S.R. NO. 214

MAR 1 1 2022

SENATE RESOLUTION

REQUESTING THE AUDITOR TO CONDUCT A STUDY ON THE RELATIONSHIP BETWEEN THE CURRENT PRICES OF AND ACCESS TO MEDICAL CANNABIS AND THE VOLUME OF ILLICIT CANNABIS SALES IN THE STATE.

1 WHEREAS, Act 241, Session Laws of 2015 (Act 241), established a regulated statewide medical cannabis dispensary 2 3 system to ensure that patients have safe and legal access to 4 medical cannabis; and 5 6 WHEREAS, since the passage of Act 241, medical cannabis 7 dispensaries licensed under the State's dispensary law have averaged only a thirty-one percent market share of the State's 8 9 registered medical cannabis patients; and 10 WHEREAS, the remaining sixty-nine percent of registered 11 medical cannabis patients, equating to more than twenty thousand 12 13 patients, purchase medical cannabis from the illicit market or 14 from cannabis grown by themselves or their caregiver; and 15 WHEREAS, from 2018 to 2021, 13,851 people registered as new 16 17 medical marijuana patients, yet only 3,675, or 26.5 percent, of 18 these new registered patients purchase medical cannabis from a licensed dispensary; and 19 20 WHEREAS, this problem could be partially attributable to 21 the lack of access to licensed dispensaries, as the medical 22 23 cannabis dispensary law only allows eight dispensary licenses 24 statewide and each licensee may only have two retail dispensing locations resulting in only sixteen licensed retail dispensing 25 26 locations across the State; and 27 WHEREAS, another contributing factor to the high rate of 28 29 illicit medical cannabis purchases could be the price of medical cannabis from a licensed dispensary as compared to cannabis from 30 the illicit market; and 31 32 33 WHEREAS, the State has an interest in reducing the amount of illicit cannabis sales to ensure that patients have access to 34



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regulated, tested, and safe cannabis products; support the 1 growth of the legal cannabis industry in Hawaii; and raise tax 2 3 revenues gathered from legal activity; now, therefore, 4 BE IT RESOLVED by the Senate of the Thirty-first 5 Legislature of the State of Hawaii, Regular Session of 2022, 6 that the Auditor is requested to conduct a study on the 7 relationship between current prices of and access to medical 8 9 cannabis and the volume of illicit cannabis sales in the State; and 10 11 BE IT FURTHER RESOLVED that the Auditor is requested to 12 submit a report of its findings and recommendations, including 13 any proposed legislation, to the Legislature no later than 14 twenty days prior to the convening of the Regular Session of 15 2023; and 16 17 BE IT FURTHER RESOLVED that certified copies of this 18 Resolution be transmitted to the Auditor and Director of Health. 19 20 21 VA = 22 OFFERED BY

