## A BILL FOR AN ACT

RELATING TO CANNABIS FOR MEDICAL USE.

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

1	PART I
2	SECTION 1. The legislature finds that any reciprocity
3	process for out-of-state medical cannabis patients must meet
4	specific criteria that uphold 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

- 1 of cannabis is valid for only one year from the time of signing.
- 2 However, many of the debilitating medical conditions that
- 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.
- Accordingly, the purpose of this part is to:
- 15 (1) Establish a reciprocity process for medical cannabis
- patients, which requires the department of health to
- register qualifying out-of-state patients and
- 18 caregivers of qualifying out-of-state patients under
- 19 certain conditions;

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

1	(a) Notwithstanding section 329-123, a qualifying out-of-state
2	patient and a caregiver of a qualifying out-of-state patient
3	shall register with the department of health as established by
4	rule. The registration shall be effective for no more than
5	sixty days and may be renewed for no more than one additional
6	sixty-day period that begins no later than twelve months after
7	the preceding registration date; provided that the department
8	shall not register any qualifying out-of-state patient for a
9	period that exceeds the term of validity of the qualifying out-
10	of-state patient's authority to use medical cannabis in the
11	qualifying out-of-state patient's home jurisdiction.
12	(b) A qualifying out-of-state patient aged eighteen or
13	older, at a minimum, shall meet the following criteria for
14	registration:
15	(1) Provide a valid government-issued medical cannabis
16	card issued to the qualifying out-of-state patient by
17	another state, United States territory, or the
18	District of Columbia; provided that the medical
19	cannabis card has an expiration date and has not
20	expired;

1	(2)	Provide a valid photographic identification card or
2		driver's license issued to the qualifying out-of-state
3		patient by the same jurisdiction that issued the
4		medical cannabis card; and
5	(3)	Have a debilitating medical condition, as defined in
6	,	section 329-121.
7	(c)	A qualifying out-of-state patient under eighteen years
8	of age may	y be registered pursuant to this section only if the
9	caregiver	of the qualifying out-of-state patient, at a minimum,
10	meets the	requirements of subsection (b) and consents in writing
11	to:	
12	(1)	Allow the qualifying out-of-state patient's medical
13		use of cannabis;
14	(2)	Undertake the responsibility for managing the well-
15		being of the qualifying out-of-state patient who is
16		under eighteen years of age, with respect to the
17		medical use of cannabis; and
18	(3)	Control the acquisition of the cannabis, the dosage,
19		and the frequency of the medical use of cannabis by
20		the qualifying out-of-state patient who is under
21		eighteen years of age.

Ţ	(d) In the case of any quarifying out-of-state patient who
2	is under eighteen years of age, the department shall register
3	the qualifying out-of-state patient and the caregiver of the
4	qualifying out-of-state patient.
5	(e) Each qualifying out-of-state patient shall pay a fee
6	of \$45 for each registration and renewal.
7	(f) Upon inquiry by a law enforcement agency, the
8	department of health shall immediately verify whether the
9	subject of the inquiry has registered with the department of
10	health and may provide reasonable access to the registry
11	information for official law enforcement purposes. The inquiry
12	under this subsection may be made twenty-four hours a day, seven
13	days a week.
14	(g) The department of health may temporarily suspend the
15	registration of a qualifying out-of-state patient or a
16	registered caregiver of a qualifying out-of-state patient for a
17	period of up to thirty days if the department of health
18	determines that the registration process for qualifying patients
19	or primary caregivers is being adversely affected or the supply
<ul><li>20</li><li>21</li></ul>	of cannabis for medical use available in licensed dispensaries is insufficient to serve qualifying patients and qualifying out-
# J.	To thought to betwee quartifying pacteness and quartifying out-

1	of-state patients. A temporary suspension may be extended by
2	thirty-day periods until the department of health determines
3	that:
4	(1) Adequate capacity exists to register qualifying out-
5	of-state patients and caregivers of qualifying out-of-
6	state patients in addition to qualifying patients and
7	primary caregivers; and
8	(2) The licensed dispensaries are able to meet the demands
9	of qualifying patients."
10	SECTION 3. Section 321-30.1, Hawaii Revised Statutes, is
11	amended by amending subsection (c) to read as follows:
12	"(c) The department, upon completion of the transfer of
13	the medical use of cannabis program, shall charge a medical
14	cannabis registration fee to <u>each</u> qualifying [patients] patient,
15	other than a qualifying out-of-state patient, of no more than
16	\$35[-] <u>per year.</u> "
17	SECTION 4. Section 329-121, Hawaii Revised Statutes, is
18	amended as follows:
19	1. By adding two new definitions to be appropriately
20	inserted and to read:

- 1 "\_"Caregiver of a qualifying out-of-state patient" means a
- 2 parent, guardian, or person having legal custody of a qualifying
- 3 out-of-state patient who is under the age of eighteen years.
- 4 "Qualifying out-of-state patient" or "registered qualifying
- 5 out-of-state patient" means a person who is registered for the
- 6 medical use of cannabis in another state, a United States
- 7 territory, or the District of Columbia."
- 8 2. By amending the definition of "medical use" to read:
- 9 ""Medical use" means the acquisition, possession,
- 10 cultivation, use, distribution, or transportation of cannabis or
- 11 paraphernalia relating to the administration of cannabis to
- 12 alleviate the symptoms or effects of a qualifying patient's
- debilitating medical condition[-]; provided that "medical use"
- 14 does not include the cultivation, distribution, or
- 15 transportation of cannabis or paraphernalia by a qualifying out-
- 16 of-state patient or the caregiver of a qualifying out-of-state
- 17 patient. For the purposes of "medical use", the term
- 18 [distribution] "distribution" is limited to the transfer of
- 19 cannabis and paraphernalia."
- 20 3. By amending the definition of "written certification"
- 21 to read:

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

cannabis by a qualifying patient shall be permitted only if:

21

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

1	(2)	A pa	rent, guardian, or person having legal custody
2		cons	ents in writing to:
3		(A)	Allow the qualifying patient's medical use of
4			cannabis;
5		(B)	Serve as the qualifying patient's primary
6			caregiver; and
7		(C)	Control the acquisition of the cannabis, the
8			dosage, and the frequency of the medical use of
9			cannabis by the qualifying patient.
10	<u>(C)</u>	Notw	ithstanding any law to the contrary, the medical
11	use of ca	nnabi	s within the State by a qualifying out-of-state
12	patient a	ged e	ighteen years or older legally authorized to use
13	cannabis	for m	edical purposes in another state, a United States
14	territory	, or	the District of Columbia shall be permitted only
15	if the qu	alify	ing out-of-state patient:
16	(1)	Prov	ides to the department of health a valid medical
17		use	of cannabis card with an explicit expiration date
18		that	has not yet passed from the issuing jurisdiction
19		and	a valid photographic identification card or
20		driv	er's license issued by the same jurisdiction;

1	(2)	Attests under penalty of law pursuant to section
2		710-1063 that the condition for which the qualifying
3		out-of-state patient is legally authorized to use
4		cannabis for medical purposes is a debilitating
5		medical condition as defined in section 329-121;
6	(3)	Provides consent for the department of health to
7		obtain information from the qualifying out-of-state
8		patient's certifying medical provider and from the
9		entity that issued the medical cannabis card for the
10		purpose of allowing the department of health to verify
11		the information provided in the registration process;
12	(4)	Pays the required fee for out-of-state registration to
13		use cannabis for medical purposes;
14	(5)	Registers with the department of health pursuant to
15		section 329- to use cannabis for medical purposes;
16	(6)	Receives a medical cannabis registry card from the
17		department of health; and
18	(7)	Abides by all laws relating to the medical use of
19		cannabis, including not possessing an amount of
20		cannabis that exceeds an adequate supply.

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1	<u>(d)</u>	Notw	ithstanding any law to the contrary, the medical		
2	use of ca	annabis by a qualifying out-of-state patient under			
3	eighteen	years	of age shall only be permitted if:		
4	(1)	The	caregiver of the qualifying out-of-state patient		
5		prov	ides the information required pursuant to		
6		subs	ection (c); and		
7	(2)	The	caregiver of the qualifying out-of-state patient		
8		cons	ents in writing to:		
9		(A)	Allow the qualifying out-of-state patient's		
10			medical use of cannabis;		
11		<u>(B)</u>	Undertake the responsibility for managing the		
12			well-being of the qualifying out-of-state patient		
13			who is under eighteen years of age with respect		
14			to the medical use of cannabis; and		
15		<u>(C)</u>	Control the acquisition of the cannabis, the		
16			dosage, and the frequency of the medical use of		
17			cannabis by the qualifying out-of-state patient		
18			who is under eighteen years of age.		
19	[ <del>(c)</del>	<u>(e)</u>	The authorization for the medical use of		
20	cannabis	in th	is section shall not apply to:		

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

1		to the public, and shall not be removed from its
2		sealed container or consumed or used in any way
3		while it is in the public place; and
4	(3)	The use of cannabis by a qualifying patient, parent,
5		[or], primary caregiver, qualifying out-of-state
6		patient, or caregiver of a qualifying out-of-state
7		patient, for purposes other than medical use permitted
8		by this part.
9	[ <del>-(d)-</del> ]	(f) For the purposes of this section, "transport"
10	means the	transportation of cannabis, usable cannabis, or any
11	manufactu:	red cannabis product between:
12	(1)	A qualifying patient and the qualifying patient's
13		primary caregiver;
14	(2)	A qualifying out-of-state patient under eighteen years
15		of age and the caregiver of a qualifying out-of-state
16		<pre>patient;</pre>
17	[ <del>-(2)-</del> ]	(3) The production centers and the retail dispensing
18		locations under a dispensary licensee's license; or
19	[ <del>(3)</del> ]	(4) A production center, retail dispensing location,
20		qualifying patient, [or] primary caregiver, qualifying
21		out-of-state patient, or caregiver of a qualifying

1		out-	of-state patient and a certified laboratory for
2		the	purpose of laboratory testing; provided that a
3		qual	ifying patient [or], primary caregiver, qualifying
4		out-	of-state patient, or caregiver of a qualifying
5		out-	of-state patient may only transport up to one gram
6		of c	annabis per test to a certified laboratory for
7		labo	ratory testing and may only transport the product
8		if t	he qualifying patient [ <del>or</del> ], primary caregiver[+],
9		<u>qual</u>	ifying out-of-state patient, or caregiver of a
10		qual	ifying out-of-state patient:
11		(A)	Secures an appointment for testing at a certified
12			laboratory;
13		(B)	Obtains confirmation, which may be electronic,
14			that includes the specific time and date of the
15			appointment and a detailed description of the
16			product and amount to be transported to the
17			certified laboratory for the appointment; and
18		(C)	Has the confirmation, which may be electronic,
19			available during transport.
20	For p	ourpo	ses of interisland transportation, "transport" of
21	cannabis,	usab	le cannabis, or any manufactured cannabis product,

- 1 by any means is allowable only between a production center or
- 2 retail dispensing location and a certified laboratory for the
- 3 sole purpose of laboratory testing pursuant to section 329D-8,
- 4 as permitted under section 329D-6(m) and subject to section
- 5 329D-6(j), and with the understanding that state law and its
- 6 protections do not apply outside of the jurisdictional limits of
- 7 the State. Allowable transport pursuant to this section does
- 8 not include interisland transportation by any means or for any
- 9 purpose between a qualified patient [or], primary caregiver,
- 10 qualifying out-of-state patient, or caregiver of a qualifying
- 11 out-of-state patient and any other entity or individual,
- 12 including an individual who is a qualified patient [or], primary
- 13 caregiver [-], qualifying out-of-state patient, or caregiver of a
- 14 qualifying out-of-state patient."
- 15 SECTION 6. Section 329-123, Hawaii Revised Statutes, is
- 16 amended to read as follows:
- 17 "§329-123 Registration requirements[-]; qualifying
- 18 patients; primary caregivers. (a) Physicians or advanced
- 19 practice registered nurses who issue written certifications
- 20 shall provide, in each written certification, the name, address,
- 21 patient identification number, and other identifying information

- 1 of the qualifying patient. The department of health shall
- 2 require, in rules adopted pursuant to chapter 91, that all
- 3 written certifications comply with a designated form completed
- 4 by or on behalf of a qualifying patient. The form shall require
- 5 information from the applicant, primary caregiver, and physician
- 6 or advanced practice registered nurse as specifically required
- 7 or permitted by this chapter. The form shall require the
- 8 address of the location where the cannabis is grown and shall
- 9 appear on the registry card issued by the department of health.
- 10 The certifying physician or advanced practice registered nurse
- 11 shall be required to have a bona fide physician-patient
- 12 relationship or bona fide advanced practice registered nurse-
- 13 patient relationship, as applicable, with the qualifying
- 14 patient. All current active medical cannabis permits shall be
- 15 honored through their expiration date.
- (b) Qualifying patients shall register with the department
- 17 of health. The registration shall be effective until the
- 18 expiration of the certificate issued by the department of health
- 19 and signed by the physician or advanced practice registered
- 20 nurse. Every qualifying patient shall provide sufficient
- 21 identifying information to establish the personal identities of

- 1 the qualifying patient and the primary caregiver. Qualifying
- 2 patients shall report changes in information within ten working
- 3 days. Every qualifying patient shall have only one primary
- 4 caregiver at any given time. The department of health shall
- 5 issue to the qualifying patient a registration certificate, and
- 6 shall charge \$35 per year.
- 7 (c) Primary caregivers shall register with the department
- 8 of health. Every primary caregiver shall be responsible for the
- 9 care of only one qualifying patient at any given time [-], unless
- 10 the primary caregiver is the parent, guardian, or person having
- 11 legal custody of more than one minor qualifying patient, in
- 12 which case the primary caregiver may be responsible for the care
- 13 of more than one minor qualifying patient at any given time;
- 14 provided that the primary caregiver is the parent, guardian, or
- 15 person having legal custody of all of the primary caregiver's
- 16 qualifying patients. The department of health may permit
- 17 registration of up two primary caregivers for a minor qualifying
- 18 patient; provided that both primary caregivers are the parent,
- 19 guardian, or person having legal custody of the minor qualifying
- 20 patient.

1 (d) Upon inquiry by a law enforcement agency, which 2 inquiry may be made twenty-four hours a day, seven days a week, 3 the department of health shall immediately verify whether the 4 subject of the inquiry has registered with the department of 5 health and may provide reasonable access to the registry 6 information for official law enforcement purposes. 7 (e) This section shall not apply to registration of a 8 qualifying out-of-state patient or a caregiver of a qualifying 9 out-of-state patient." 10 SECTION 7. Section 329-125, Hawaii Revised Statutes, is 11 amended by amending its title and subsections (a) and (b) to 12 read as follows: 13 "§329-125 Protections afforded to a qualifying patient 14 [or], primary caregiver[-], qualifying out-of-state patient, or 15 caregiver of a qualifying out-of-state patient. (a) A 16 qualifying patient [or], the primary caregiver, qualifying out-17 of-state patient, or caregiver of a qualifying out-of-state 18 patient may assert the medical use of cannabis authorized under 19 this part as an affirmative defense to any prosecution involving 20 [+]cannabis or marijuana[+] under this part or part IV; or part IV of chapter 712; provided that the qualifying patient [ox 21

- 1 the], primary caregiver, qualifying out-of-state patient, or
- 2 caregiver of a qualifying out-of-state patient strictly complied
- 3 with the requirements of this part.
- 4 (b) Any qualifying patient [or], primary caregiver,
- 5 qualifying out-of-state patient, or caregiver of a qualifying
- 6 out-of-state patient not complying with the permitted scope of
- 7 the medical use of cannabis shall not be afforded the
- 8 protections against searches and seizures pertaining to the
- 9 misapplication of the medical use of cannabis."
- 10 SECTION 8. Section 329-125.5, Hawaii Revised Statutes, is
- 11 amended to read as follows:
- "[+]§329-125.5[+] Medical cannabis patient and caregiver
- 13 protections. (a) No school shall refuse to enroll or otherwise
- 14 penalize, and no landlord shall refuse to lease property to or
- 15 otherwise penalize, a person solely for the person's status as a
- 16 qualifying patient or primary caregiver in the medical cannabis
- 17 program under this part, unless failing to do so would cause the
- 18 school or landlord to lose a monetary or licensing-related
- 19 benefit under federal law or regulation; provided that the
- 20 qualifying patient or primary caregiver strictly complied with
- 21 the requirements of this part; provided further that the

- 1 qualifying patient or primary caregiver shall present a medical
- 2 cannabis registry card or certificate and photo identification,
- 3 to ensure that the qualifying patient or primary caregiver is
- 4 validly registered with the department of health pursuant to
- 5 section 329-123.
- 6 (b) For the purposes of medical care, including organ
- 7 transplants, a registered qualifying patient's use of cannabis
- 8 in compliance with this part shall be considered the equivalent
- 9 of the use of any other medication under the direction of a
- 10 physician and shall not constitute the use of an illicit
- 11 substance or otherwise disqualify a registered qualifying
- 12 patient from medical care.
- 13 (c) No qualifying patient or primary caregiver under this
- 14 part shall be denied custody of, visitation with, or parenting
- 15 time with a minor, and there shall be no presumption of neglect
- 16 or child endangerment, for conduct allowed under this part;
- 17 provided that this subsection shall not apply if the qualifying
- 18 patient's or primary caregiver's conduct created a danger to the
- 19 safety of the minor, as established by a preponderance of the
- 20 evidence.

1	(d)	No employer shall suspend, discharge, or discriminate
2	against a	ny of the employer's employees solely because an
3	employee	who is a registered qualifying patient authorized for
4	the medic	al use of cannabis, pursuant to sections 329-122 and
5	329-123,	tested positive for the presence of cannabis in a
6	substance	abuse on-site screening test conducted in accordance
7	with sect	ion 329B-5.5; provided that this subsection shall not
8	apply to:	
9	(1)	An employee who fails or refuses to report to a
10		laboratory for a substance abuse test pursuant to
11		section 329B-5.5;
12	(2)	An employee who is in violation of section 329-
13		122(e)(2)(B);
14	(3)	An employee who is a law enforcement officer with the
15		State or a county or who works in any state
16		correctional facility;
17	(4)	An employee whose job requires the employee to not be
18		under the influence of substances, such as a bus
19		driver, a heavy machinery operator, a construction
20		worker, or other employee with a job that has safety
21		issues; or

1	<u>(5)</u>	An employee whose employer would be in violation of
2		any federal law or regulation by having an employee
3		who tested positive for the presence of cannabis as
4		set forth in this subsection.
5	(e)	This section shall apply to qualifying patients,
6	primary c	aregivers, qualifying out-of-state patients, and
7	caregiver	s of qualifying out-of-state patients who are validly
8	registere	d with the department of health pursuant to this part
9	and the a	dministrative rules of the department of health."
10	SECT	ION 9. Section 329-127, Hawaii Revised Statutes, is
11	amended to	o read as follows:
12	" [ <del>-[</del> ] ;	§329-127[+] Protection of cannabis and other seized
13	property.	(a) Cannabis, paraphernalia, or other property
14	seized fr	om a qualifying patient or primary caregiver in
15	connection	n with a claimed medical use of cannabis under this
16	part shal	l be returned immediately upon the determination by a
17	court tha	t the qualifying patient or primary caregiver is
18	entitled	to the protections of this part, as evidenced by a
19	decision	not to prosecute, dismissal of charges, or an
20	acquittal	; provided that law enforcement agencies seizing live

- 1 plants as evidence shall not be responsible for the care and
- 2 maintenance of such plants.
- 3 (b) This section shall also apply to qualifying out-of-
- 4 state patients and caregivers of qualifying out-of-state
- 5 patients who are validly registered with the department of
- 6 health pursuant to this part and the administrative rules of the
- 7 department of health; provided that notwithstanding subsection
- 8 (a) to the contrary, under no circumstances shall cannabis,
- 9 paraphernalia, or other property be returned to any location
- 10 outside of the island from which it was seized."
- 11 SECTION 10. Section 329-128, Hawaii Revised Statutes, is
- 12 amended to read as follows:
- "§329-128 Fraudulent misrepresentation; penalty. (a)
- 14 Notwithstanding any law to the contrary, fraudulent
- 15 misrepresentation to a law enforcement official of any fact or
- 16 circumstance relating to the medical use of cannabis to avoid
- 17 arrest or prosecution under this part or chapter 712 shall be a
- 18 petty misdemeanor and subject to a fine of \$500.
- 19 (b) Notwithstanding any law to the contrary, fraudulent
- 20 misrepresentation to a law enforcement official of any fact or
- 21 circumstance relating to the issuance of a written certificate

- 1 by a physician or advanced practice registered nurse not covered
- 2 under section 329-126 for the medical use of cannabis shall be a
- 3 misdemeanor. This penalty shall be in addition to any other
- 4 penalties that may apply for the non-medical use of cannabis.
- 5 [Nothing in this section is intended to preclude the conviction
- 6 of any person under section 710-1060 or for any other offense
- 7 under part V of chapter 710.
- 8 (c) Notwithstanding any law to the contrary, fraudulent
- 9 misrepresentation to the department of an entitlement to use
- 10 cannabis for medical purposes in another state, a United States
- 11 territory, or the District of Columbia for the purpose of
- 12 registering as a qualifying out-of-state patient or caregiver of
- 13 a qualifying out-of-state patient shall be a misdemeanor. This
- 14 penalty shall be in addition to any other penalties that may
- 15 apply for the non-medical use of cannabis.
- 16 (d) Nothing in this section is intended to preclude the
- 17 conviction of any person under section 710-1060 or for any other
- 18 offense under part V of chapter 710 or any other offense."
- 19 SECTION 11. Section 329-129, Hawaii Revised Statutes, is
- 20 amended by amending subsection (a) to read as follows:

ł	"(a)	No qualifying patient [ <del>or</del> ], primary caregiver,
2	qualifyir	ng out-of-state patient, or caregiver of a qualifying
3	out-of-st	ate patient shall use butane to extract
4	tetrahydr	ocannabinol from cannabis plants."
5	SECT	TION 12. Section 329-130, Hawaii Revised Statutes, is
6	amended t	o read as follows:
7	"§32	9-130 Authorized sources of medical cannabis. (a)
8	After Dec	ember 31, 2023, a qualifying patient shall obtain
9	medical c	annabis or manufactured cannabis products only:
10	(1)	From a dispensary licensed pursuant to chapter 329D;
11		provided that the cannabis shall be purchased and paid
12		for at the time of purchase; or
13	(2)	By cultivating cannabis in an amount that does not
14		exceed an adequate supply for the qualifying patient,
15		pursuant to section 329-122; provided that each
16		location used to cultivate cannabis shall be used by
17		no more than five qualifying patients.
18	After Dec	ember 31, 2023, no primary caregiver shall be
19	authorize	d to cultivate cannabis for any qualifying patient.
20	(b)	This section shall not apply to:

1	(1)	A qualifying patient who is a minor or an adult		
2		lacking legal capacity and the primary caregiver is		
3		the parent, guardian, or person having legal custody		
4		of a qualifying patient described in this paragraph;		
5		or		
6	(2)	A qualifying patient on any island on which there is		
7		no medical cannabis dispensary licensed pursuant to		
8		chapter 329D.		
9	(C)	A qualifying out-of-state patient and a caregiver of a		
10	qualifyin	g out-of-state patient shall be authorized to obtain		
11	cannabis	for medical use only from retail dispensing locations		
12	of dispen	saries licensed pursuant to chapter 329D."		
13	SECT	ION 13. Section 329D-1, Hawaii Revised Statutes, is		
14	amended as follows:			
15	1.	By adding two new definitions to be appropriately		
16	inserted and to read:			
17	" <u>"</u> Ca:	regiver of a qualifying out-of-state patient" shall		
18	have the	same meaning as in section 329-121.		
19	<u>"Qua</u>	lifying out-of-state patient" and "registered		
20	qualifyin	g out-of-state patient" shall have the same meaning as		
21	in section	n 329-121."		

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

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

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

I			a qualifying out-of-state patient from all retail
2			dispensing locations in the State in any fifteen
3			day period;
4		(C)	The amount of waste produced by each plant at
5			harvest; and
6		(D)	The transport of cannabis and manufactured
7			cannabis products between production centers and
8			retail dispensing locations, including tracking
9			identification issued by the tracking system, the
10			identity of the person transporting the cannabis
11			or manufactured cannabis products, and the make,
12			model, and license number of the vehicle being
13			used for the transport;
14	(2)	The	procurement of the computer software tracking
15		syst	em established pursuant to this subsection shall
16		be e	xempt from chapter 103D; provided that:
17		(A)	The department shall publicly solicit at least
18			three proposals for the computer software
19			tracking system; and

•		(b) The Beleevion of the computer boleware cracking
2		system shall be approved by the director of the
3 -		department and the chief information officer; and
4	(3)	Notwithstanding any other provision of this subsection
5		to the contrary, once the department has authorized a
6		licensed dispensary to commence sales of cannabis or
7		manufactured cannabis products, if the department's
8		computer software tracking system is inoperable or is
9		not functioning properly, as an alternative to
10		requiring dispensaries to temporarily cease
11		operations, the department may implement an alternate
12		tracking system that will enable $\underline{a}$ qualifying
13		[patients] patient, primary caregiver, qualifying out-
14		of-state patient, and caregiver of a qualifying out-
15		of-state patient to purchase cannabis or manufactured
16		cannabis products from a licensed dispensary on a
17		temporary basis. The department shall seek input
18		regarding the alternate tracking system from medical
19		cannabis licensees. The alternate tracking system may
20		operate as follows:

1		(A)	The department may immediately notify all
2			licensed dispensaries that the computer software
3			tracking system is inoperable; and
4		(B)	Once the computer software tracking system is
5.			operational and functioning to meet the
6			requirements of this subsection, the department
7			may notify all licensed dispensaries, and the
8			alternate tracking system in this subsection
9			shall be discontinued.
10	(k)	A di	spensary licensed pursuant to this chapter shall
11	purchase,	oper	ate, and maintain a computer software tracking
12	system th	at sh	all:
13	(1)	Inte	rface with the department's computer software
14		trac	king system established pursuant to subsection
15		(j);	
16	(2)	Allo	w each licensed dispensary's production center to
17		subm	it to the department in real time, by automatic
18		iden	tification and data capture, all cannabis,
19		cann	abis plants, and manufactured cannabis product
20		inve	ntory in possession of that dispensary from eithe
21		seed	or immature plant state, including all plants

1		that are derived from cuttings or cloning, until the
2		cannabis or manufactured cannabis product is sold or
3		destroyed pursuant to section 329D-7;
4	(3)	Allow the licensed dispensary's retail dispensing
5		location to submit to the department in real time for
6		the total amount of cannabis and manufactured cannabis
7		product purchased by a qualifying patient [and],
8		primary caregiver, qualifying out-of-state patient,
9		and caregiver of a qualifying out-of-state patient
10		from the dispensary's retail dispensing locations in
11		the State in any fifteen day period; provided that the
12		software tracking system shall impose an automatic
13		stopper in real time, which cannot be overridden, on
14		any further purchases of cannabis or manufactured
15		cannabis products, if the maximum allowable amount of
16		cannabis has already been purchased for the applicable
17		fifteen day period; provided further that additional
18		purchases shall not be permitted until the next
19		applicable period; and
20	(4)	Allow the licensed dispensary to submit all data

required by this subsection to the department and

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1		permit the department to access the data if the			
2		department's computer software tracking system is not			
3		functioning properly and sales are made pursuant to			
4		the alternate tracking system under subsection (j)."			
5	3.	By amending subsection (n) to read:			
6	"(n)	A dispensary shall be prohibited from off-premises			
7	delivery	of cannabis or manufactured cannabis products to $\underline{a}$			
8	qualifying	g [ <del>patients or to</del> ] <u>patient,</u> primary [ <del>caregivers of</del>			
9	qualifying	g patients.] caregiver, qualifying out-of-state			
10	patient, o	or caregiver of a qualifying out-of-state patient."			
11	SECTION 15. Section 329D-7, Hawaii Revised Statutes, is				
12	amended to read as follows:				
13	"§32	9D-7 Medical cannabis dispensary rules. The			
14	departmen	t shall establish standards with respect to:			
15	(1)	The number of medical cannabis dispensaries that shall			
16		be permitted to operate in the State;			
17	(2)	A fee structure for the submission of applications and			
18		renewals of licenses to dispensaries; provided that			
19		the department shall consider the market conditions in			
20		each county in determining the license renewal fee			
21		amounts;			

1	(3)	Crit	eria and procedures for the consideration and
2		sele	ection, based on merit, of applications for
3		lice	ensure of dispensaries; provided that the criteria
4		shal	l include but not be limited to an applicant's:
5		(A)	Ability to operate a business;
6		(B)	Financial stability and access to financial
7			resources; provided that applicants for medical
8			cannabis dispensary licenses shall provide
9			documentation that demonstrates control of not
10			less than \$1,000,000 in the form of escrow
11			accounts, letters of credit, surety bonds, bank
12			statements, lines of credit or the equivalent to
13			begin operating the dispensary;
14		(C)	Ability to comply with the security requirements
15			developed pursuant to paragraph (6);
16		(D)	Capacity to meet the needs of qualifying
17			patients[+] and qualifying out-of-state patients;
18		(E)	Ability to comply with criminal background check
19			requirements developed pursuant to paragraph (8);
20			and

1		(F) Ability to comply with inventory controls
2		developed pursuant to paragraph (13);
3	(4)	Specific requirements regarding annual audits and
4		reports required from each production center and
5		dispensary licensed pursuant to this chapter;
6	(5)	Procedures for announced and unannounced inspections
7		by the department or its agents of production centers
8		and dispensaries licensed pursuant to this chapter;
9		provided that inspections for license renewals shall
10		be unannounced;
11	(6)	Security requirements for the operation of production
12		centers and retail dispensing locations; provided
13		that, at a minimum, the following shall be required:
14		(A) For production centers:
15		(i) Video monitoring and recording of the
16		premises; provided that recordings shall be
17		retained for fifty days;
18		(ii) Fencing that surrounds the premises and that
19		is sufficient to reasonably deter intruders
20		and prevent anyone outside the premises from
21		viewing any cannabis in any form;

1	(iii)	An alarm system; and
2	(iv)	Other reasonable security measures to deter
3		or prevent intruders, as deemed necessary by
4		the department;
5	(B) For	retail dispensing locations:
6	(i)	Presentation of a valid government-issued
7		photo identification and a valid
8		identification as issued by the department
9		pursuant to section $329-123[_{7}]$ by a
10		qualifying patient or caregiver, or section
11		329- by a qualifying out-of-state patient
12		or caregiver of a qualifying out-of-state
13		patient, upon entering the premises;
14	(ii)	Video monitoring and recording of the
15		premises; provided that recordings shall be
16	÷ •	retained for fifty days;
17	(iii)	An alarm system;
18	(iv)	Exterior lighting; and
19	(v)	Other reasonable security measures as deemed
20		necessary by the department;

1	(7)	Security requirements for the transportation of
2		cannabis and manufactured cannabis products between
3		production centers and retail dispensing locations and
4		between a production center, retail dispensing
5		location, qualifying patient, [ex] primary caregiver,
6.		qualifying out-of-state patient, or caregiver of a
7		qualifying out-of-state patient and a certified
8		laboratory, pursuant to section [329 122(d);]
9		329-122(f);
10	(8)	Standards and criminal background checks to ensure the
11		reputable and responsible character and fitness of all
12		license applicants, licensees, employees,
13		subcontractors and their employees, and prospective
14		employees of medical cannabis dispensaries to operate
15		a dispensary; provided that the standards, at a
16		minimum, shall exclude from licensure or employment
17		any person convicted of any felony;
18	(9)	The training and certification of operators and
19		employees of production centers and dispensaries;

1	(10)	The types of manufactured cannabis products that
2		dispensaries shall be authorized to manufacture and
3		sell pursuant to sections 329D-9 and 329D-10;
4	(11)	Laboratory standards related to testing cannabis and
5		manufactured cannabis products for content,
6		contamination, and consistency;
7	(12)	The quantities of cannabis and manufactured cannabis
8		products that a dispensary may sell or provide to a
9		qualifying patient [or], primary caregiver[+],
10		qualifying out-of-state patient, or caregiver of a
11		qualifying out-of-state patient; provided that no
12		dispensary shall sell or provide to a qualifying
13		patient [or], primary caregiver, qualifying out-of-
14		state patient, or caregiver of a qualifying out-of-
15		state patient any combination of cannabis and
16		manufactured products that:
17		(A) During a period of fifteen consecutive days,
18		exceeds the equivalent of four ounces of
19		cannabis; or

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1		(B) During a period of thirty consecutive days,
2		exceeds the equivalent of eight ounces of
3		cannabis;
4	(13)	Dispensary and production center inventory controls to
5		prevent the unauthorized diversion of cannabis or
6		manufactured cannabis products or the distribution of
7		cannabis or manufactured cannabis products to $\underline{a}$
8		qualifying [patients or] patient, primary [caregivers]
9		caregiver, qualifying out-of-state patient, or
10		caregiver of a qualifying out-of-state patient in
11		quantities that exceed limits established by this
12		chapter; provided that the controls, at a minimum,
13		shall include:
14		(A) A computer software tracking system as specified
15		in section 329D-6(j) and (k); and
16		(B) Product packaging standards sufficient to allow
17		law enforcement personnel to reasonably determine
18		the contents of an unopened package;
19	(14)	Limitation to the size or format of signs placed
20		outside a retail dispensing location or production
21		center; provided that the signage limitations, at a

1		mini	mum, shall comply with section 329D-6(o)(2) and
2		shal	l not include the image of a cartoon character or
3		othe	er design intended to appeal to children;
4	(15)	The	disposal or destruction of unwanted or unused
5		cann	abis and manufactured cannabis products;
6	(16)	The	enforcement of the following prohibitions against:
7		(A)	The sale or provision of cannabis or manufactured
8			cannabis products to unauthorized persons;
9		(B)	The sale or provision of cannabis or manufactured
10			cannabis products to <u>a</u> qualifying [ <del>patients or</del> ]
11			patient, primary [caregivers] caregiver,
12			qualifying out-of-state patient, or caregiver of
13			a qualifying out-of-state patient in quantities
14			that exceed limits established by this chapter;
15		(C)	Any use or consumption of cannabis or
16			manufactured cannabis products on the premises of
17			a retail dispensing location or production
18			center; and
19		(D)	The distribution of cannabis or manufactured
20			cannabis products, for free, on the premises of a
21			retail dispensing location or production center;

1	(17)	The establishment of a range of penalties for
2		violations of this chapter or rule adopted thereto;
3		and
4	(18)	A process to recognize and register patients who are
5		authorized to purchase, possess, and use medical
6		cannabis in another state, <u>a</u> United States territory,
7		or the District of Columbia as qualifying out-of-state
8		patients [in this State]; provided that this
9		registration process may commence no sooner than
10		January 1, 2018."
11	SECT	ION 16. Section 329D-8, Hawaii Revised Statutes, is
12	amended to	o read as follows:
13	"§32	9D-8 Laboratory standards and testing; laboratory
14	certifica	tion. (a) The department shall establish and enforce
15	standards	for laboratory-based testing of cannabis and
16	manufactu	red cannabis products for content, contamination, and
17	consisten	cy; provided that in establishing these standards, the
18	departmen	t shall:
19	. (1)	Review and take guidance from the testing programs and
20		standards utilized in other jurisdictions;

1	(2)	consider the impact of the standards on the retail
2		cost of the product to the qualifying patient;
3	(3)	Review and take guidance from the testing programs and
4		standards for pesticides under the regulations of the
5		United States Environmental Protection Agency;
6	(4)	For the testing for microbiological impurities,
7		consider the benefits of organically grown cannabis
8		that features the use of bacteria in lieu of
9		pesticides; and
10	(5)	Include permission for qualifying patients and primary
11		caregivers to obtain testing services directly from
12		certified laboratories on the island where the
13		qualifying patient and primary caregiver reside.
14	(b)	The department may certify laboratories that can test
15	cannabis	and manufactured cannabis products prior to the sale of
16	cannabis	and manufactured cannabis products.
17	<u>(c)</u>	If a dispensary licensee obtains a laboratory result
18	indicatin	g that a sample of a batch of its cannabis or
19	manufactu	red cannabis products does not meet the department's
20	standards	for patient safety, the dispensary licensee, at its
21	own expen	se, may have the same sample or a different sample from

1	the same	batch retested by the same laboratory or a different
2	laborator	y. If a retest at a different laboratory yields a
3	different	result, the department shall determine which result
4	controls	whether the batch may be approved for sale or whether
5	<u>further</u> t	esting shall be required."
6	SECT	ION 17. Section 329D-12, Hawaii Revised Statutes, is
7	amended by	y amending subsection (b) to read as follows:
8	"(b)	This section shall not apply to:
9	(1)	[Qualifying patients and their] A qualifying patient,
10		primary [caregivers] caregiver, qualifying out-of-
11		state patient, or caregiver of a qualifying out-of-
12		state patient who [enter] enters or [remain] remains
13		on the premises of a retail dispensing location for
14		the purpose of a transaction conducted pursuant to
15		sections 329D-6 and 329D-13; or
16	(2)	Government officials and employees acting in an
17		official capacity and employees of a certified
18		laboratory who enter or remain on the premises of a
19		retail dispensing location or production center for
20		any purpose authorized by this chapter."

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2 amended to read as follows: 3 "[{]\$329D-13[<del>] Qualifying patients and primary caregivers;</del> 4 dispensing limits[; other states]. (a) A 5 qualifying patient [or a], primary caregiver [on behalf of a 6 qualifying patient], qualifying out-of-state patient, or 7 caregiver of a qualifying out-of-state patient shall be allowed 8 to purchase no more than four ounces of cannabis within a 9 consecutive period of fifteen days, or no more than eight ounces 10 of cannabis within a consecutive period of thirty days. 11 (b) A qualifying patient [or a], primary caregiver [on

SECTION 18. Section 329D-13, Hawaii Revised Statutes, is

- 15 subject to the limits set forth in subsection (a).
- 16 (c) Beginning on January 1, 2018, this section may apply

behalf-of a qualifying patient], qualifying out-of-state

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

purchase cannabis from any dispensary location in the State,

- 17 to qualifying out-of-state patients from other states,
- 18 territories of the United States, or the District of Columbia;
- 19 provided that the patient [is verified as a patient in their
- 20 home state and registers with the department through a

T	registration process established by the department. meets the				
2	registration requirements of section 329"				
3	SECTION 19. Section 329D-15, Hawaii Revised Statutes, is				
4	amended b	y amending subsection (a) to read as follows:			
5	"(a)	No person shall intentionally or knowingly enter or			
6	remain up	on the premises of a medical cannabis retail dispensing			
7	location	unless the individual is:			
8	(1)	An individual licensee or registered employee of the			
9		dispensary;			
10	(2)	A qualifying patient [or], primary caregiver [of a			
11		qualifying patient; ], qualifying out-of-state patient,			
12		or caregiver of a qualifying out-of-state patient;			
13	(3)	A government employee or official acting in the			
14		person's official capacity; or			
15	(4)	Previously included on a current department-approved			
16		list provided to the department by the licensee of			
17		those persons who are allowed into that dispensary's			
18		facilities for a specific purpose for that dispensary,			
19		including but not limited to construction,			
20		maintenance, repairs, legal counsel, providers of			
21		paratransit or other assistive services required by a			

1	qual	ifying patient to access a retail dispensary
2	loca	tion, or investors; provided that:
3	(A)	The person has been individually approved by the
4		department to be included on the list;
5	(B)	The person is at least twenty-one years of age,
6		as verified by a valid government issued
7		identification card;
8	(C)	The department has confirmed that the person has
9		no felony convictions;
10	(D)	The person is escorted by an individual licensee
11		or registered employee of the dispensary at all
12		times while in the dispensary facility;
13	(E)	The person is only permitted within those
14		portions of the dispensary facility as necessary
15		to fulfill the person's purpose for entering;
16	(F)	The person is only permitted within the
17		dispensary facility during the times and for the
18		duration necessary to fulfill the person's
19		purpose for entering;
20	(G)	The dispensary shall keep an accurate record of
21		each person's first and last name, date and times

1	upon entering and exiting the dispensary	
2	facility, purpose for entering, and the identity	
3	of the escort; and	
4	(H) The approved list shall be effective for one year	
5	from the date of the department approval."	
6	SECTION 20. Section 329D-17, Hawaii Revised Statutes, is	
7	amended by amending subsection (a) to read as follows:	
8	"(a) A person commits the offense of promoting medical	
9	cannabis or medical cannabis products to a minor if the person	
10	intentionally or knowingly distributes any amount of cannabis or	
11	manufactured cannabis products that came from a dispensary or	
12	production center to a minor who is not a registered qualifying	
13	patient[-] or a registered qualifying out-of-state patient under	
14	eighteen years of age."	
15	SECTION 21. Section 329D-24, Hawaii Revised Statutes, is	
16	amended to read as follows:	
17	"[+]§329D-24[+] Cultivation of medical cannabis by	
18	qualifying patients and primary caregivers. Nothing in this	
19	chapter shall be construed as prohibiting a qualifying patient	
20	or primary caregiver from cultivating or possessing an adequate	
21	supply of medical cannabis pursuant to part IX of chapter 329.	

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- A qualifying out-of-state patient or a caregiver of a qualifying out-of-state patient shall not be authorized to cultivate cannabis."
- 4 SECTION 22. Section 329D-25, Hawaii Revised Statutes, is
- 5 amended to read as follows:
- 6 "[+]§329D-25[+] Coordination among state and federal
- 7 agencies. The department shall initiate ongoing dialogue among
- 8 relevant state and federal agencies to identify processes and
- 9 policies that ensure the privacy of qualifying patients and
- 10 qualifying out-of-state patients and the compliance of
- 11 qualifying patients, primary caregivers, qualifying out-of-state
- 12 patients, and caregivers of qualifying out-of-state patients and
- 13 medical cannabis dispensaries with state laws and regulations
- 14 related to medical cannabis."
- 15 SECTION 23. Section 378-32, Hawaii Revised Statutes, is
- 16 amended by amending subsection (a) to read as follows:
- "(a) It shall be unlawful for any employer to suspend,
- 18 discharge, or discriminate against any of the employer's
- 19 employees:
- 20 (1) Solely because the employer was summoned as a
- 21 garnishee in a cause where the employee is the debtor



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2		proceedings for a wage earner plan under chapter XIII
3		of the Bankruptcy Act;
4	(2)	Solely because the employee has suffered a work injury
5		which arose out of and in the course of the employee's
6		employment with the employer and which is compensable
7		under chapter 386 unless the employee is no longer
8		capable of performing the employee's work as a result
9		of the work injury and the employer has no other
10		available work which the employee is capable of
11		performing. Any employee who is discharged because of
12		the work injury shall be given first preference of
13		reemployment by the employer in any position which the
14		employee is capable of performing and which becomes
15		available after the discharge and during the period
16		thereafter until the employee secures new employment.
17		This paragraph shall not apply to any employer in

whose employment there are less than three employees

at the time of the work injury or who is a party to a

collective bargaining agreement which prevents the

or because the employee has filed a petition in

1		continued employment or reemployment of the injured
2		employee;
3	(3)	Because the employee testified or was subpoenaed to
4		testify in a proceeding under this part; [or]
5	(4)	Because an employee tested positive for the presence
6		of drugs, alcohol, or the metabolites of drugs in a
7		substance abuse on-site screening test conducted in
8		accordance with section 329B-5.5; provided that this
9		[provision] paragraph shall not apply to an employee
10		who fails or refuses to report to a laboratory for a
11		substance abuse test pursuant to section 329B-5.5[-];
12		<u>or</u>
13	(5)	Solely because an employee, who is a registered
14		qualifying patient authorized for the medical use of
15		cannabis pursuant to sections 329-122 and 329-123,
16		tested positive for the presence of cannabis in a
17		substance abuse laboratory test conducted in
18		accordance with section 329B-5.5; provided that this
19		paragraph shall not apply to:

1	<u>(A)</u>	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	<u>(B)</u>	An employee who is in violation of section
5		329-122(c)(2)(B);
6	<u>(C)</u>	An employee whose job requires the employee to
7		not be under the influence of substances, such as
8		a bus driver, a heavy machinery operator, a
9		construction worker, or other person employed in
10		a position having safety requirements; or
11	<u>(D)</u>	An employee whose employer would be in violation
12	of any federal law or regulation by having an	
13		employee who tested positive for the presence of
14		cannabis as set forth in this paragraph."
15	PART II	
16	SECTION 24. The legislature finds that Act 241, Session	
17	Laws of Hawaii 2015, codified as chapter 329D, Hawaii Revised	
18	Statutes, established a license scheme for a statewide system of	
19	medical cannabis dispensaries to ensure access to medical	
20	cannabis for qualifying patients and was later amended by	

- 1 Act 230, Session Laws of Hawaii 2016, and Acts 41 and 170,
- 2 Session Laws of Hawaii 2017.
- 3 The legislature further finds that additional amendments to
- 4 the law are necessary to allow for adequate patient access based
- 5 on discussions of the working group established by Act 230,
- 6 Session Laws of Hawaii 2016.
- 7 The purpose of this part is to allow a bona fide physician-
- 8 patient or advanced practice registered nurse-patient
- 9 relationship to be established via telehealth.
- 10 SECTION 25. Section 329-126, Hawaii Revised Statutes, is
- 11 amended to read as follows:
- 12 "§329-126 Protections afforded to a treating physician or
- 13 advanced practice registered nurse. (a) No physician or
- 14 advanced practice registered nurse shall be subject to arrest or
- 15 prosecution, penalized in any manner, or denied any right or
- 16 privilege for providing written certification for the medical
- 17 use of cannabis for a qualifying patient; provided that:
- 18 (1) The physician or advanced practice registered nurse
- has diagnosed the patient as having a debilitating
- medical condition, as defined in section 329-121;

1	(2)	The physician of advanced practice registered hurse
2		has explained the potential risks and benefits of the
3		medical use of cannabis, as required under section
4		329-122;
5	(3)	The written certification is based upon the
6		physician's or advanced practice registered nurse's
7		professional opinion after having completed a full
8		assessment of the patient's medical history and
9		current medical condition made in the course of a bona
10		fide physician-patient relationship or bona fide
11		advanced practice registered nurse-patient
12		relationship, as applicable; and
13	(4)	The physician or advanced practice registered nurse
14		has complied with the registration requirements of
15		section 329-123.
16	(b)	For purposes of this section, a bona fide physician-
17	patient r	elationship may be established via telehealth, as
18	defined in	n section 453-1.3(j), and a bona fide advanced practice
19	registere	d nurse-patient relationship may be established via
20	telehealt	h, as defined in section 457-2; provided that treatment
21	recommend	ations that include certifying a patient for the

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

1	PART III
2	SECTION 27. The legislature finds that studies have shown
3	the benefits of using cannabis to alleviate certain serious
4	illnesses. The legislature further finds that several states
5	permit the sales of edible cannabis products, either for
6	recreational use or for medical use. These states generally
7	place restrictions on the edible cannabis products, such as
8	limiting the amount of psychoactive ingredients per serving,
9	banning manufacturers from making candy-like edibles that might
10	attract children, and requiring proper labeling.
11	The legislature additionally finds that medical cannabis
12	products that provide safe pulmonary administration can allow
13	for more precise dosage administration and can be more effective
14	for certain patients. The legislature also finds that, as with
15	all packaged products, smaller sizes are always more expensive
16	for consumers than larger products. Under existing law, the
17	tetrahydrocannabinol limit per pack or container of certain
18	manufactured cannabis products may impact certain patients, many
19	of whom may have conditions and symptoms that require larger
20	doses of tetrahydrocannabinol for relief.
21	Accordingly, the purpose of this part is to:

1	(1)	Legalize the manufacturing of edible cannabis products	
2		for medical purposes;	
3	(2)	Establish basic regulations on edible cannabis	
4		products;	
5	(3)	Add certain devices that provide safe pulmonary	
6		administration to the list of medical cannabis	
7		products that may be manufactured and distributed; and	
8	(4)	Increase the tetrahydrocannabinol limit per pack or	
9		container of certain manufactured cannabis products.	
10	SECTION 28. Section 328-1, Hawaii Revised Statutes, is		
11	amended by amending the definition of "food" to read as follows:		
12	""Food" means:		
13	(1)	Articles used for food or drink by humans, dogs, or	
14		cats;	
15	(2)	Chewing gum; or	
16	(3)	Articles used for components of any such article.	
17	"Food" does not include edible cannabis products, as defined in		
18	section 329D-10."		
19	SECT	ION 29. Section 329D-1, Hawaii Revised Statutes, is	
20	amended b	y amending the definition of "manufactured cannabis	
2.1	product to read as follows:		

1	""Manufactured cannabis product" means any [ <del>capsule,</del>		
2	lozenge, oil or oil extract, tincture, ointment or skin lotion,		
3	pill, transdermal patch, or pre filled and sealed container used		
4	to aerosolize and deliver cannabis orally, such as an inhaler or		
5	$\frac{\text{nebulizer}_{\tau}}{\text{product}}$ that has been manufactured using cannabis[ $\frac{1}{\tau}$		
6	or any other products as specified by the department] pursuant		
7	to section [ <del>329D-10(a)(9).</del> ] <u>329D-10.</u> "		
8	SECTION 30. Section 329D-9, Hawaii Revised Statutes, is		
9	amended by amending subsection (b) to read as follows:		
10	"(b) The department shall establish health, safety, and		
11	sanitation standards regarding the manufacture of manufactured		
12	cannabis products[-]; provided that:		
13	(1) Manufactured cannabis products shall only be		
14	manufactured in a facility that meets the minimum		
15	sanitary requirements adopted by the department that		
16	are at least equivalent to the standards for food		
17	establishments adopted by the department pursuant to		
18	section 321-11 or other applicable law.		
19	(2) Cannabis products shall not be manufactured in any		
20	facility permitted by the department as a food		
21	establishment; and		

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1
         (3) Cannabis products shall not be manufactured in any
 2
              home kitchen."
3
         SECTION 31. Section 329D-10, Hawaii Revised Statutes, is
    amended to read as follows:
 4
5
         "§329D-10 Types of manufactured cannabis products. (a)
6
    The types of medical cannabis products that may be manufactured
7
    and distributed pursuant to this chapter shall be limited to:
8
         (1) Capsules;
9
         (2) Lozenges;
10
         (3) Pills;
11
              Oils and oil extracts;
         (4)
12
         (5)
              Tinctures;
13
         (6)
              Ointments and skin lotions;
14
         (7)
              Transdermal patches;
              Pre-filled and sealed containers used to aerosolize
15
         (8)
              and deliver cannabis orally, such as with an inhaler
16
17
              or nebulizer; [and]
18
         (9) Edible cannabis products;
              Devices that provide safe pulmonary administration;
19
        (10)
20
              provided that:
```

1	<u>(A)</u>	The heating element of the device is made of
2		inert materials such as glass, ceramic, or
3		stainless steel, and not of plastic or rubber;
4	<u>(B)</u>	The device is distributed solely for use with
5		single-use, disposable, pre-filled, tamper-
6		resistant, sealed containers that do not contain
7		nicotine or other tobacco products;
8	(C)	The device is used to aerosolize and deliver
9		cannabis orally, such as a medical-grade inhaler,
10		medical-grade nebulizer, or other medical grade
11		volitization device; and
12	(D)	There is a temperature control on the device that
13		is regulated to prevent the combustion of
14		cannabis oil; and
15	[ <del>(9)</del> ] <u>(11)</u>	Other products as specified by the department.
16	(b) As us	sed in this section[ <del>, "lozenge"</del> ]:
17	"Edible ca	annabis products" means manufactured cannabis
18	products that a	are intended to be used, in whole or in part, for
19	human consumpt:	ion, including chewing gum, drinks, baked
20	products, and	candy; provided that edible cannabis products:

1	(1)	Shall be tested and specifically labeled for each	
2	<pre>product's dosage and strength;</pre>		
3	(2) Shall not include products such as gummies, brightly		
4	colored candies, or other products designed to appeal		
5		to children or bear resemblance to other commercially	
6		available products; and	
7	(3)	May include liquid products that contain no more than	
8		ten milligrams of activated tetrahydrocannabinol per	
9		serving.	
10	"Lozenge" means a small tablet manufactured in a manner to		
11	allow for the dissolving of its medicinal or therapeutic		
12	component slowly in the mouth."		
13	SECTION 32. Section 329D-11, Hawaii Revised Statutes, is		
14	amended to read as follows:		
15	"[+]	§329D-11[+] Advertising and packaging. (a) The	
16	department shall establish standards regarding the advertising		
17	and packaging of cannabis and manufactured cannabis products;		
18	provided	that the standards, at a minimum, shall require the use	
19	of packag	ing that:	
20	(1)	Is child-resistant and opaque so that the product	
21		cannot be seen from outside the packaging;	

1	(2)	Uses only black lettering on a white background with	
2		no pictures or graphics;	
3	(3)	Is clearly labeled with the phrase "For medical use	
4		only";	
5	(4)	Is clearly labeled with the phrase "Not for resale or	
6		transfer to another person";	
7	(5)	Includes instructions for use and "use by date";	
8	(6)	Contains information about the contents and potency of	
9		the product;	
10	(7)	Includes the name of the production center where	
11		cannabis in the product was produced, including the	
12		batch number and date of packaging;	
13	(8)	Includes a barcode generated by tracking software; and	
14	(9)	In the case of a manufactured cannabis product, [a	
15		listing] includes a:	
16		(A) <u>Listing</u> of the equivalent physical weight of the	
17		cannabis used to manufacture the amount of the	
18		product that is within the packaging, pursuant to	
19		section 329D-9(c)[-];	
20		(B) Clearly labeled warning stating that the product.	

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1	<u>(i)</u> <u>I</u>	s a medication that contains cannabis, and
2	<u>i</u>	s not a food;
3	(ii) S	hould be kept away from children; and
4	<u>(iii)</u> <u>C</u>	ontains nuts or other known allergens, if
5	<u>a</u>	pplicable; and
6	(C) Date o	f manufacture.
7	(b) Any capsule	, lozenge, or pill containing cannabis or
8	its principal psychoa	ctive constituent tetrahydrocannabinol
9	shall be packaged so	that one dose, serving, or single wrapped
10	item contains no more	than ten milligrams of
11	tetrahydrocannabinol;	provided that no manufactured cannabis
12	product that is sold	in a pack of multiple doses, servings, or
13	single wrapped items,	nor any containers of oils, shall contain
14	more than a total of	one [hundred] thousand milligrams of
15	tetrahydrocannabinol	per pack or container[-]; provided further
16	that no dispensary sh	all exceed the dispensing limits imposed by
17	section 329D-7.	
18	(c) All manufac	tured cannabis products shall be
19	individually wrapped	at the original point of manufacture."

1	PART IV		
2	SECTION 33. The legislature finds that section 329D-6(d),		
3	Hawaii Revised Statutes, restricts Hawaii medical cannabis		
4	dispensaries from employing an individual if the person was		
5	convicted of a felony. This appears unduly restrictive, as		
6	other states that have legalized medical cannabis dispensaries		
7	allow the employment of felons unless convicted for a limited		
8	set of offenses. Section 329D-6(d), Hawaii Revised Statutes,		
9	does not provide the opportunity for any exceptions based on the		
10	nature of the individual's felony record.		
11	The purpose of this part is to specify certain felonies and		
12	conditions that will preclude employment, and other felonies		
13	that may preclude employment, at medical cannabis dispensaries,		
14	rather than make ineligible for employment all individuals who		
15	have been convicted of any felony at any time.		
16	SECTION 34. Section 329D-6, Hawaii Revised Statutes, is		
17	amended by amending subsection (d) to read as follows:		
18	"(d) Notwithstanding any other law to the contrary,		
19	including but not limited to sections $378-2$ and $378-2.5$ , [no		
20	dispensary shall employ a person convicted of a felony.		
21	dispensaries:		

1	(1)	Shall deny employment to any individual who has been:
2	-	(A) Convicted of murder in any degree;
3	-	(B) Convicted of a class A or class B felony; or
4	-	(C) Convicted of a class C felony involving
5		trafficking, distributing, or promoting a
6	٠.	schedule I or II drug controlled substance other
7		than cannabis within the last ten years; and
8	<u>(2)</u> <u>1</u>	May deny employment to any individual who has been
9	<u> </u>	convicted of a class C felony involving:
10		(A) Fraud, deceit, misrepresentation, embezzlement,
11		or theft; or
12		(B) Endangering the welfare of a minor.
13	Employment	under this chapter shall be exempt from section
14	378-2(a)(1)	, as it relates to arrest and court record
15	discriminat	tion, and section 378-2.5."
16		PART V
17	SECTIO	ON 35. This Act does not affect rights and duties
18	that mature	ed, penalties that were incurred, and proceedings that
19	were begun	before its effective date.

- 1 SECTION 36. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 37. This Act shall take effect on July 1, 2050.

#### Report Title:

Medical Cannabis; Reciprocity; DOH; 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 qualifying out-of-state patients. 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, batches of cannabis or manufactured cannabis products that do not meet the Department of Health's standards for patient safety. 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. Authorizes a bona fide physician-patient or advanced practice registered nurse-patient relationship to be established via telehealth. Part III: Authorizes and regulates the manufacturing of edible cannabis products as manufactured cannabis products by licensed medical cannabis dispensaries. Establishes requirements for manufacturing, handling, labeling, Adds certain and packaging of manufactured cannabis products. devices that provide safe pulmonary administration to the list of medical cannabis products that may be manufactured and Increases the tetrahydrocannabinol limit per pack distributed. or container of certain manufactured cannabis products. Part Specifies certain felonies and conditions that will preclude employment, and other felonies and conditions that may preclude employment, at a medical cannabis dispensary. Effective 7/1/2050. (HB2729 SD2)

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