STAND. COM. REP. NO. 3436

Honolulu, Hawaii

MAR 2 4 2022

RE: H.B. No. 2260

H.D. 1 S.D. 1

Honorable Ronald D. Kouchi President of the Senate Thirty-First State Legislature Regular Session of 2022 State of Hawaii

Sir:

Your Committees on Health and Commerce and Consumer Protection, to which was referred H.B. No. 2260, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO CANNABIS,"

beg leave to report as follows:

The purpose and intent of this measure is to:

- (1) Amend the circumstances under which medical cannabis may be transported by and between dispensaries;
- (2) Increase the allowable number of plants for production centers;
- (3) Increase the number of production centers that may be allowed under a dispensary license;
- (4) Increase the number of retail dispensing locations that may be allowed under a dispensary license;
- (5) Redefine the term "medical cannabis production center" to include any series of structures located within the same secured perimeter fence-line;
- (6) Require the Department of Health to establish the fee structure for the submission of applications for

additional production centers and retail dispensing locations and for dispensary-to-dispensary sales; and

(7) Amend the Department of Health's duties with respect to the establishment of standards for manufactured cannabis products.

Your Committees received testimony in support of this measure from the Hawai'i Cannabis Industry Association, Green Aloha Ltd., Aloha Green Holdings Inc., Hawaiian Ethos LLC, Maui Grown Therapies, Noa Botanicals, and eight hundred forty-seven individuals. Your Committees received testimony in opposition to this measure from one individual. Your Committees received comments on this measure from the Department of Health, Akamai Cannabis Consulting, and one individual.

Your Committees find that the Medical Cannabis Dispensary System was established to ensure that qualified patients have safe and legal access to medical cannabis. Your Committees additionally find that the Medical Cannabis Dispensary System needs to be updated to increase access to medical cannabis in rural areas, provide the Department of Health with improved administrative control, and increase the supply of medical cannabis in the State. This measure updates the existing Medical Cannabis Dispensary System and requires the Department of Health to establish additional manufacturing and product stability standards for medical cannabis products.

Your Committees have amended this measure by making technical, nonsubstantive amendments for the purposes of clarity and consistency.

As affirmed by the records of votes of the members of your Committees on Health and Commerce and Consumer Protection that are attached to this report, your Committees are in accord with the intent and purpose of H.B. No. 2260, H.D. 1, as amended herein, and recommend that it pass Second Reading in the form attached hereto as H.B. No. 2260, H.D. 1, S.D. 1, and be referred to your Committees on Judiciary and Ways and Means.

Respectfully submitted on behalf of the members of the Committees on Health and Commerce and Consumer Protection,

ROSALYN H. BAKER, Chair

RRETT KEOHOKALOLE, Chair

The Senate Thirty-First Legislature State of Hawai'i

Record of Votes Committee on Health HTH

Bill / Resolution No.:*	Committee Referral:			Date:					
HB 2260, HOI	HMH/CPN, JDC/WAM 3-15-202=								
The Committee is reconsidering its previous decision on this measure.									
If so, then the previous decision was to:									
The Recommendation is:									
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313									
Members		Aye	Aye (WR)	Nay	Excused				
KEOHOKALOLE, Jarrett (C)		V							
BAKER, Rosalyn H. (VC)		V							
MORIWAKI, Sharon Y.		t	V						
SAN BUENAVENTURA, Joy A									
FEVELLA, Kurt			i						
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TOTAL		2	3						
Recommendation: Adopted Not Adopted									
Chair's or Designee's Signature:									
Distribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy									

*Only one measure per Record of Votes

The Senate Thirty-First Legislature State of Hawai'i

Record of Votes Committee on Commerce and Consumer Protection CPN

Bill / Resolution No.:*	Committee Referral: Date:							
HB 2260, HO 1	HTH I CPN, I DC/WAY 03-15-2022							
The Committee is reconsidering its previous decision on this measure.								
If so, then the previous decision was to:								
The Recommendation is:								
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313								
Members		Aye	Aye (WF	R) Nay	Excused			
BAKER, Rosalyn H. (C)		/						
CHANG, Stanley (VC)								
DECOITE, Lynn								
NISHIHARA, Clarence K.		1						
RIVIERE, Gil			V					
SAN BUENAVENTURA, Joy A	١.							
FEVELLA, Kurt			V					
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TOTAL		3	4					
Recommendation: Adopted Not Adopted								
Chair's or Designee's Signature:								
Distribution: Original File with Committee Re	tribution: Original Yellow Pink Goldenrod File with Committee Report Clerk's Office Drafting Agency Committee File Copy							

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