
13	(10)	The types of manufactured cannabis products that
14		dispensaries shall be authorized to manufacture and
15		sell pursuant to sections 329D-9 and 329D-10;
16	(11)	Laboratory standards related to testing cannabis and
17		manufactured cannabis products for content,
18		contamination, and consistency;
19	(12)	The quantities of cannabis and manufactured cannabis
20		products that a dispensary may sell or provide to a
21		qualifying patient [or], primary caregiver[;],

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1		qualifying out-of-state patient, or caregiver of a
2		qualifying out-of-state patient; provided that no
3		dispensary shall sell or provide to a qualifying
4		patient [or], primary caregiver, qualifying out-of-
5		state patient, or caregiver of a qualifying out-of-
6		state patient any combination of cannabis and
7		manufactured products that:
8		(A) During a period of fifteen consecutive days,
9		exceeds the equivalent of four ounces of
10		cannabis; or
11		(B) During a period of thirty consecutive days,
12		exceeds the equivalent of eight ounces of
13		cannabis;
14	(13)	Dispensary and production center inventory controls to
15		prevent the unauthorized diversion of cannabis or
16		manufactured cannabis products or the distribution of
17		cannabis or manufactured cannabis products to \underline{a}
18		qualifying [patients or] <u>patient</u> , primary [caregivers]
19		caregiver, qualifying out-of-state patient, or
20		caregiver of a qualifying out-of-state patient in
21		quantities that exceed limits established by this

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1		chapter; provided that the controls, at a minimum,
2		shall include:
3		(A) A computer software tracking system as specified
4		in section 329D-6(j) and (k); and
5		(B) Product packaging standards sufficient to allow
6		law enforcement personnel to reasonably determine
7		the contents of an unopened package;
8	(14)	Limitation to the size or format of signs placed
9		outside a retail dispensing location or production
10		center; provided that the signage limitations, at a
11		minimum, shall comply with section 329D-6(0)(2) and
12		shall not include the image of a cartoon character or
13		other design intended to appeal to children;
14	(15)	The disposal or destruction of unwanted or unused
15		cannabis and manufactured cannabis products;
16	(16)	The enforcement of the following prohibitions against:
17		(A) The sale or provision of cannabis or manufactured
18		cannabis products to unauthorized persons;
19		(B) The sale or provision of cannabis or manufactured
20		cannabis products to <u>a</u> qualifying [patients or]
21		patient, primary [caregivers] caregiver,



1		qualifying out-of-state patient, or caregiver of
2		a qualifying out-of-state patient in quantities
3		that exceed limits established by this chapter;
4		(C) Any use or consumption of cannabis or
5		manufactured cannabis products on the premises of
6		a retail dispensing location or production
7		center; and
8		(D) The distribution of cannabis or manufactured
9		cannabis products, for free, on the premises of a
10		retail dispensing location or production center;
11	(17)	The establishment of a range of penalties for
12	÷	violations of this chapter or rule adopted thereto;
13		and
14	(18)	A process to recognize and register patients who are
15		authorized to purchase, possess, and use medical
16		cannabis in another state, <u>a</u> United States territory,
17		or the District of Columbia as qualifying <u>out-of-state</u>
18		patients [in-this State]; provided that this
19		registration process may commence no sooner than
20		January 1, 2018."

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1	SECT	TION 16. Section 329D-8, Hawaii Revised Statutes, is
2	amended t	o read as follows:
3	"§32	9D-8 Laboratory standards and testing; laboratory
4	certifica	tion. (a) The department shall establish and enforce
5	standards	for laboratory-based testing of cannabis and
6	manufactu	red cannabis products for content, contamination, and
7	consisten	cy; provided that in establishing these standards, the
8	departmen	t shall:
9	(1)	Review and take guidance from the testing programs and
10		standards utilized in other jurisdictions;
11	(2)	Consider the impact of the standards on the retail
12		cost of the product to the qualifying patient;
13	(3)	Review and take guidance from the testing programs and
14		standards for pesticides under the regulations of the
15		United States Environmental Protection Agency;
16	(4)	For the testing for microbiological impurities,
17		consider the benefits of organically grown cannabis
18		that features the use of bacteria in lieu of
19		pesticides; and
20	(5)	Include permission for qualifying patients and primary
21		caregivers to obtain testing services directly from

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1	certified laboratories on the island where the
2	qualifying patient and primary caregiver reside.
3	(b) The department may certify laboratories that can test
4	cannabis and manufactured cannabis products prior to the sale of
5	cannabis and manufactured cannabis products.
6	(c) If a dispensary licensee obtains a laboratory result
7	indicating that a sample of a batch of its cannabis or
8	manufactured cannabis products does not meet the department's
9	standards for patient safety, the dispensary licensee, at its
10	own expense, may have the same sample or a different sample from
11	the same batch retested by the same laboratory or a different
12	laboratory. If a retest at a different laboratory yields a
13	different result, the department shall have an opportunity to
14	determine which result shall determine whether the batch may be
15	approved for sale or whether further testing shall be required."
16	SECTION 17. Section 329D-12, Hawaii Revised Statutes, is
17	amended by amending subsection (b) to read as follows:
18	"(b) This section shall not apply to:
19	(1) [Qualifying patients and their] <u>A qualifying patient</u> ,
20	primary [carcgivers] <u>caregiver, qualifying out-of-</u>
21	state patient, or caregiver of a qualifying out-of-



1		state patient who [enter] <u>enters</u> or [remain] <u>remains</u>
2		on the premises of a retail dispensing location for
3		the purpose of a transaction conducted pursuant to
4		sections 329D-6 and 329D-13; or
5	(2)	Government officials and employees acting in an
6		official capacity and employees of a certified
7		laboratory who enter or remain on the premises of a
8		retail dispensing location or production center for
9		any purpose authorized by this chapter."
10	SECT	ION 18. Section 329D-13, Hawaii Revised Statutes, is
11	amended to	o read as follows:
12	"[-{];	§329D-13[] Qualifying patients and primary caregivers;
13	dispensing	g] <u>Dispensing</u> limits[; other states]. (a) A
14	qualifying	g patient [or a] <u>,</u> primary caregiver [on behalf of a
15	qualifying	g patient], qualifying out-of-state patient, or
16	caregiver	of a qualifying out-of-state patient shall be allowed
17	to purcha	se no more than four ounces of cannabis within a
18	consecutiv	ve period of fifteen days, or no more than eight ounces
19	of cannab:	is within a consecutive period of thirty days.
20	(b)	A qualifying patient [or a], primary caregiver [on
21	behalf of	a qualifying patient], qualifying out-of-state



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1	patient, or caregiver of a qualifying out-of-state patient may
2	purchase cannabis from any dispensary location in the State,
3	subject to the limits set forth in subsection (a).
4	(c) Beginning on January 1, 2018, this section may apply
5	to qualifying out-of-state patients from other states,
6	territories of the United States, or the District of Columbia;
7	provided that the patient [is verified as a patient in their
8	home state and registers with the department through a
9	registration process established by the department.] meets the
10	registration requirements of section 329"
11	SECTION 19. Section 329D-15, Hawaii Revised Statutes, is
12	amended by amending subsection (a) to read as follows:
13	"(a) No person shall intentionally or knowingly enter or
14	remain upon the premises of a medical cannabis retail dispensing
15	location unless the individual is:
16	(1) An individual licensee or registered employee of the
17	dispensary;
18	(2) A qualifying patient [or], primary caregiver [of a
19	qualifying patient;], qualifying out-of-state patient,
20	or caregiver of a qualifying out-of-state patient;

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1	(3)	A government employee or official acting in the
2		person's official capacity; or
3	(4)	Previously included on a current department-approved
4		list provided to the department by the licensee of
5		those persons who are allowed into that dispensary's
6		facilities for a specific purpose for that dispensary,
7		including but not limited to construction,
8		maintenance, repairs, legal counsel, providers of
9		paratransit or other assistive services required by a
10		qualifying patient to access a retail dispensary
11		location, or investors; provided that:
12		(A) The person has been individually approved by the
13		department to be included on the list;
14		(B) The person is at least twenty-one years of age,
15		as verified by a valid government issued
16		identification card;
17		(C) The department has confirmed that the person has
18		no felony convictions;
19		(D) The person is escorted by an individual licensee
20		or registered employee of the dispensary at all
21		times while in the dispensary facility;



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1	(E)	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	(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	SECTION 2	0. Section 329D-17, Hawaii Revised Statutes, is
16	amended by ame	nding subsection (a) to read as follows:
17	"(a) A p	erson commits the offense of promoting medical
18	cannabis or me	dical cannabis products to a minor if the person
19	intentionally	or knowingly distributes any amount of cannabis or
20	manufactured c	annabis products that came from a dispensary or
21	production cen	ter to a minor who is not a registered qualifying

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1 patient [-] or a registered qualifying out-of-state patient under 2 eighteen years of age." 3 SECTION 21. Section 329D-24, Hawaii Revised Statutes, is 4 amended to read as follows: 5 "[+] §329D-24[+] Cultivation of medical cannabis by 6 qualifying patients and primary caregivers. Nothing in this 7 chapter shall be construed as prohibiting a qualifying patient 8 or primary caregiver from cultivating or possessing an adequate 9 supply of medical cannabis pursuant to part IX of chapter 329. 10 A qualifying out-of-state patient or a caregiver of a qualifying out-of-state patient shall not be authorized to 11 12 cultivate cannabis." 13 SECTION 22. Section 329D-25, Hawaii Revised Statutes, is 14 amended to read as follows: "[+]§329D-25[+] Coordination among state and federal 15 16 agencies. The department shall initiate ongoing dialogue among 17 relevant state and federal agencies to identify processes and 18 policies that ensure the privacy of qualifying patients and 19 qualifying out-of-state patients and the compliance of qualifying patients, primary caregivers, qualifying out-of-state 20 21 patients, and careqivers of qualifying out-of-state patients and



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1	medical ca	annabis dispensaries with state laws and regulations
2	related to	o medical cannabis."
3	SECT	ION 23. Section 378-32, Hawaii Revised Statutes, is
4	amended by	amending subsection (a) to read as follows:
5	"(a)	It shall be unlawful for any employer to suspend,
6	discharge,	, or discriminate against any of the employer's
7	employees	
8	(1)	Solely because the employer was summoned as a
9		garnishee in a cause where the employee is the debtor
10		or because the employee has filed a petition in
11		proceedings for a wage earner plan under chapter XIII
12		of the Bankruptcy Act;
13	(2)	Solely because the employee has suffered a work injury
14		which arose out of and in the course of the employee's
15		employment with the employer and which is compensable
16		under chapter 386 unless the employee is no longer
17		capable of performing the employee's work as a result
18		of the work injury and the employer has no other
19		available work which the employee is capable of
20		performing. Any employee who is discharged because of
21		the work injury shall be given first preference of

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1 reemployment by the employer in any position which the 2 employee is capable of performing and which becomes 3 available after the discharge and during the period 4 thereafter until the employee secures new employment. 5 This paragraph shall not apply to any employer in 6 whose employment there are less than three employees at the time of the work injury or who is a party to a 7 8 collective bargaining agreement which prevents the continued employment or reemployment of the injured 9 10 employee;

11 Because the employee testified or was subpoenaed to (3)12 testify in a proceeding under this part; [or] 13 (4)Because an employee tested positive for the presence 14 of drugs, alcohol, or the metabolites of drugs in a 15 substance abuse on-site screening test conducted in accordance with section 329B-5.5; provided that this 16 17 [provision] paragraph shall not apply to an employee who fails or refuses to report to a laboratory for a 18 19 substance abuse test pursuant to section 329B-5.5[+]; 20 or





1	(5)	Sole	ly because an employee, who is a registered
2		qual	ifying patient authorized for the medical use of
3		<u>cann</u>	abis pursuant to sections 329-122 and 329-123,
4		test	ed positive for the presence of cannabis in a
5		subs	tance abuse on-site screening test conducted in
6		acco	rdance with section 329B-5.5; provided that this
7		para	graph shall not apply to:
8		<u>(A)</u>	An employee who fails or refuses to report to a
9			laboratory for a substance abuse test pursuant to
10			section 329B-5.5;
11		<u>(B)</u>	An employee who is in violation of section
12			329-122(c)(2)(B);
13		<u>(C)</u>	An employee whose job requires the employee to
14			not be under the influence of substances, such as
15			a bus driver, a heavy machinery operator, a
16			construction worker, or other employee with a job
17			that has safety issues; or
18		<u>(D)</u>	An employee whose employer would be in violation
19			of any federal law or regulation by having an
20			employee who tested positive for the presence of
21			cannabis as set forth in this paragraph."



1	PART II
2	SECTION 24. The legislature finds that Act 241, Session
3	Laws of Hawaii 2015, codified as chapter 329D, Hawaii Revised
4	Statutes, established a license scheme for a statewide system of
5	medical cannabis dispensaries to ensure access to medical
6	cannabis for qualifying patients and was later amended by
7	Act 230, Session Laws of Hawaii 2016, and Acts 41 and 170,
8	Session Laws of Hawaii 2017.
9	The legislature further finds that additional amendments to
10	the law are necessary to allow for adequate patient access based
11	on discussions of the working group established by Act 230,
12	Session Laws of Hawaii 2016.
13	The purpose of this part is to allow a bona fide physician-
14	patient or advanced practice registered nurse-patient
15	relationship to be established via telehealth.
16	SECTION 25. Section 329-126, Hawaii Revised Statutes, is
17	amended to read as follows:
18	"§329-126 Protections afforded to a treating physician or
19	advanced practice registered nurse. (a) No physician or
20	advanced practice registered nurse shall be subject to arrest or
21	prosecution, penalized in any manner, or denied any right or



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1	privilege	for providing written certification for the medical
2	use of car	nnabis for a qualifying patient; provided that:
3	(1)	The physician or advanced practice registered nurse
4		has diagnosed the patient as having a debilitating
5		medical condition, as defined in section 329-121;
6	(2)	The physician or advanced practice registered nurse
7		has explained the potential risks and benefits of the
8		medical use of cannabis, as required under section
9		329-122;
10	~(3)	The written certification is based upon the
11		physician's or advanced practice registered nurse's
12		professional opinion after having completed a full
13		assessment of the patient's medical history and
14		current medical condition made in the course of a bona
15		fide physician-patient relationship or bona fide
16		advanced practice registered nurse-patient
17		relationship, as applicable; and
18	(4)	The physician or advanced practice registered nurse
19		has complied with the registration requirements of
20		section 329-123.

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1	(b) For purposes of this section, a bona fide physician-
2	patient relationship may be established via telehealth, as
3	defined in section 453-1.3(j), and a bona fide advanced practice
4	registered nurse-patient relationship may be established via
5	telehealth, as defined in section 457-2; provided that treatment
6	recommendations that include certifying a patient for the
7	medical use of cannabis via telehealth shall be allowed only
8	after an initial in-person consultation between the certifying
9	physician or advanced practice registered nurse and the
10	patient."
11	SECTION 26. Section 453-1.3, Hawaii Revised Statutes, is
12	amended by amending subsection (c) to read as follows:
13	"(c) Treatment recommendations made via telehealth,
14	including issuing a prescription via electronic means, shall be
15	held to the same standards of appropriate practice as those in
16	traditional physician-patient settings that do not include a
17	face-to-face visit but in which prescribing is appropriate,
18	including on-call telephone encounters and encounters for which
19	a follow-up visit is arranged. Issuing a prescription based
20	solely on an online questionnaire is not treatment for the
21	purposes of this section and does not constitute an acceptable

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1 standard of care. For the purposes of prescribing opiates or
2 certifying a patient for the medical use of cannabis, a
3 physician-patient relationship shall only be established after
4 an in-person consultation between the prescribing physician and
5 the patient."

6

PART III

7 SECTION 27. The legislature finds that studies have shown 8 the benefits of using cannabis to alleviate certain serious 9 illnesses. The legislature further finds that several states 10 permit the sales of edible cannabis products, either for 11 recreational use or for medical use. These states generally 12 place restrictions on the edible cannabis products, such as 13 limiting the amount of psychoactive ingredients per serving, 14 banning manufacturers from making candy-like edibles that might 15 attract children, and requiring proper labeling.

16 The legislature additionally finds that medical cannabis 17 products that provide safe pulmonary administration can allow 18 for more precise dosage administration and can be more effective 19 for certain patient. The legislature also finds that, as with 20 all packaged products, smaller sizes are always more expensive 21 for consumers than larger products. Under existing law, the





1	tetrahydr	ocannabinol limit per pack or container of certain		
2	manufactured cannabis products may impact certain patients, many			
3	of whom m	ay have conditions and symptoms that require larger		
4	doses of	tetrahydrocannabinol for relief.		
5	Acco	rdingly, the purpose of this part is to:		
6	(1)	Legalize the manufacturing of edible cannabis products		
7		for medical purposes;		
8	(2)	Establish basic regulations on edible cannabis		
9		products;		
10	(3)	Add certain devices that provide safe pulmonary		
11		administration to the list of medical cannabis		
12		products that may be manufactured and distributed; and		
13	(4)	Increase the tetrahydrocannabinol limit per pack or		
14		container of certain manufactured cannabis products.		
15	SECT	ION 28. Section 328-1, Hawaii Revised Statutes, is		
16	amended b	y amending the definition of "food" to read as follows:		
17	" "Fo	od" means:		
18	(1)	Articles used for food or drink by humans, dogs, or		
19		cats;		
20	(2)	Chewing gum; or		
21	(3)	Articles used for components of any such article.		

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1 "Food" does not include edible cannabis products, as defined in 2 section 329D-10."

3 SECTION 29. Section 329D-1, Hawaii Revised Statutes, is
4 amended by amending the definition of "manufactured cannabis
5 product" to read as follows:

6 ""Manufactured cannabis product" means any [capsule, 7 lozenge, oil or oil extract, tincture, ointment or skin lotion, 8 pill, transdermal patch, or pre-filled and sealed container used 9 to acrosolize and deliver cannabis orally, such as an inhaler or 10 nebulizer,] product that has been manufactured using cannabis[, 11 or any other products as specified by the department] pursuant 12 to section 329D-10[(a)(9)]."

13 SECTION 30. Section 329D-9, Hawaii Revised Statutes, is14 amended by amending subsection (b) to read as follows:

15 "(b) The department shall establish health, safety, and 16 sanitation standards regarding the manufacture of manufactured 17 cannabis products [-]; provided that:

18	(1)	Manufactured cannabis products shall only be
19		manufactured in a facility that meets the minimum
20		sanitary requirements adopted by the department of
21		health that are at least equivalent to the standards



1		for food establishments provided for in chapter 11-50,
2		Hawaii Administrative Rules;
3	(2)	Cannabis products shall not be manufactured in any
4		facility permitted by the department of health as a
5		food establishment; and
6	(3)	Cannabis products shall not be manufactured in any
7		home kitchen."
8	SECT	ION 31. Section 329D-10, Hawaii Revised Statutes, is
9	amended t	o read as follows:
10	"§32	9D-10 Types of manufactured cannabis products. (a)
11	The types	of medical cannabis products that may be manufactured
12	and distr	ibuted pursuant to this chapter shall be limited to:
13	(1)	Capsules;
14	(2)	Lozenges;
15	(3)	Pills;
16	(4)	Oils and oil extracts;
17	(5)	Tinctures;
18	(6)	Ointments and skin lotions;
19	(7)	Transdermal patches;

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1	(8)	Pre-	filled and sealed containers used to aerosolize
2		and (deliver cannabis orally, such as with an inhaler
3		or n	ebulizer; [and]
4	(9)	Edib	le cannabis products;
5	(10)	Devi	ces that provide safe pulmonary administration;
6		prov	ided that:
7		(A)	The heating element of the device is made of
8			inert materials such as glass, ceramic, or
9			stainless steel, and not of plastic or rubber;
10		<u>(B)</u>	The device is distributed solely for use with
11			single-use, disposable, pre-filled, tamper-
12			resistant, sealed containers that do not contain
13			nicotine or other tobacco products;
14		(C)	The device is used to aerosolize and deliver
15			cannabis orally, such as a medical-grade inhaler,
16			medical-grade nebulizer, or other medical grade
17			volitization device; and
18		(D)	There is a temperature control on the device that
19			is regulated to prevent the combustion of
20			cannabis oil; and
21	[(9)]	(11)	Other products as specified by the department.

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1	(b)	As used in this section[, "lozenge"] <u>:</u>		
2	<u>"Edi</u>	ble cannabis products" means manufactured cannabis		
3	products	that are intended to be used, in whole or in part, for		
4	human con	sumption, including but not limited to chewing gum,		
5	drinks, baked products, and candy; provided that edible cannabis			
6	products:			
7	(1)	Shall be tested and specifically labeled for each		
8		product's dosage and strength;		
9	(2)	Shall not include products such as gummies, brightly		
10		colored candies, or other products that may attract		
11		children or bear resemblance to other commercially		
12		available products; and		
13	(3)	May include liquid products that contain no more than		
14		ten milligrams of activated tetrahydrocannabinol per		
15		serving.		
16	"Loz	enge" means a small tablet manufactured in a manner to		
17	allow for	the dissolving of its medicinal or therapeutic		
18	component	slowly in the mouth."		
19	SECT	ION 32. Section 329D-11, Hawaii Revised Statutes, is		
20	amended t	o read as follows:		

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1	" [+]	§329D-11[]] Advertising and packaging. (a) The
2	departmen	t shall establish standards regarding the advertising
3	and packa	ging of cannabis and manufactured cannabis products;
4	provided	that the standards, at a minimum, shall require the use
5	of packag	ing that:
6	(1)	Is child-resistant and opaque so that the product
7		cannot be seen from outside the packaging;
8	(2)	Uses only black lettering on a white background with
9		no pictures or graphics;
10	(3)	Is clearly labeled with the phrase "For medical use
11		only";
12	(4)	Is clearly labeled with the phrase "Not for resale or
13		transfer to another person";
14	(5)	Includes instructions for use and "use by date";
15	(6)	Contains information about the contents and potency of
16		the product;
17	(7)	Includes the name of the production center where
18		cannabis in the product was produced, including the
19		batch number and date of packaging;
20	(8)	Includes a barcode generated by tracking software; and

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1	(9) In	the ca	se of a manufactured cannabis product, [a		
2	listing] includes a:				
3	<u>(A)</u>	List	ing of the equivalent physical weight of the		
4		canna	abis used to manufacture the amount of the		
5	X	prod	act that is within the packaging, pursuant to		
6		sect	ion 329D-9(c)[.] <u>;</u>		
7	<u>(B)</u>	<u>Clea</u>	rly labeled warning stating that the product:		
8		<u>(i)</u>	Is a medication that contains cannabis, and		
9			is not a food;		
10		<u>(ii)</u>	Should be kept away from children; and		
11		(iii)	Contains nuts or other known allergens, if		
12			applicable; and		
13	(C)	Date	of manufacture.		
14	(b) Any	capsu	le, lozenge, or pill containing cannabis or		
15	its principal psychoactive constituent tetrahydrocannabinol				
16	shall be packaged so that one dose, serving, or single wrapped				
17	item contains no more than ten milligrams of				
18	tetrahydrocannabinol; provided that no manufactured cannabis				
19	product that is sold in a pack of multiple doses, servings, or				
20	single wrapped items, nor any containers of oils, shall contain				
21	more than a total of one [hundred] <u>thousand</u> milligrams of				



18



1	tetrahydrocannabinol per pack or container[-]; provided further
2	that no dispensary shall exceed the dispensing limits imposed by
3	section 329D-7.
4	(c) All manufactured cannabis products shall be
5	individually wrapped at the original point of manufacture."
6	PART IV
7	SECTION 33. The legislature finds that section 329D-6(d),
8	Hawaii Revised Statutes, restricts Hawaii medical cannabis
9	dispensaries from employing an individual if the person was
10	convicted of a felony. This appears unduly restrictive, as
11	other states that have legalized medical cannabis dispensaries
12	allow the employment of felons unless convicted for a limited
13	set of offenses. Section 329D-6(d), Hawaii Revised Statutes,
14	does not provide the opportunity for any exceptions based on the
15	nature of the individual's felony record.
16	The purpose of this part is to specify certain felonies and
17	conditions that will preclude employment, and other felonies
_	

19 rather than make ineligible for employment all individuals who20 have been convicted of any felony at any time.

that may preclude employment, at medical cannabis dispensaries,

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1	SECTION 34. Section 329D-6, Hawaii Revised Statutes, is					
2	amended by amending subsection (d) to read as follows:					
3	"(d) Notwithstanding any other law to the contrary,					
4	including but not limited to sections 378-2 and 378-2.5, [$_{ m HO}$					
5	dispensary shall employ a person convicted of a felony.]					
6	dispensaries:					
7	(1) Shall deny employment to any individual who has been:					
8	(A) Convicted of a class A or class B felony; or					
9	(B) Convicted of a class C felony involving					
10	trafficking, distributing, or promoting a					
11	schedule I or II drug controlled substance other					
12	than cannabis within the last ten years; and					
13	(2) May deny employment to any individual who has been					
14	convicted of a class C felony involving:					
15	(A) Fraud, deceit, misrepresentation, embezzlement,					
16	or theft; or					
17	(B) Endangering the welfare of a minor.					
18	Employment under this chapter shall be exempt from section					
19	378-2(a)(1), as it relates to arrest and court record					
20	discrimination, and section 378-2.5."					
21	PART V					

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1	SECTION 35. This Act does not affect rights and duties
2	that matured, penalties that were incurred, and proceedings that
3	were begun before its effective date.
4	SECTION 36. Statutory material to be repealed is bracketed
5	and stricken. New statutory material is underscored.
6	SECTION 37. This Act shall take effect on July 1, 2050.



Report Title:

Medical Cannabis; Reciprocity; Qualifying Patient; Employment; Employment Practices; Substance Abuse Testing; Telehealth; Manufactured Cannabis Products; Edible Cannabis Products; Medical Cannabis Dispensaries; Employees

Description:

Part I: Establishes a reciprocity process for medical cannabis patients that requires the department of health to register qualifying out-of-state patients and caregivers of qualifying out-of-state patients under certain conditions. Clarifies certain safequards for qualifying out-of-state patients and caregivers of a qualifying out-of-state patient. Authorizes the department of health to extend the maximum period of validity of any written certification to three years for debilitating medical conditions that are chronic. Clarifies a dispensary licensee's ability to retest, at its own expense, a batch of cannabis or manufactured cannabis products that do not meet the department of health's standards for patient safety. Prohibits an employer from suspending, discharging, or discriminating against an employee for testing positive for cannabis if the employee is a registered qualifying patient who is authorized for the medical use of cannabis, with certain exceptions. Part Allows a bona fide physician-patient or advanced practice registered nurse-patient relationship to be established via telehealth. Part III: Allows and regulates the manufacturing of edible cannabis products as manufactured cannabis products by licensed medical cannabis dispensaries. Establishes requirements for manufacturing, handling, labeling, and packaging of manufactured cannabis products. Adds certain devices that provide safe pulmonary administration to the list of medical cannabis products that may be manufactured and distributed. Increases the tetrahydrocannabinol limit per pack or container of certain manufactured cannabis products. Part Specifies certain felonies and conditions that will IV: preclude employment, and other felonies and conditions that may preclude employment, at a medical cannabis dispensary. Effective 7/1/2050. (SD1)

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

