A BILL FOR AN ACT

RELATING TO MEDICAL CANNABIS.

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

1		PART I
2	SECT	TION 1. The legislature finds that amendments to the
3	State's m	edical use of cannabis law and medical cannabis
4	dispensar	y program law are necessary to facilitate the
5	administr	ation of the laws, resolve issues that have arisen
6	under exi	sting law, and clarify legislative intent.
7	The	purpose of this Act is to:
8	(1)	Add or clarify signage, manufactured cannabis product
9		and escort requirements for the medical cannabis
10		dispensary program;
11	(2)	Establish annual reporting requirements to increase
12		public transparency regarding the medical cannabis
13		registry program; and
14	(3)	Make various housekeeping amendments.

1	PART II
2	SECTION 2. Section 329D-1, Hawaii Revised Statutes, is
3	amended by amending the definition of "manufactured cannabis
4	product" to read as follows:
5	""Manufactured cannabis product" means any capsule,
6	lozenge, oil or oil extract, tincture, ointment or skin lotion,
7	pill, transdermal patch, or pre-filled and sealed container used
8	to aerosolize and deliver cannabis orally[$_{ au}$] or by inhalation,
9	such as an inhaler [ex], nebulizer, or device that provides safe
10	pulmonary administration, that has been manufactured using
11	cannabis, edible cannabis product, pre-rolled cannabis flower
12	product, or any other products as specified by the department
13	pursuant to section 329D-10(a)(11)."
14	SECTION 3. Section 329D-4, Hawaii Revised Statutes, is
15	amended by amending subsection (n) to read as follows:
16	"(n) Pursuant to section [$\frac{1}{2}$] 329D-7(2)[$\frac{1}{2}$], a dispensary
17	license may be renewed annually by payment of an annual renewal
18	fee and subject to verification by the department through an
19	unannounced inspection that the individual licensee and entity
20	licensee continue to meet all licensing requirements from the
21	date the initial licenses were issued."

SECTION 4. Section 329D-6, Hawaii Revised Statutes, is 1 2 amended as follows: 1. By amending subsection (o) to read: 3 "(o) A dispensary shall not: 4 Display cannabis or manufactured cannabis products in 5 (1) windows or in public view; or 6 7 (2) Post any signage other than [a single sign] one or two 8 signs, each no greater than one thousand six hundred 9 square inches bearing only the business or trade name in text without any pictures or illustrations; 10 11 provided that if any applicable law or ordinance 12 restricting outdoor signage is more restrictive, that 13 law or ordinance shall govern." 14 2. By amending subsection (r) to read: 15 The department may authorize a dispensary to purchase 16 cannabis and manufactured cannabis products from another 17 dispensary in a manner prescribed by the department by rules 18 adopted pursuant to this chapter [and chapter 91]; provided 19 that: 20 (1) The purchasing dispensary establishes to the

department's satisfaction that:

21

1		(A) The purchase is necessary to ensure that
2		qualifying patients have continuous access to
3		cannabis for medical use; or
4		(B) The cannabis and manufactured cannabis products
5		are for medical, scientific, or other legitimate
6		purposes approved by the State;
7	(2)	The selling dispensary may transport no more than
8		eight hundred ounces of cannabis or manufactured
9		cannabis products to the purchasing dispensary within
10		a thirty-day period;
11	(3)	The cannabis and manufactured cannabis products are
12		transported between the dispensaries for medical,
13		scientific, or other legitimate purposes approved by
14		the State; and
15	(4)	Nothing in this subsection shall relieve any
16		dispensary of its responsibilities and obligations
17		under this chapter and chapter 329."
18	SECT	ION 5. Section 329D-10, Hawaii Revised Statutes, is
19	amended by	y amending subsection (a) to read as follows:

1	"(a)	The types of medical cannabis products that may be
2	manufactu	red and distributed pursuant to this chapter shall be
3	limited to	o:
4	(1)	Capsules;
5	(2)	Lozenges;
6	(3)	Pills;
7	(4)	Oils and oil extracts;
8	(5)	Tinctures;
9	(6)	Ointments and skin lotions;
10	(7)	Transdermal patches;
11	(8)	Pre-filled and sealed containers used to aerosolize
12		and deliver cannabis orally, or by inhalation, such as
13		with an inhaler $[\Theta r]_{,}$ nebulizer $[r]_{,}$ or device that
14		provides safe pulmonary administration; provided that
15		[containers]:
16		(A) Containers need not be manufactured by the
17		licensed dispensary but shall be filled with
18		cannabis, cannabis oils, or cannabis extracts
19		manufactured by the licensed dispensary[+] or as
20		permitted by section 329D-6(r); but shall not
21		contain nicotine, tobacco-related products, or

1			any other non-cannabis derived products; and
2			[shall be designed to be used with devices used
3			to provide safe pulmonary administration of
4			manufactured cannabis products;
5	(9)	Đevi	ces that provide safe pulmonary administration;
6		prov	ided that:
7		(A)	The heating element of the device, if any, is
8			made of inert materials such as glass, ceramic,
9			or stainless steel, and not of plastic or rubber;
10		(B)	The device is distributed solely for use with
11			single-use, pre-filled, tamper-resistant, sealed
12			containers that do not contain nicotine or other
13			tobacco-products;
14		(C)	The device is used to aerosolize and deliver
15			cannabis by inhalation, such as an inhaler,
16			medical-grade nebulizer, or other similar medical
17			grade volitization device;
18		(D)	There is a temperature control on the device that
19			is regulated to prevent the combustion of
20			cannabis oil; and

1		(E) T	he device need not be manufactured by the
2		1	icensed dispensary;]
3		(B) F	or devices that provide safe pulmonary
4		<u>a</u>	dministration:
5		_(i) The heating element of the device, if any,
6			shall be made of inert materials such as
7			glass, ceramic, or stainless steel, and not
8			of plastic or rubber;
9		<u>(i</u>	i) The device shall be distributed solely for
10			use with single-use, pre-filled,
11			tamper-resistant, sealed containers that do
12			not contain nicotine or other tobacco
13			products;
14		<u>(ii</u>	i) There shall be a temperature control on the
15			device that is regulated to prevent the
16			combustion of cannabis oil; and
17		<u>(i</u>	The device need not be manufactured by the
18			licensed dispensary;
19	(9)	Pre-ro	lled cannabis flower products, as specified by
20		the de	partment;

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1	(10) [Other products, including edible Edible cannabis
2	р	roducts, as specified by the department; and
3	(11) 0	ther products as specified by the department."
4	SECTIO	N 6. Section 329D-15, Hawaii Revised Statutes, is
5	amended by	amending subsections (a) and (b) to read as follows:
6	"(a)	No person shall intentionally or knowingly enter or
7	remain upon	the premises of a medical cannabis retail dispensing
8	location un	less the individual is:
9	(1) A	n individual licensee or registered employee of the
10	d	ispensary;
11	(2) A	qualifying patient, primary caregiver, qualifying
12	0	ut-of-state patient, or caregiver of a qualifying
13	0	ut-of-state patient;
14	(3) A	government employee or official acting in the
15	р	erson's official capacity; or
16	(4) P	reviously included on a current department-approved
17	1	ist provided to the department by the licensee of
18	t	hose persons who are allowed into that dispensary's
19	f	acilities for a specific purpose for that dispensary,
20	i	ncluding but not limited to construction,
21	m	aintenance, repairs, legal counsel, providers of

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1	para	cransic of other assistive services required by a
2	qual	ifying patient to access a retail dispensary
3	loca	tion, or investors; provided that:
4	(A)	The person has been individually approved by the
5		department to be included on the list;
6	(B)	The person is at least twenty-one years of age,
7		as verified by a valid government issued
8		identification card;
9	(C)	The department has confirmed that the person has
10		no felony convictions;
11	(D)	The person is escorted by an individual licensee
12		or registered employee of the dispensary at all
13		times while in the dispensary facility; provided
14		that construction and maintenance personnel who
15		are not normally engaged in the business of
16		cultivating, processing, or selling medical
17		cannabis need not be accompanied on a full-time
18		basis, but shall be reasonably monitored by an
19		individual licensee or registered employee of the
20		dispensary while in areas not containing any
21		cannabis or cannabis products;

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1	(E)	The person is only permitted within those
2		portions of the dispensary facility as necessary
3		to fulfill the person's purpose for entering;
4	(F)	The person is only permitted within the
5		dispensary facility during the times and for the
6		duration necessary to fulfill the person's
7		purpose for entering;
8	(G)	The dispensary shall keep an accurate record of
9		each person's first and last name, date and times
10		upon entering and exiting the dispensary
11		facility, purpose for entering, and the identity
12		of the escort; and
13	(H)	The approved list shall be effective for one year
14		from the date of the department approval.
15	(b) No i	ndividual licensee or registered employee of a
16	medical cannab	is dispensary with control over or responsibility
17	for a retail d	ispensing location shall intentionally or
18	knowingly allo	w another to enter or remain upon the premises of
19	the retail dis	pensing location, unless the other is permitted to
20	enter and rema	in as specified in subsection (a) [+] , except in an
21	emergency situ	ation to repair infrastructure at a dispensary by

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

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]
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 cannabis products;
20	(E)	The person is only permitted within those
21		portions of the [dispensary facility] production

1		<u>center</u> 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 [dispensary] production center shall keep an
8		accurate record of each person's identity, date
9		and times upon entering and exiting the
10		dispensary facility, purpose for entering, and
11		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 i	ndividual licensee or registered employee of a
15	medical cannab	is dispensary with control over or responsibility
16	for a production	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 s	ubsection (a) $[-]$, except in an emergency situation
20	to repair infra	astructure at a dispensary by a person not on the
21	department-app	roved list; provided that those repair workers

1 shall be escorted at all times, and the licensee shall notify 2 the department of the use of this individual immediately. 3 Unauthorized access to a production center is a class 4 C felony." 5 SECTION 8. Section 329D-23, Hawaii Revised Statutes, is 6 amended by amending subsection (b) to read as follows: 7 The department shall report annually to the governor "(b) 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 Three consistent key performance indicators to measure (1) 16 program performance, as initially created and defined 17 by the department; 18 The number and location of production centers and (2)

dispensaries licensed;

19

1	(3)	The total licensing fees collected and the total
2		amount of taxes collected from production centers and
3		dispensaries;
4	(4)	The number of inspections conducted, licensing
5		violations determined by the department, and fines
6		collected from violations, by category; and
7	(5)	The description and number of education activities
8		undertaken pursuant to section 329D-26."
9	SECT	ION 9. Section 329D-26, Hawaii Revised Statutes, is
10	amended b	y amending subsection (a) to read as follows:
11	"(a)	The department shall conduct a continuing education
12	and train	ing program to explain and clarify the purposes and
13	requireme	nts of this chapter or to provide substance abuse
14	preventio	n and education. The program shall target community
15	partner a	gencies, physicians and other health care providers,
16	patients	and caregivers, law enforcement agencies, law and
17	policy ma	kers, and the general public. The program shall
18	include,	at minimum, education and outreach regarding:
19	(1)	The updated, publicly-available list of medical
20		cannabis dispensaries, physicians, and other health

1		care providers participating in the program under this	
2		chapter;	
3	(2)	Lawful activities, unlawful activities, and applicable	
4		penalties for a medical cannabis dispensary,	
5		qualifying patient, primary caregiver, qualifying	
6		out-of-state patient, caregiver of a qualifying	
7		out-of-state patient, and other entity performing	
8		related activities; and	
9	(3)	The methods and associated requirements for a medical	
10		cannabis dispensary, qualifying patient, primary	
11		caregiver, or other entity to produce cannabis and	
12		manufactured cannabis products, as applicable."	
13		PART III	
14	SECT	ION 10. Chapter 329, Hawaii Revised Statutes, is	
15	amended by adding a new section to part IX to be appropriately		
16	designated and to read as follows:		
17	" <u>§</u> 32	9- Medical use of cannabis; reports. The department	
18	shall rep	ort annually to the governor and the legislature on the	
19	medical u	se of cannabis. Each report, at minimum, shall	
20	include:		

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1	(1)	Three consistent key performance indicators to measure
2		program performance, as initially created and defined
3		by the department;
4	(2)	The number of new, renewed, and expired and not
5		renewed registrations of qualifying patients, primary
6		caregivers, qualifying out-of-state patients, and
7		caregivers of a qualifying out-of-state patient;
8	(3)	The amount of fees collected from new and renewed
9		registrations;
10	(4)	The number of physician or advanced practice
11		registered nurses issuing medical cannabis
12		certifications, and the number of certifications
13		issued by each of the ten physician or advanced
14		practice registered nurses who issue the highest
15		number of certifications;
16	(5)	The number of locations on each island where more than
17		five qualifying patients register the same or
18		contiguous location or locations for cultivating
19		cannabis, and the number of qualifying patients
20		registered at each of the ten most frequently used

1		same or contiguous locations used to cultivate	
2		cannabis;	
3	(6)	The number of inspections conducted and number of	
4		violations found by the department; and	
5	(7)	The description and number of education activities	
6		undertaken by the full-time staff member per	
7		section 329D-26 and the total expense of those	
8		education activities."	
9		PART IV	
10	SECTION 11. Pursuant to section 201-13.9, Hawaii Revised		
11	Statutes,	the department of business economic development and	
12	tourism shall submit to the legislature, no later than twenty		
13	days prior to the convening of the regular session of 2024, a		
14	report that provides an analysis of aggregated de-identified		
15	information regarding the medical cannabis registry and		
16	dispensary programs established pursuant to chapters 329 and		
17	329D, Hawaii Revised Statutes.		
18		PART V	
19	SECT	ION 12. This Act does not affect rights and duties	
20	that matu	red, penalties that were incurred, and proceedings that	
21	were begu	n before its effective date.	

- 1 SECTION 13. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 14. This Act shall take effect on December 31,
- 4 2050.

Report Title:

Medical Cannabis; Dispensaries; Certification; Patients

Description:

Adds or clarifies signage, manufactured cannabis product, and escort requirements for the medical cannabis dispensary program. Establishes annual reporting requirements to increase public transparency regarding the medical cannabis registry program. Makes various housekeeping amendments. Effective 12/31/2050. (SD1)

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