### A BILL FOR AN ACT

RELATING TO MEDICAL CANNABIS.

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

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#### PART I

2	SECTION 1. The legislature finds that amendments to the					
3	State's medical use of cannabis law and medical cannabis					
4	dispensary program law are necessary to facilitate the					
5	administration of the laws, resolve issues that have arisen					
6	under existing law, and clarify legislative intent.					
7	PART II					
8	SECTION 2. The purpose of this part is to:					
9	(1) Define "waiting room" within a medical cannabis retai					
10	dispensing location and specify who may have access t					
11	the waiting room;					
12	(2) Add or clarify requirements for the medical cannabis					
13	dispensary program related to signage, types of					
14	permitted manufactured cannabis products, standards					
15	for packaging of cannabis and manufactured cannabis					
16	products, supervision of certain personnel who are					
17	onsite at a retail dispensing location or medical					

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1	cannabis production center, annual reporting
2	requirements for the department of health, and the
3	continuing education and training program conducted by
4	the department of health; and
5	(3) Make various housekeeping amendments.
6	SECTION 3. Section 329D-1, Hawaii Revised Statutes, is
7	amended as follows:
8	1. By adding a new definition to be appropriately inserted
9	and to read as follows:
10	""Waiting room" means a designated area at the public
11	entrance of a retail dispensing location that may be accessed by
12	a member of the general public who is waiting for, assisting, or
13	accompanying a qualifying patient, primary caregiver, qualifying
14	out-of-state patient, or caregiver of a qualifying out-of-state
15	patient who enters or remains on the premises of a retail
16	dispensing location for the purpose of a transaction conducted
17	pursuant to sections 329D-6 and 329D-13; provided that the
18	storage, display, and retail sale of cannabis and manufactured
19	cannabis products shall be prohibited within the waiting room
20	area."

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1	2. By amending the definition of "manufactured cannabis						
2	product" to read as follows:						
3	""Manufactured cannabis product" means any capsule,						
4	lozenge, oil or oil extract, tincture, ointment or skin lotion,						
5	pill, transdermal patch, or pre-filled and sealed container used						
6	to aerosolize and deliver cannabis orally[ $_{ au}$ ] or by inhalation,						
7	such as an inhaler [ <del>or</del> ], nebulizer, <u>or device that provides safe</u>						
8	pulmonary administration, that has been manufactured using						
9	cannabis $[\tau]$ ; edible cannabis products; pre-rolled cannabis						
10	flower products; or any other products as specified by the						
11	department pursuant to section 329D-10(a)(11)."						
12	SECTION 4. Section 329D-6, Hawaii Revised Statutes, is						
13	amended as follows:						
14	1. By amending subsection (o) to read:						
15	"(o) A dispensary shall not:						
16	(1) Display cannabis or manufactured cannabis products in						
17	windows or in public view; or						
18	(2) Post any signage other than [ <del>a single sign</del> ] <u>one or two</u>						
19	signs, each no greater than one thousand six hundred						
20	square inches bearing only the business or trade name						
21	in text without any pictures or illustrations;						

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provided that if any applicable law or ordinance					
restricting outdoor signage is more restrictive, that					
law or ordinance shall govern."					
2.	By amending subsection (r) to read:				
"(r)	The department may authorize a dispensary to purchase				
cannabis	and manufactured cannabis products from another				
dispensar	y in a manner prescribed by the department by rules				
adopted p	ursuant to this chapter [ <del>and chapter 91</del> ]; provided				
that:					
(1)	The purchasing dispensary establishes to the				
	department's satisfaction that:				
	(A) The purchase is necessary to ensure that				
	qualifying patients have continuous access to				
	cannabis for medical use; or				
	(B) The cannabis and manufactured cannabis products				
	are for medical, scientific, or other legitimate				
	purposes approved by the State;				
(2)	The selling dispensary may transport no more than				
	eight hundred ounces of cannabis or manufactured				
	cannabis products to the purchasing dispensary within				
	a thirty-day period;				
	"(r) cannabis dispensar adopted p that: (1)				

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1	(3)	The cannabis and manufactured cannabis products are	
2		transported between the dispensaries for medical,	
3		scientific, or other legitimate purposes approved by	
4		the State; and	
5	(4)	Nothing in this subsection shall relieve any	
6		dispensary of its responsibilities and obligations	
7		under this chapter and chapter 329."	
8	SECT	ION 5. Section 329D-10, Hawaii Revised Statutes, is	
9	amended b	y amending subsection (a) to read as follows:	
10	"(a)	The types of medical cannabis products that may be	
11	manufactured and distributed pursuant to this chapter shall be		
12	limited t	o:	
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;	
20	(8)	Pre-filled and sealed containers used to aerosolize	
21		and deliver cannabis orally[ $ au$ ] or by inhalation, such	

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1	as with an inhaler [ <del>or</del> ], nebulizer[;], or device that		
2	provides safe pulmonary administration; provided that		
3	[ <del>containers</del> ] <u>:</u>		
4	(A) Containers need not be manufactured by the		
5	licensed dispensary but shall be filled with		
6	cannabis, cannabis oils, or cannabis extracts		
7	manufactured by the licensed dispensary[ $\div$ ] or as		
8	permitted by section 329D-6(r); but shall not		
9	contain nicotine, tobacco-related products, or		
10	any other non-cannabis derived products; and		
11	[shall be designed to be used with devices used		
12	to provide safe pulmonary administration of		
13	manufactured cannabis products;		
14	<del>(9)</del> <del>Devices</del> ]		
15	(B) For devices that provide safe pulmonary		
16	administration[; provided that]:		
17	[ <del>(A)</del> ] <u>(i)</u> The heating element of the device, if any,		
18	[ <del>is</del> ] <u>shall be</u> made of inert materials such		
19	as glass, ceramic, or stainless steel, and		
20	not of plastic or rubber;		

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1		[ <del>-(B)</del> -] <u>(ii)</u>	The device $[\frac{1}{3}]$ shall be distributed solely
2			for use with single-use, pre-filled, tamper-
3			resistant, sealed containers that do not
4			contain nicotine or other tobacco products;
5		[ <del>(C)</del>	The device is used to aerosolize and deliver
6			cannabis by inhalation, such as an inhaler,
7			medical-grade nebulizer, or other similar
8			medical grade volitization device;
9		- <del>(Ð)</del> ] <u>(ἰἰἱ)</u>	There [ <del>is</del> ] <u>shall be</u> a temperature control on
10			the device that is regulated to prevent the
11			combustion of cannabis oil; and
12		[ <del>(E)</del> ] <u>(iv)</u>	The device need not be manufactured by the
13			licensed dispensary;
14	(9)	Pre-rolled	d cannabis flower products, as specified by
15		the depart	tment;
16	(10)	[ <del>Other pro</del>	oducts, including edible] Edible cannabis
17		products,	as specified by the department; and
18	(11)	Other proc	ducts as specified by the department."
19	SECT	ION 6. Sec	ction 329D-11, Hawaii Revised Statutes, is
20	amended by	y amending	subsection (a) to read as follows:

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1	"(a)	The department shall establish standards regarding					
2	the advertising and packaging of cannabis and manufactured						
3	cannabis	cannabis products; provided that the standards, at a minimum,					
4	shall req	uire the use of packaging that:					
5	(1)	Is child-resistant and opaque so that the product					
6		cannot be seen from outside the packaging;					
7	(2)	Uses only [ <del>black</del> ] lettering <u>in colors approved by the</u>					
8		department on a white background with no pictures or					
9		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 case of a manufactured cannabis product,	
2	includes a:		
3		(A) Listing of the equivalent physical weight of the	
4		cannabis used to manufacture the amount of the	
5		product that is within the packaging, pursuant to	
6		<pre>section 329D-9(c);</pre>	
7		(B) Clearly labeled warning stating that the product:	
8		(i) Is a medication that contains cannabis, and	
9		is not a food; and	
10		(ii) Should be kept away from children; and	
11		(C) Date of manufacture."	
12	SECT	ION 7. Section 329D-12, Hawaii Revised Statutes, is	
13	amended by	y amending subsection (a) to read as follows:	
14	"(a)	The following shall be subject to background checks	
15	conducted	by the department or its designee, including but not	
16	limited to	o criminal history record checks in accordance with	
17	section 84	16-2.7:	
18	(1)	Each applicant and licensee for a medical cannabis	
19		dispensary license, including the individual applicant	
20		and all officers, directors, members of a limited	
21		liability corporation; shareholders with at least	

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1	twenty-five per cent or more ownership interest in a			
2	2 corporation; and managers of an entity applicant;			
3	(2) Each employee of a medical cannabis dispensary;			
4	(3)	Each employee of a subcontracted production center or		
5		retail dispensing location;		
6	(4)	All officers, directors, members of a limited		
7		liability corporation; and shareholders with at least		
8		twenty-five per cent or more ownership interest in a		
9		corporate owner of a subcontracted production center		
10		or retail dispensing location; and		
11	(5)	Any person permitted to enter and remain in a		
12		[dispensary facility] retail dispensing location or		
13	production center pursuant to section 329D-15(a)(4) or			
14		329D-16(a)(3).		
15	The perso	n undergoing the background check shall provide written		
16	consent a	nd all applicable processing fees to the department or		
17	its desig	nee to conduct the background checks."		
18	SECT	ION 8. Section 329D-15, Hawaii Revised Statutes, is		
19	amended b	y amending subsections (a) and (b) to read as follows:		

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1	"(a)	No person shall intentionally or knowingly enter or			
2	remain upon the premises of a medical cannabis retail dispensing				
3	location	unless the individual is:			
4	(1)	An individual licensee or registered employee of the			
5		dispensary;			
6	(2)	A qualifying patient, primary caregiver, qualifying			
7		out-of-state patient, or caregiver of a qualifying			
8		out-of-state patient;			
9	(3)	A government employee or official acting in the			
10		person's official capacity; or			
11	(4)	Previously included on a current department-approved			
12		list provided to the department by the licensee of			
13		those persons who are allowed into that [ <del>dispensary's</del>			
14		facilities] retail dispensing location for a specific			
15		purpose for that dispensary, including but not limited			
16		to construction, maintenance, repairs, legal counsel,			
17		providers of paratransit or other assistive services			
18		required by a qualifying patient to access a retail			
19		[dispensary] dispensing location, or investors;			
20		provided that:			

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1	(A)	The person has been individually approved by the
2		department to be included on the list;
3	(B)	The person is at least twenty-one years of age,
4		as verified by a valid government issued
5		identification card;
6	(C)	The department has confirmed that the person has
7		no felony convictions;
8	(D)	The person is escorted by an individual licensee
9		or registered employee of the dispensary at all
10		times while in the [ <del>dispensary facility;</del> ] <u>retail</u>
11		dispensing location; provided that construction
12		and maintenance personnel who are not normally
13		engaged in the business of cultivating,
14		processing, or selling medical cannabis need not
15		be accompanied on a full-time basis, but shall be
16		reasonably monitored by an individual licensee or
17		registered employee of the retail dispensing
18		location while in areas not containing any
19		cannabis or manufactured cannabis products;
20	(E)	The person is only permitted within those
21		portions of the [ <del>dispensary facility</del> ] <u>retail</u>

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1		dispensing location as necessary to fulfill the
2		person's purpose for entering;
3	(F)	The person is only permitted within the
4		[dispensary facility] retail dispensing location
5		during the times and for the duration necessary
6		to fulfill the person's purpose for entering;
7	(G)	The dispensary shall keep an accurate record of
8		each person's first and last name, date and times
9		upon entering and exiting the [ <del>dispensary</del>
10		facility,] retail dispensing location, purpose
11		for entering, and the identity of the escort; and
12	(H)	The approved list shall be effective for one year
13		from the date of the department approval.
14	(b) No ii	ndividual licensee or registered employee of a
15	medical cannab	is dispensary with control over or responsibility
16	for a retail d	ispensing location shall intentionally or
17	knowingly allow	w another to enter or remain upon the premises of
18	the retail disp	pensing location, unless the other is permitted to
19	enter and rema	in as specified in subsection (a) $[-,]$ , except in an
20	emergency situa	ation to repair infrastructure at a retail
21	dispensing loca	ation by a person not on the department-approved



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1	list; pro	vided that the repair worker shall be escorted at all
2	times, an	d the licensee shall notify the department of the use
3	of this i	ndividual immediately."
4	SECT	ION 9. Section 329D-16, Hawaii Revised Statutes, is
5	amended t	o read as follows:
6	"[+]	<pre>§329D-16[+] Criminal offense; unauthorized access to</pre>
7	productio	<b>n centers.</b> (a) No person shall intentionally or
8	knowingly	enter or remain upon the premises of a medical
9	cannabis ;	production center unless the person is:
10	(1)	An individual licensee or registered employee of the
11		production center;
12	(2)	A government employee or official acting in the
13		person's official capacity; or
14	(3)	Previously included on a current department-approved
15		list provided to the department by the licensee of
16		those persons who are allowed into that [ <del>dispensary's</del>
17		facilities] production center for a specific purpose
18		for that [dispensary,] production center, including
19		but not limited to construction, maintenance, repairs,
20		legal counsel, or investors; provided that:

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1	(A)	The person has been individually approved by the
2		department to be included on the list;
3	(B)	The person is at least twenty-one years of age,
4		as verified by a valid government issued
5		identification card;
6	(C)	The department has confirmed that the person has
7		no felony convictions;
8	(D)	The person is escorted by an individual licensee
9		or registered employee of the [ <del>dispensary</del> ]
10		production center at all times while in the
11		[dispensary facility;] production center;
12		provided that construction and maintenance
13		personnel not normally engaged in the business of
14		cultivating, processing, or selling medical
15		cannabis need not be accompanied on a full-time
16		basis, but only reasonably monitored by an
17		individual licensee or registered employee of the
18		production center while in areas not containing
19		any cannabis or manufactured cannabis products;
20	(E)	The person is only permitted within those
21		portions of the [dispensary facility] production



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1		center as necessary to fulfill the person's
2		purpose for entering;
3	(F)	The person is only permitted within the
4		[dispensary facility] production center during
5		the times and for the duration necessary to
6		fulfill the person's purpose for entering;
7	(G)	The [ <del>dispensary</del> ] <u>production center</u> shall keep an
8		accurate record of each person's identity, date
9		and times upon entering and exiting the
10		[dispensary facility,] production center, purpose
11		for entering, and the identity of the escort; and
12	(H)	The approved list shall be effective for one year
13		from the date of department approval.
14	(b) No in	ndividual licensee or registered employee of a
15	medical cannab	is dispensary with control over or responsibility
16	for a productio	on center shall intentionally or knowingly allow
17	another to ente	er or remain upon the premises of the production
18	center, unless	the other is permitted to enter and remain as
19	specified in st	ubsection (a) $[-]$ , except in an emergency situation
20	to repair infra	astructure at a production center by a person not
21	on the departme	ent-approved list; provided that the repair worker

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1	shall be escorted at all times, and the licensee shall notify		
2	the department of the use of this individual immediately.		
3	(c) Unauthorized access to a production center is a class		
4	C felony."		
5	SECTION 10. Section 329D-23, Hawaii Revised Statutes, is		
6	amended by amending subsection (b) to read as follows:		
7	"(b) The department shall report annually to the governor		
8	and the legislature on the establishment and regulation of		
9	medical cannabis production centers and dispensaries [including		
10	but not limited to the number and location of production centers		
11	and dispensaries licensed, the total licensing fees collected,		
12	the total amount of taxes collected from production centers and		
13	dispensaries, and any licensing violations determined by the		
14	department]. The report shall include, at minimum:		
15	(1) Three consistent key performance indicators to measure		
16	program performance, as initially created and defined		
17	by the department;		
18	(2) The number and location of dispensaries licensed;		
19	(3) The total licensing fees collected and the total		
20	amount of taxes collected from dispensaries;		

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1	(4) The number of inspections conducted, licensing
2	violations determined by the department, and fines
3	collected from violations, by category; and
4	(5) The description and number of education activities
5	undertaken pursuant to section 329D-26."
6	SECTION 11. Section 329D-26, Hawaii Revised Statutes, is
7	amended by amending subsection (a) to read as follows:
8	"(a) The department shall conduct a continuing education
9	and training program to explain and clarify the purposes and
10	requirements of this chapter or to provide substance abuse
11	prevention and education. The program shall target community
12	partner agencies, physicians and other health care providers,
13	patients and caregivers, law enforcement agencies, law and
14	policy makers, and the general public. The program shall
15	include, at minimum, education and outreach regarding:
16	(1) The updated, publicly-available list of medical
17	cannabis dispensaries, physicians, and other health
18	care providers participating in the program under this
19	chapter;
20	(2) Lawful activities, unlawful activities, and applicable
21	penalties for a medical cannabis dispensary,

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1		qualifying patient, primary caregiver, qualifying
2		out-of-state patient, caregiver of a qualifying
3		out-of-state patient, and other entity performing
4		related activities; and
5	(3)	The methods and associated requirements for a medical
6		cannabis dispensary, qualifying patient, primary
7		caregiver, or other entity to produce cannabis and
8		manufactured cannabis products, as applicable."
9		PART III
10	SECT	ION 12. The purpose of this part is to:
11	(1)	Establish a medical cannabis cultivation site registry
12		and impose fees on the owners and operators of medical
13		cannabis cultivation sites;
14	(2)	Amend the use of and sources of funding for the
15		medical cannabis registry and regulation special fund
16		by:
17		(A) Authorizing the office of medical cannabis
18		control and regulation to make expenditures from
19		the fund for certain purposes;
20		(B) Authorizing the use of the fund for expenditures
21		relating to the establishment and regulation of

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1		the medical cannabis cultivation site registry,
2		the regulation of medical cannabis collectives
3		and cooperatives, and the regulation of medical
4		cannabis dispensaries;
5		(C) Authorizing the deposit of fees from the medical
6		cannabis cultivation site registry to be
7		deposited into the fund; and
8		(D) Deleting the medical cannabis registry program
9		sub-account and medical cannabis dispensary
10		program sub-account;
11	(3)	Prohibit the cultivation, production, manufacture,
12		possession, distribution, handling, or dispensation of
13		medical cannabis except by qualifying patients,
14		qualifying out-of-state patients, their authorized
15		primary caregivers, or medical cannabis dispensaries;
16	(4)	Restrict the number of qualifying patients who may use
17		a grow site to twenty, unless an exemption is obtained
18		from the department of health; and
19	(5)	Prohibit the use or receipt of cannabis as
20		compensation for acting as a primary caregiver to a
21		qualifying patient.

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1	SECTION 13. Chapter 329, Hawaii Revised Statutes, is
2	amended by adding a new section to part IX to be appropriately
3	designated and to read as follows:
4	" <u>§329-A</u> Medical cannabis cultivation site registry; fees;
5	<b>penalties.</b> (a) All persons owning or operating a medical
6	cannabis cultivation site shall register with the department of
7	health. The department of health shall issue each owner or
8	operator of a medical cannabis cultivation site a registration
9	certificate, which shall be valid for twelve months from the
10	date of approval, and shall charge a fee for the certificate.
11	The registration shall be effective until the expiration of the
12	certificate issued by the department of health.
13	(b) In registering with the department of health, each
14	owner or operator shall provide in a form designated by the
15	department the following information:
16	(1) The name of the owner or operator of the medical
17	cannabis cultivation site;
18	(2) The physical location of the medical cannabis
19	cultivation site; and

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1	(3) The name of each qualifying patient or primary
2	caregiver cultivating cannabis for medical use at the
3	medical cannabis cultivation site.
4	(c) The department of health shall adopt rules pursuant to
5	chapter 91 for the purposes of this section.
6	(d) For the purposes of this section, "medical cannabis
7	cultivation site" means a location where cannabis is grown for
8	medical use by a qualifying patient or primary caregiver and is
9	not the residence of the qualifying patient or the primary
10	caregiver."
11	SECTION 14. Section 321-30.1, Hawaii Revised Statutes, is
12	amended to read as follows:
13	"§321-30.1 Medical cannabis registry and regulation
14	special fund; established. (a) There is established within the
15	state treasury the medical cannabis registry and regulation
16	special fund. The fund shall be [expended at the discretion of
17	the director of health] used for the following purposes:
18	(1) To establish and regulate a system of medical cannabis
19	dispensaries in the State;

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1	(2)	To offset the cost of the processing and issuance of
2		patient registry identification certificates and
3		primary caregiver registration certificates;
4	(3)	To fund positions and operating costs authorized by
5		the legislature;
6	(4)	To establish and manage a secure and confidential
7		database;
8	(5)	To fund public education as required by section 329D-
9		26;
10	(6)	To fund substance abuse prevention and education
11		programs; [and]
12	(7)	To regulate medical cannabis collectives and
13		<pre>cooperatives;</pre>
14	(8)	To establish and regulate a medical cannabis
15		cultivation site registry; and
16	[ <del>(7)</del> ]	(9) For any other expenditure necessary, consistent
17		with this chapter and [chapter] chapters 329 and 329D,
18		to implement medical cannabis registry and regulation
19		programs.



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1	For the purposes of this subsection, "medical cannabis
2	cultivation site" shall have the same meaning as defined in
3	section 329-A.
4	(b) The fund shall be expended at the discretion of the
5	director of health; provided that the office of medical cannabis
6	control and regulation shall have discretion to expend the fund
7	for the purposes of subsection (a)(1), (7), and (8).
8	[ <del>(b)</del> ] <u>(c)</u> The fund shall consist of all moneys derived
9	from fees collected pursuant to subsection $[-(c)]$ (d) and
10	[section] sections 329-A and 329D-4. [There is established
11	within the medical cannabis registry and regulation special
12	fund:
13	-(1) A medical cannabis registry program sub-account, into
14	which shall be deposited all fees collected pursuant
15	to subsection (c); and
16	(2) A medical cannabis dispensary program sub-account,
17	into which shall be deposited all fees collected
18	pursuant to section 329D-4.
19	(c)] (d) The department, upon completion of the transfer
20	of the medical use of cannabis program, shall charge a medical
21	cannabis registration fee to each qualifying patient, other than

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a qualifying out-of-state patient, of no more than \$35 per 1 2 year." 3 SECTION 15. Section 329-41, Hawaii Revised Statutes, is 4 amended by amending subsection (a) to read as follows: 5 "(a) It is unlawful for any person: 6 (1)Who is subject to part III to distribute, administer, 7 prescribe, or dispense a controlled substance in 8 violation of section 329-38 or rules authorized under 9 section 329-31; however, a licensed manufacturer or 10 wholesaler may sell or dispense a controlled substance 11 to a master of a transpacific ship or a person in 12 charge of a transpacific aircraft upon which no 13 physician is regularly employed, for the actual 14 medical needs of persons on board such ship or 15 aircraft when not in port; provided schedule I or II 16 controlled substances shall be sold to the master of 17 such ship or person in charge of such aircraft only in 18 accordance with the provisions set forth in title 21 19 Code of Federal Regulations  $[\tau]$  sections 1301, 1305, 20 and 1307, adopted pursuant to [Title] title  $21[_{T}]$ 21 United States Code [7] section 821;

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1	(2)	Who is a registrant to manufacture a controlled
2		substance not authorized by the registrant's
3		registration or to distribute or dispense a controlled
4		substance not authorized by the registrant's
5		registration to another registrant or another
6		authorized person;
7	(3)	To refuse or fail to make available, keep, or furnish
8		any record, notification, order form, prescription,
9		statement, invoice, or information in patient charts
10		relating to the administration, dispensing, or
11		prescribing of controlled substances;
12	(4)	To refuse any lawful entry into any premises for any
13		inspection authorized by this chapter;
14	(5)	Knowingly to keep or maintain any store, shop,
15		warehouse, dwelling, building, vehicle, boat,
16		aircraft, or other structure or place for the purpose
17		of using these substances or which is used for keeping
18		or selling them in violation of this chapter or
19		chapter 712, part IV;
20	(6)	Who is a practitioner or pharmacist to dispense a
21		controlled substance to any individual not known to

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1 the practitioner or pharmacist, except under the 2 following circumstances: 3 (A) When dispensing a controlled substance directly 4 to an individual, the practitioner or pharmacist 5 shall first obtain and document, in a log book or an electronic database, the full name, 6 7 identification number, identification type, and 8 signature, whether by actual signature or by 9 electronic signature capture device, of the 10 individual obtaining the controlled substance. 11 If the individual does not have any form of 12 proper identification, the pharmacist shall 13 verify the validity of the prescription and 14 identity of the patient with the prescriber, or 15 their authorized agent, before dispensing the 16 controlled substance; and 17 (B) For mail order prescriptions, the practitioner or 18 pharmacist shall not be subject to subparagraph 19 (A); provided that all other requirements of 20 chapter 329 shall apply and that the practitioner 21 or pharmacist, as part of the initial

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1		registration process of an individual in a mail
2		order prescription drug plan and prior to the
3		controlled substance being dispensed, shall
4		obtain all identification information, including
5		the full name, identification number,
6		identification type, signature, and a photocopy
7		of a form of proper identification of the
8		individual obtaining the controlled substance.
9		The practitioner or pharmacist shall also comply
10		with other requirements set forth by rule.
11		For the purpose of this section, "proper
12		identification" means government-issued identification
13		containing the photograph, printed name,
14		identification number, and signature of the individual
15		obtaining the controlled substance;
16	(7)	Who is a practitioner to predate or pre-sign
17		prescriptions to facilitate the obtaining or attempted
18		obtaining of controlled substances; [ <del>or</del> ]
19	(8)	Who is a practitioner to facilitate the issuance or
20		distribution of a written prescription or to issue an

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1	oral prescription for a controlled substance when not		
2	physically in the State $[-;]$ or		
3	(9) To cultivate, produce, manufacture, distribute, or		
4	dispense cannabis for medical use if the person is not		
5	authorized pursuant to chapter 329, part IX, or		
6	chapter 329D."		
7	SECTION 16. Section 329-121, Hawaii Revised Statutes, is		
8	amended by amending the definition of "medical use" to read as		
9	follows:		
10	""Medical use" means the acquisition, possession,		
11	cultivation, use, distribution, or transportation of cannabis or		
12	paraphernalia relating to the administration of cannabis to		
13	alleviate the symptoms or effects of a qualifying patient's		
14	debilitating medical condition; provided that "medical use" does		
15	not include the cultivation or distribution of cannabis or		
16	paraphernalia by a qualifying out-of-state patient or the		
17	caregiver of a qualifying out-of-state patient. For the		
18	purposes of "medical use", the term "distribution" is limited to		
19	the transfer of cannabis and paraphernalia[ $\pm$ ] from the		
20	qualifying patient's registered primary caregiver to the		
21	qualifying patient."		

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1	SECT	ION 1	7. Section 329-122, Hawaii Revised Statutes, is
2	amended b	y ame	ending subsection (e) to read as follows:
3	"(e)	The	e authorization for the medical use of cannabis in
4	this sect	ion s	shall not apply to:
5	(1)	The	medical use of cannabis that endangers the health
6		or w	vell-being of another person;
7	(2)	The	medical use of cannabis:
8		(A)	In a school bus, public bus, or any moving
9			vehicle;
10		(B)	In the workplace of one's employment;
11		(C)	On any school grounds;
12		(D)	At any public park, public beach, public
13			recreation center, recreation or youth center; or
14		(E)	At any other place open to the public; provided
15			that a qualifying patient, primary caregiver,
16			qualifying out-of-state patient, caregiver of a
17			qualifying out-of-state patient, or an owner or
18			employee of a medical cannabis dispensary
19			licensed under chapter 329D shall not be
20			prohibited from transporting cannabis or any
21			manufactured cannabis product, as that term is

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1		defined in section 329D-1, in any public place;
2		provided further that the cannabis or
3		manufactured cannabis product shall be
4		transported in a sealed container, not be visible
5		to the public, and shall not be removed from its
6		sealed container or consumed or used in any way
7		while it is in the public place; [and]
8	(3)	The use of cannabis by a qualifying patient, parent,
9		primary caregiver, qualifying out-of-state patient, or
10		caregiver of a qualifying out-of-state patient, for
11		purposes other than medical use permitted by this
12		<pre>part[-]; and</pre>
13	(4)	The cultivation, handling, or possession of a
14		qualifying patient's cannabis for medical use, unless
15		the person is the qualifying patient or the qualifying
16		patient's registered primary caregiver."
17	SECT	ION 18. Section 329-123, Hawaii Revised Statutes, is
18	amended a	s follows:
19	1.	By amending subsection (a) to read:
20	"(a)	Physicians or advanced practice registered nurses who
21	issue wri	tten certifications shall provide, in each written

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certification, the name, address, patient identification number, 1 2 and other identifying information of the qualifying patient. 3 The department of health shall require, in rules adopted pursuant to chapter 91, that all written certifications comply 4 5 with a designated form completed by or on behalf of a qualifying 6 patient. The form shall require information from the applicant, 7 primary caregiver, and physician or advanced practice registered 8 nurse as specifically required or permitted by this chapter. 9 The form shall require the address of the location where the 10 cannabis is grown and shall appear on the registry card issued 11 by the department of health. No more than twenty qualifying 12 patients may use any particular location to cultivate cannabis; 13 provided that this limitation shall not apply to qualifying 14 patients who obtain a written exemption from the department of 15 health. The certifying physician or advanced practice 16 registered nurse shall be required to have a bona fide 17 physician-patient relationship or bona fide advanced practice 18 registered nurse-patient relationship, as applicable, with the 19 qualifying patient. All current active medical cannabis permits 20 shall be honored through their expiration date." 21

2. By amending subsection (c) to read:

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1 "(c) Primary caregivers shall register with the department 2 of health. Every primary caregiver shall be responsible for the 3 care of only one qualifying patient at any given time, unless 4 the primary caregiver is the parent, guardian, or person having 5 legal custody of more than one minor qualifying patient, in 6 which case the primary caregiver may be responsible for the care 7 of more than one minor qualifying patient at any given time; 8 provided that the primary caregiver is the parent, guardian, or 9 person having legal custody of all of the primary caregiver's 10 qualifying patients. The department of health may permit 11 registration of up to two primary caregivers for a minor 12 qualifying patient; provided that both primary caregivers are 13 the parent, guardian, or person having legal custody of the 14 minor qualifying patient. A primary caregiver shall not use a 15 qualifying patient's cannabis, nor shall the primary caregiver 16 accept a qualifying patient's cannabis as compensation for the 17 primary caregiver's services."

18 SECTION 19. Section 329-125, Hawaii Revised Statutes, is 19 amended by amending subsection (b) to read as follows: 20 "(b) Any qualifying patient, primary caregiver, qualifying

out-of-state patient, or caregiver of a qualifying out-of-state

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1	patient not complying with the permitted scope of the medical	
2	use of cannabis shall not be afforded the protections against	
3	searches and seizures pertaining to the misapplication of the	
4	medical use of cannabis. To the extent the department is	
5	authorized by this chapter, the department may conduct	
6	inspections of grow sites to verify a person's compliance with	
7	this chapter."	
8	SECTION 20. Section 329-130, Hawaii Revised Statutes, is	
9	amended by amending subsection (a) to read as follows:	
10	"(a) After December 31, 2024, a qualifying patient shall	
11	obtain medical cannabis or manufactured cannabis products only:	
12	(1) From a dispensary licensed pursuant to chapter 329D;	
13	provided that the cannabis shall be purchased and paid	
14	for at the time of purchase; or	
15	(2) By cultivating cannabis in an amount that does not	
16	exceed an adequate supply for the qualifying patient,	
17	pursuant to section 329-122; provided that each	
18	location used to cultivate cannabis shall be used by	
19	no more than [five] twenty qualifying patients.	
20	After December 31, 2024, no primary caregiver shall be	
21	authorized to cultivate cannabis for any qualifying patient."	

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1		PART IV	
2	SECT	ION 21. The purpose of this part is to establish	
3	annual re	porting requirements for the department of health	
4	regarding	the medical cannabis patient registry program.	
5	SECTION 22. Chapter 329, Hawaii Revised Statutes, is		
6	amended b	y adding a new section to part IX to be appropriately	
7	designate	d and to read as follows:	
8	" <u>§</u> 32	9-B Medical use of cannabis; reports. The department	
9	shall rep	ort annually to the governor and the legislature on the	
10	medical u	se of cannabis. Each report, at minimum, shall	
11	include:		
12	(1)	Three consistent key performance indicators to measure	
13		program performance, as initially created and defined	
14		by the department;	
15	(2)	The number of new, renewed, and expired and not	
16		renewed registrations of qualifying patients, primary	
17		caregivers, qualifying out-of-state patients, and	
18		caregivers of qualifying out-of-state patients;	
19	(3)	The amount of fees collected from new and renewed	
20		registrations;	

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1	(4)	The number of physicians or advanced practice
2		registered nurses issuing medical cannabis
3		certifications, and the number of certifications
4		issued by each of the ten physicians or advanced
5		practice registered nurses who issue the highest
6		number of certifications;
7	(5)	The number of locations on each island where more than
8		five qualifying patients register the same or
9		contiguous location or locations for cultivating
10		cannabis, and the number of qualifying patients
11		registered at each of the ten most frequently used
12		same or contiguous locations used to cultivate
13		cannabis;
14	(6)	The number of inspections conducted and number of
15		violations found by the department; and
16	(7)	The description and number of education activities
17		undertaken by the full-time staff member per
18		section 329D-26 and the total expense of those
19		education activities."
20		PART V

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1 SECTION 23. The purpose of this part is to require the 2 department of business, economic development, and tourism to 3 submit a report to the legislature analyzing aggregated de-4 identified information regarding the medical cannabis patient 5 registry program and medical cannabis dispensary program. 6 SECTION 24. Pursuant to section 201-13.9, Hawaii Revised 7 Statutes, the department of business economic development and 8 tourism shall submit to the legislature, no later than twenty 9 days prior to the convening of the regular session of 2024, a 10 report that provides an analysis of aggregated de-identified 11 information regarding the medical cannabis registry and 12 dispensary programs established pursuant to chapters 329 and 13 329D, Hawaii Revised Statutes. 14 PART VI 15 SECTION 25. In codifying the new sections added by 16 sections 13 and 22 of this Act, the revisor of statutes shall substitute appropriate section numbers for the letters used in 17

18 designating the new sections in this Act.

19 SECTION 26. This Act does not affect rights and duties 20 that matured, penalties that were incurred, and proceedings that 21 were begun before its effective date.

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SECTION 27. Statutory material to be repealed is bracketed
and stricken. New statutory material is underscored.
SECTION 28. This Act shall take effect on June 30, 3000.



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#### Report Title:

Medical Cannabis Dispensary System; Waiting Rooms; Signage; Medical Cannabis; Cultivation Sites; Registry; Caregivers; Reporting Requirements; Violations

#### Description:

Defines "waiting room" within a medical cannabis retail dispensing location and clarifies public access to the waiting room. Adds or clarifies requirements for the dispensary program related to signage, permitted types of manufactured cannabis products, supervision of certain personnel while onsite at retail dispensing locations or medical cannabis production centers, annual reporting requirements for DOH, and DOH's education and training program. Clarifies penalties for violations. Establishes the medical cannabis cultivation site registry and imposes fees. Amends the uses of the medical cannabis registry and regulation special fund. Prohibits the cultivation, production, manufacture, possession, distribution, handling, or dispensation of medical cannabis except by specific persons or entities. Restricts the number of qualifying patients who may use a grow site to twenty, unless an exemption is obtained from DOH. Prohibits the use or receipt of cannabis as compensation for acting as a primary caregiver to a qualifying patient. Establishes annual reporting requirements for DOH regarding the medical cannabis patient registry program. Requires a report from DBEDT. Makes various housekeeping amendments. Effective 6/30/3000. (HD2)

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

