FIRST REGULAR SESSION

SENATE BILL NO. 56

99TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR HOLSMAN.

Pre-filed December 1, 2016, and ordered printed.

0594S.02I

ADRIANE D. CROUSE, Secretary.

AN ACT

To amend chapter 579, RSMo, by adding thereto five new sections relating to medical marijuana, with penalty provisions.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 579, RSMo, is amended by adding thereto five new

- 2 sections, to be known as sections 579.250, 579.255, 579.260, 579.265, and 579.270,
- 3 to read as follows:

579.250. 1. For purposes of sections 579.250 to 579.270, the 2 following terms mean:

- 3 (1) "Administer", the direct application of marijuana to a 4 qualifying patient by way of any of the following methods:
- 5 (a) Ingestion of capsules, teas, oils, and other marijuana-infused 6 products;
- 7 (b) Vaporization or smoking of dried flowers, buds, plant 8 material, extracts, or oils;
- 9 (c) Application of ointments or balms;
- 10 (d) Transdermal patches and suppositories;
- 11 (e) Consuming marijuana-infused food products; or
- 12 (f) Any other method recommended by a qualifying patient's 13 physician;
- 14 (2) "Department", the department of health and senior services;
- 15 (3) "Entity", a natural person, corporation, professional
- 16 corporation, nonprofit corporation, cooperative corporation,
- 17 unincorporated association, business trust, limited liability company,
- 18 general or limited partnership, limited liability partnership, joint
- 19 venture, or any other entity;

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(4) "Flowering plant", a marijuana plant from the time it exhibits

21 the first signs of sexual maturity through harvest;

- (5) "Marijuana", Cannabis indica, Cannabis sativa, and Cannabis ruderalis, hybrids of such species, and any other strains commonly understood within the scientific community to constitute marijuana, as well as resin extracted from the plant and marijuana-infused products. "Marijuana" does not include industrial hemp containing a crop-wide average tetrahydrocannabinol concentration that does not exceed three-tenths of one percent on a dry weight basis, or commodities or products manufactured from industrial hemp;
- (6) "Marijuana-infused products", products that are infused with marijuana or an extract thereof and are intended for use or consumption other than by smoking, including but not limited to edible products, ointments, and tinctures;
- (7) "Medical marijuana cultivation facility", a facility licensed by the department to acquire, cultivate, process, transport, and sell marijuana to a medical marijuana dispensary facility or to a medical marijuana-infused products manufacturing facility;
- (8) "Medical marijuana dispensary facility", a facility licensed by the department to acquire, sell, transport, and deliver marijuana, marijuana-infused products, and drug paraphernalia used to administer marijuana as provided for in this section;
- (9) "Medical marijuana-infused products manufacturing facility", a facility licensed by the department to acquire, manufacture, transport, and sell marijuana-infused products to a medical marijuana dispensary facility;
- (10) "Medical use", the production, possession, delivery, distribution, transportation, or administration of marijuana or a marijuana-infused product, or drug paraphernalia used to administer marijuana or a marijuana-infused product, for the benefit of a qualifying patient to mitigate the symptoms or effects of the patient's qualifying medical condition;
- (11) "Physician", an individual who is licensed and in good standing to practice medicine or osteopathy under chapter 334;
- (12) "Physician certification", a document, whether handwritten, electronic, or in another commonly used format, signed by a physician, which states that, in the physician's professional opinion, the patient suffers from a qualifying medical condition and is likely to receive

58 therapeutic or palliative benefit from the medical use of marijuana to treat or alleviate the patient's qualifying medical condition or symptoms associated with the qualifying medical condition; 60

- (13) "Primary caregiver", an individual twenty-one years of age 61 62 or older who has significant responsibility for managing the well-being of a qualifying patient and who is designated as such on the primary caregiver's application for an identification card under this section or 64 in other written notification to the department; 65
- (14) "Qualifying medical condition", the condition of, symptoms 66 related to, or side-effects from the treatment of:
 - (a) Cancer;

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- (b) Epilepsy;
- (c) Glaucoma;
- 71(d) Intractable migraines unresponsive to other treatments;
- 72 (e) A chronic medical condition that causes severe, persistent pain or persistent muscle spasms, including but not limited to those associated with multiple sclerosis, seizures, Parkinson's disease, and Tourette's syndrome; 75
- 76 (f) Debilitating psychiatric disorders, including but not limited to post-traumatic stress disorder, if diagnosed by a state licensed 77 78 psychiatrist;
- 79 (g) Human immunodeficiency virus or acquired immune 80 deficiency syndrom;
 - (h) A chronic medical condition that is normally treated with a prescription medication that could lead to physical or psychological dependence, when a physician determines that medical use of marijuana could be effective in treating that condition and would serve as a safer alternative to the prescription medication;
 - (i) Any terminal illness; or
- 87 (j) In the professional judgment of a physician, any other 88 chronic, debilitating, or otherwise equivalent condition, including but not limited to hepatitis C, amyotrophic lateral sclerosis, inflammatory 89 bowel disease, agitation of Alzheimer's disease, cachexia, and wasting 90 91 syndrome;
- 92 (15) "Qualifying patient", a Missouri resident diagnosed with at 93 least one qualifying medical condition.
 - 579.255. 1. In carrying out the implementation of sections

2 579.250 to 579.270, the department shall have the authority to:

- (1) Grant or refuse state licenses for the cultivation, manufacture, distribution, and sale of marijuana for medical use; suspend, fine, restrict, or revoke such licenses upon a violation of sections 579.250 to 579.270 or a rule promulgated under said sections; and impose any administrative penalty authorized by sections 579.250 to 579.270 or any rule promulgated under said sections;
- (2) Promulgate rules and emergency rules necessary for the proper regulation and control of the cultivation, manufacture, distribution, and sale of marijuana for medical use and for the enforcement of sections 579.250 to 579.270;
- (3) Develop such forms, licenses, identification cards, and applications as are necessary or convenient in the discretion of the department for the administration of sections 579.250 to 579.270 or any of the rules promulgated under said sections;
- (4) Require a seed-to-sale tracking system that tracks medical marijuana from either the seed or immature plant stage until the medical marijuana or medical marijuana-infused product is sold to a qualifying patient or primary caregiver at a medical marijuana dispensary facility to ensure that no medical marijuana grown by a medical marijuana cultivation facility or manufactured by a medical marijuana-infused products manufacturing facility is sold or otherwise transferred except by a medical marijuana dispensary facility. If it creates a seed-to-sale tracking system, the department shall certify, if possible, at least two commercially available systems to license as compliant with its tracking standards and issue standards for the creation or use of other systems by licensees;
- 29 (5) Prepare and transmit annually a publicly available report 30 accounting to the governor for the efficient discharge of all 31 responsibilities assigned to the department under sections 579.250 to 32 579.270.
- 2. The department may issue any rules or emergency rules necessary for the implementation and enforcement of sections 579.250 to 579.270 and to ensure the right to, availability of, and safe use of marijuana for medical use by qualifying patients. In developing such rules or emergency rules, the department may consult with other public agencies. In addition to any other rules or emergency rules necessary

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to carry out the mandates of sections 579.250 to 579.270, the department may promulgate rules or emergency rules relating to the following subjects:

- (1) Compliance with, enforcement of, or violation of any provision of sections 579.250 to 579.270 or any rule issued under said sections, including procedures and grounds for denying, suspending, fining, restricting, or revoking a state license issued under sections 579.250 to 579.270;
- 47 (2) Specifications of duties of officers and employees of the 48 department;
- 49 (3) Instructions or guidance for local authorities and law 50 enforcement officers;
- 51 (4) Requirements for inspections, investigations, searches, 52 seizures, and such additional enforcement activities as may become 53 necessary from time to time;
- 54 (5) Creation of a range of administrative penalties for use by the 55 department;
 - (6) Prohibition of misrepresentation and unfair practices;
- 57 (7) Control of informational and product displays on licensed 58 premises;
 - (8) Development of individual identification cards for owners, officers, managers, contractors, employees, and other support staff of entities licensed under sections 579.250 to 579.270, including a fingerprint-based federal and state criminal record check in accordance with U.S. Public Law 92-544, or its successor provisions, as may be required by the department prior to issuing a card and procedures to ensure that cards for new applicants are issued within fourteen days;
- (9) Security requirements for any premises licensed under sections 579.250 to 579.270, including, at a minimum, lighting, physical security, video, alarm requirements, and other minimum procedures for internal control as deemed necessary by the department to properly administer and enforce the provisions of sections 579.250 to 579.270, including reporting requirements for changes, alterations, or modifications to the premises;
- 74 (10) Regulation of the storage of, warehouses for, and 75 transportation of marijuana for medical use;

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- 76 (11) Sanitary requirements, including but not limited to sanitary 77 requirements for the preparation of medical marijuana-infused 78 products;
- 79 (12) The specification of acceptable forms of picture 80 identification that a medical marijuana dispensary facility may accept 81 when verifying a sale;
- 82 (13) Labeling and packaging standards;
- 83 (14) Records to be kept by licensees and the required availability 84 of the records;
- 85 (15) State licensing procedures, including procedures for 86 renewals, reinstatements, initial licenses, and the payment of licensing 87 fees;
 - (16) The reporting and transmittal of tax payments;
 - (17) Authorization for the department of revenue to have access to licensing information to ensure tax payment and the effective administration of sections 579.250 to 579.270; and
- 92 (18) Such other matters as are necessary for the fair, impartial, 93 stringent, and comprehensive administration of sections 579.250 to 94 579.270.
- 95 3. The department shall issue rules or emergency rules for a 96 medical marijuana and medical marijuana-infused products 97 independent testing and certification program for medical marijuana 98 licenses. The rules shall require licensees to test medical marijuana 99 using an impartial, independent laboratory to ensure, at a minimum, 100 that products sold for human consumption do not contain contaminants 101 that are injurious to health and to ensure correct labeling.
- 102 4. The department shall maintain the confidentiality of reports 103 or other information obtained from an applicant or licensee containing any individual data, information, patient information, or records 104 related to the licensee or its operation, including sales information, 105 106 financial records, tax returns, credit reports, cultivation information, 107 testing results, and security information and plans, or any other 108 records that are exempt from public inspection under state or federal 109 law. Such reports or other information may be used only for a purpose authorized by sections 579.250 to 579.270. Any information released 110 related to patients may be used only for a purpose authorized by 111 federal law and sections 579.250 to 579.270, including verifying that a 112

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person who presented a patient identification card to a state or local law enforcement official is lawfully in possession of such card.

- 5. Within ninety days of the effective date of sections 579.250 to 579.270, the department shall make available to the public license application forms and application instructions for medical marijuana cultivation facilities, medical marijuana dispensary facilities, and medical marijuana-infused products manufacturing facilities.
- 6. Within ninety days of the effective date of sections 579.250 to 579.270, the department shall make available to the public application forms and application instructions for qualifying patient, qualifying patient cultivation, and primary caregiver identification cards. Within one hundred fifty days of the effective date of sections 579.250 to 579.270, the department shall begin accepting applications for such identification cards.
- 127 7. An entity may apply to the department for and obtain a license 128 to grow marijuana as a medical marijuana cultivation facility. Each 129 facility in operation shall require a separate license. Each indoor facility utilizing artificial lighting may be limited by the department to 130 131 thirty thousand square feet of flowering plant canopy space. Each outdoor facility utilizing natural lighting may be limited by the 132 department to two thousand eight hundred flowering plants. Each 133 134 greenhouse facility using a combination of natural and artificial 135 lighting may be limited by the department, at the election of the 136 licensee, to two thousand eight hundred flowering plants or thirty 137 thousand square feet of flowering plant canopy space. The license shall 138 be valid for three years from its date of issuance and shall be renewable, except for good cause. The department shall charge each 139 140 applicant a nonrefundable fee of three thousand dollars per license 141 application or renewal. Once granted, the department shall charge each licensee an annual fee of twenty thousand dollars per facility 142 license. Application and license fees shall be increased or decreased 143 144 each year by the percentage of increase or decrease from the end of the previous calendar year of the Consumer Price Index, or successor index 145 146 as published by the U.S. Department of Labor, or its successor agency. No more than three medical marijuana cultivation facility licenses shall 147 148 be issued to any entity under substantially common control, ownership, 149 or management.

8. An entity may apply to the department for and obtain a license to operate a medical marijuana dispensary facility. Each facility in operation shall require a separate license. A license shall be valid for three years from its date of issuance and shall be renewable, except for good cause. The department shall charge each applicant a nonrefundable fee of three thousand dollars per license application or renewal. Once granted, the department shall charge each licensee an annual fee of ten thousand dollars per facility license. Application and license fees shall be increased or decreased each year by the percentage of increase or decrease from the end of the previous calendar year of the Consumer Price Index, or successor index as published by the U.S. Department of Labor, or its successor agency. No more than six medical marijuana dispensary facility licenses shall be issued to any entity under substantially common control, ownership, or management.

9. An entity may apply to the department for and obtain one or more licenses to operate a medical marijuana-infused products manufacturing facility. Each facility in operation shall require a separate license. A license shall be valid for three years from its date of issuance and shall be renewable, except for good cause. The department shall charge each applicant a nonrefundable fee of three thousand dollars per license application or renewal. Once granted, the department shall charge each licensee an annual fee of ten thousand dollars per facility license. Application license fees shall be increased or decreased each year by the percentage of increase or decrease from the end of the previous calendar year of the Consumer Price Index, or successor index as published by the U.S. Department of Labor, or its successor agency. No more than five medical marijuana-infused products manufacturing facility licenses shall be issued to any entity under substantially common control, ownership, or management.

10. Except for good cause, a qualifying patient or his or her primary caregiver may obtain an identification card from the department to cultivate up to six flowering marijuana plants for the exclusive use of that qualifying patient. The card shall be valid for twelve months from its date of issuance and shall be renewable with the annual submittal of a new or updated physician's certification. The department shall charge an annual fee for the card of one hundred

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dollars, with such rate to be increased or decreased each year by the percentage of increase or decrease from the end of the previous calendar year of the Consumer Price Index, or successor index as published by the U.S. Department of Labor, or its successor agency.

- 11. The department may set a limit on the amount of marijuana that may be purchased by or on behalf of a single qualifying patient in a thirty day period, provided that limit is not less than six ounces of dried, unprocessed marijuana, or its equivalent. Any such limit shall not apply to a qualifying patient with written certification from two independent physicians that there are compelling reasons why the qualifying patient needs a greater amount than the limit established by the department.
- 199 12. The department may set a limit on the amount of marijuana 200 that may be possessed by or on behalf of each qualifying patient, provided that limit is not less than a sixty day supply of dried, 201 202 unprocessed marijuana, or its equivalent. A primary caregiver may 203 possess a separate legal limit for each qualifying patient under his or 204 her care and a separate legal limit for himself or herself if the 205 caregiver is a qualifying patient. Qualifying patients cultivating 206 marijuana for medical use may possess up to a ninety day supply, so long as the supply remains on property under their control. Any such 207 208 limit shall not apply to a qualifying patient with written certification 209 from two independent physicians that there are compelling reasons for 210 additional amounts. Possession of more than the legal limit and up to twice the legal limit shall subject the possessor to department 211 212 sanctions, including an administrative penalty and loss of the 213 possessor's patient identification card for up to one year. Purposefully 214 possessing amounts in excess of twice the legal limit shall be punishable by imprisonment of up to one year and a fine of up to two 215 216 thousand dollars.
- 13. The department may restrict the aggregate number of licenses granted for medical marijuana cultivation facilities, provided, however, that the number may not be limited to fewer than one license per every eighty thousand inhabitants, or any portion thereof, of the state of Missouri, according to the most recent census of the United States. In any year, if the number of qualifying applicants and any renewals exceed such a restriction, the department shall, after

renewing all qualifying licenses, rank new applicants using the following factors: site security; capacity or experience with agriculture, horticulture, health care, or a legal cannabis market; acceptance in the site community; potential for positive economic impact in the site community; and maintaining competitiveness in the marijuana for medical use marketplace. In ranking applicants and awarding licenses, the department may consult or contract with other public agencies with relevant expertise regarding these factors. The department shall lift or ease any limit on the number of medical marijuana cultivation facilities to meet the demand for medical marijuana by qualifying patients.

14. The department may restrict the aggregate number of licenses granted for marijuana-infused products manufacturing facilities, provided, however, that the number may not be limited to fewer than one license per every fifty thousand inhabitants, or any portion thereof, of the state of Missouri, according to the most recent census of the United States. In any year, if the number of qualifying applicants and any renewals exceed such a restriction, the department shall, after renewing all qualifying licenses, rank new applicants using the following factors: site security; experience or capacity with health care or a legal cannabis market; acceptance in the site community; potential for positive economic impact in the site community; and maintaining competitiveness in the marijuana for medical use marketplace. In ranking applicants and awarding licenses, the department may consult or contract with other public agencies with relevant expertise regarding these factors.

15. If a county has restricted the number of licenses for medical marijuana dispensary facilities, then, in any year that the number of qualifying applicants and any renewals exceed such restriction, the department shall, after renewing all qualifying licenses, rank new applicants using the following factors: site security; experience or capacity with health care or a legal cannabis market; acceptance in the site community; potential for positive economic impact in the site community; and maintaining competitiveness in the marijuana for medical use marketplace. In ranking applicants and awarding licenses, the department may consult or contract with other public agencies with relevant expertise regarding these factors.

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16. The department shall begin accepting license applications for medical marijuana dispensary facilities, medical marijuana cultivation facilities, and medical marijuana-infused products manufacturing facilities no later than one hundred fifty days after the effective date of sections 579.250 to 579.270. Applications for licenses under this section shall be approved or denied by the department no later than one hundred fifty days after their submission. If the department fails to carry out its nondiscretionary duty to approve or deny an application within one hundred fifty days of submission, an applicant may immediately seek a court order compelling the department to approve or deny the application.

17. Qualifying patients under this section shall obtain and annually renew an identification card or cards from the department. The department shall charge a fee of twenty-five dollars per year per card with such fee to be increased or decreased each year by the percentage of increase or decrease from the end of the previous calendar year of the Consumer Price Index, or successor index as published by the U.S. Department of Labor, or its successor agency. Upon receiving an application for a qualifying patient identification card or qualifying patient cultivation identification card, the department shall, within thirty days, either issue the card or provide a written explanation for its denial. If the department fails to issue a card to an eligible qualifying patient within thirty days, then the patient's physician certification shall serve as his or her patient identification card or qualifying patient cultivation identification card for up to one year from the date of physician certification. All initial applications for or renewals of a qualifying patient identification card qualifying patient cultivation identification card shall be accompanied by a physician certification that is less than thirty days old.

291 18. Primary caregivers under this section shall obtain and 292 annually renew an identification card from the department. The 293 department shall charge a fee of twenty-five dollars per year, with such 294 fee to be increased or decreased each year by the percentage of 295 increase or decrease from the end of the previous calendar year of the 296 Consumer Price Index, or successor index as published by the U.S. 297 Department of Labor, or its successor agency. Upon receiving an

application for a primary caregiver identification card, the department shall, within thirty days, either issue the card or provide a written explanation for its denial.

- 301 19. All marijuana for medical use sold in Missouri shall be 302 cultivated in a licensed medical marijuana cultivation facility located 303 in Missouri.
- 304 **20.** All marijuana-infused products for medical use sold in the 305 state of Missouri shall be manufactured in a medical marijuana-infused 306 products manufacturing facility.
- 21. The denial of a license, license renewal, or identification card 308 by the department shall be appealable to the administrative hearing 309 commission. Following the exhaustion of administrative review, denial 310 of a license, license renewal, or identification card by the department 311 shall be subject to judicial review as provided by chapter 536.
- 22. No elected official shall interfere directly or indirectly with the department's obligations and activities under sections 579.250 to 314 579.270.
- 579.260. 1. A tax is levied upon the retail sale of marijuana for medical use sold at medical marijuana dispensary facilities within the state. The tax shall be at a rate of four percent of the retail price. The tax shall be collected by each licensed medical marijuana dispensary facility and paid to the department of revenue. After retaining no more than five percent for its actual collection costs, amounts generated by the tax levied in this section shall be deposited by the department of revenue into the Missouri Veterans' Health and Care Fund. Licensed entities making retail sales within the state shall be allowed approved credit for returns provided the tax was paid on the returned item and the purchaser was given the refund or credit.
- 2. There is hereby created in the state treasury the "Missouri Veterans' Health and Care Fund" which shall consist of taxes and fees collected under sections 579.250 to 579.270. The state treasurer shall be custodian of the fund, and he or she shall invest moneys in the fund in the same manner as other funds are invested. Any interest and moneys earned on such investments shall be credited to the fund. Notwithstanding any other provision of law to the contrary, any moneys remaining in the fund at the end of a biennium shall not revert to the credit of the general revenue fund. The commissioner of

administration is authorized to make cash operating transfers to the fund for purposes of meeting the cash requirements of the department in advance of it receiving annual application, licensing, and tax revenue, with any such transfers to be repaid as provided by law. The fund shall be a dedicated fund and shall stand appropriated without further legislative action as follows:

- (1) First, to the department, an amount necessary for the department to carry out this section, including repayment of any cash operating transfers, payments made through contract or agreement with other state and public agencies necessary to carry out sections 579.250 to 579.270, and a reserve fund to maintain a reasonable working cash balance for the purpose of carrying out this section;
- (2) Next, the remainder of such funds shall be transferred to the Missouri veterans commission for health and care services for military veterans, including the following purposes: operations, maintenance and capital improvements of the Missouri Veteran's Homes, the Missouri Service Officer's Program, and other services for veterans approved by the commission, including but not limited to health care services, mental health services, drug rehabilitation services, housing assistance, job training, tuition assistance, and housing assistance to prevent homelessness. The Missouri veterans commission shall contract with other public agencies for the delivery of services beyond its expertise.
- 3. For all retail sales of marijuana for medical use, a record shall be kept by the seller which identifies by secure and encrypted patient number issued by the seller to the qualifying patient involved in the sale, all amounts and types of marijuana involved in the sale and the total amount of money involved in the sale, all amounts and types of marijuana involved in the sale and the total amount of money involved in the sale, including itemizations, taxes collected, and grand total sale amounts. All such records shall be kept on the premises in a readily available format and be made available for review by the department and the department of revenue upon request. Such records shall be retained for five years from the date of the sale.
- 4. The tax levied under this section is separate from and in addition to any general state and local sales and use taxes that apply to retail sales, which shall continue to be collected and distributed as

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- 5. Except as authorized in this section, no additional taxes shall 60 be imposed on the sale of marijuana for medical use.
- 579.265. 1. Except as provided in this section, the possession of marijuana in quantities less than the limits of this section or established by the department and transportation of marijuana from a medical marijuana dispensary facility to the qualifying patient residence shall not subject the possessor to arrest, criminal or civil liability, or sanctions under Missouri law, provided that the possessor produces on demand to the appropriate authority a valid qualifying patient identification card; a valid patient cultivation identification card; a valid physician certification while making application for an identification card; or a valid primary caregiver identification 10 card. Production of the respective equivalent identification card or 11 authorization issued by another state or political subdivision of another state shall also meet the requirements of this subsection. 13
 - 2. No patient shall be denied access to or priority for an organ transplant because the patient holds a qualifying patient identification card or uses marijuana for medical use.
 - 3. A physician shall not be subject to criminal or civil liability or sanctions under Missouri law or discipline by the Missouri state board of registration for the healing arts for issuing a physician certification to a patient diagnosed with a qualifying medical condition in a manner consistent with sections 579.250 to 579.270 and legal standards of professional conduct.
 - 4. A health care provider shall not be subject to civil or criminal prosecution, denial of any right or privilege, civil or administrative penalty or sanction, or disciplinary action by any accreditation or licensing board or commission for providing health care services that involve the medical use of marijuana consistent with sections 579.250 to 579.270 and legal standards of professional conduct.
 - 5. A testing laboratory shall not be subject to civil or criminal prosecution, denial of any right or privilege, civil or administrative penalty or sanction, or disciplinary action by any accreditation or licensing board or commission for providing laboratory testing that relates to the medical use of marijuana consistent with sections 579.250 to 579.270 and otherwise meets legal standards of professional conduct.

- 6. A health care provider shall not be subject to mandatory reporting requirements for the medical use of marijuana by nonemancipated qualifying patients under eighteen years of age in a manner consistent with sections 579.250 to 579.270 and with consent of a parent or guardian.
- 7. A primary caregiver shall not be subject to criminal or civil liability or sanctions under Missouri law for purchasing, transporting, or administering marijuana for medical use by a qualifying patient or participating in the patient cultivation of up to six flowering marijuana plants per patient in a manner consistent with sections 579.250 to 579.270 and generally established legal standards of personal or professional conduct.
 - 8. An attorney shall not be subject to the disciplinary action by the state bar association or other professional licensing body for providing legal assistance to prospective or licensed medical marijuana cultivation facilities, medical marijuana dispensary facilities, medical marijuana-infused products manufacturing facilities, qualifying patients, primary caregivers, physicians, health care providers or others related to activity that is no longer subject to criminal penalties under state law under this section.
 - 9. Actions and conduct by qualifying patients, primary caregivers, medical marijuana cultivation facilities, medical marijuana infused products manufacturing facilities, or medical marijuana dispensary facilities licensed or registered with the department, or their employees or agents, as permitted by sections 579.250 to 579.270 and in compliance with department regulations and other standards of legal conduct, shall not be subject to criminal or civil liability or sanctions under Missouri law, except as provided for by sections 579.250 to 579.270.
 - 10. Nothing in this section shall provide immunity for negligence, either common law or statutorily created, nor criminal immunities for operating a vehicle, aircraft, dangerous device, or navigating a boat under the influence of marijuana.
 - 11. It is the public policy of the state of Missouri that contracts related to marijuana for medical use that are entered into by qualifying patients, primary caregivers, medical marijuana cultivation facilities, medical marijuana-infused products manufacturing facilities, or

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medical marijuana dispensary facilities and those who allow property to be used by those entities, should be enforceable. It is the public policy of the state of Missouri that no contract entered into by qualifying patients, primary caregivers, medical marijuana cultivation facilities, medical marijuana-infused products manufacturing facilities, or medical marijuana dispensary facilities, or by a person who allows property to be used for activities that are exempt from state criminal penalties by this section, shall be unenforceable on the basis that activities related to medical marijuana may be prohibited by federal law.

579.270. 1. Nothing in sections 579.250 to 579.270 permits a 2 person to:

- 3 (1) Consume marijuana for medical use in a jail or correctional 4 facility; or
- 5 (2) Undertake any task under the influence of marijuana when 6 doing so would constitute negligence or professional malpractice; or
 - (3) Operate, navigate, or be in actual physical control of any dangerous device or motor vehicle, aircraft, or motorboat while under the influence of marijuana; or
 - (4) Bring a claim against any employer, former employer, or prospective employer for wrongful discharge, discrimination, or any similar cause of action or remedy, based on the employer, former employer, or prospective employer prohibiting the employee, former employee, or prospective employee from being under the influence of marijuana while at work or disciplining the employee or former employee, up to and including termination from employment, for working or attempting to work while under the influence of marijuana.
- 2. No medical marijuana cultivation facility, medical marijuana 19 dispensary facility, or medical marijuana-infused products manufacturing facility shall be owned in whole or in part, or have as 20 an officer, director, board member, manager, or employee, any 2122individual with a disqualifying felony offense. A "disqualifying felony 23offense" is a violation of, and conviction or guilty plea to, state or federal law that is, or would have been, a felony under Missouri law, 25regardless of the sentence imposed, unless the department determines 26 that:
 - (1) The person's conviction was for the medical use of marijuana

28 or assisting in the medical use of marijuana; or

- 29 (2) The person's conviction was for a nonviolent crime for which 30 he or she was not incarcerated and that is more than five years old; or
- 31 (3) More than five years have passed since the person was 32 released from parole or probation, and he or she has not been found 33 guilty of any subsequent criminal offenses.
- 3. The department may consult with and rely on the records, 35 advice, and recommendations of the attorney general and the 36 department of public safety, or their successor entities, in applying this 37 section.
- 4. All medical marijuana cultivation facility, medical marijuana dispensary facility, or medical marijuana-infused products manufacturing facility licenses shall be held by entities that are majority owned by natural persons who have been residents of the state of Missouri for at least one year prior to the application for such license or licenses. Notwithstanding the forgoing, entities outside the state of Missouri may own a minority stake in such entities.
- 45 5. A county may require a site permit for a medical marijuana dispensary facility utilizing generally applicable permitting standards. 46 47In addition, by February 1, 2018, a county may limit the number of site permits to be granted for medical marijuana dispensary facilities, 48 49 provided however, that the number may not be limited to fewer than 50 one site for every thirty thousand inhabitants, or any portion thereof, 51 in such county, according to the most recent census of the United 52 States. After a county's initial site permit limit notification, a county 53 shall notify the department of any change to its site permit limit within ten days of such decision; however, the number of site permits shall not 54 be less than the number of licenses previously issued by the 55 department for that county. 56
- 6. No medical marijuana cultivation facility, medical marijuana dispensary facility, or medical marijuana-infused products manufacturing facility shall manufacture, package, or label marijuana or marijuana-infused products in a false or misleading manner. No person shall sell any product in a manner designed to cause confusion between a marijuana or marijuana-infused product and any product not containing marijuana. A violation of this subsection shall be punishable by an appropriate and proportional department sanction,

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65 up to and including loss of license.

- 66 7. All edible marijuana-infused products shall be sold in individual, child-resistant containers that are labeled with dosage amounts, instructions for use, and estimated length of effectiveness. All marijuana and marijuana-infused products shall be sold in containers 69 70 clearly and conspicuously labeled, in a font size at least as large as the 71 largest other font size used on the package, as containing "marijuana", or a "marijuana-infused product". Violation of this subsection shall 7273 subject the violator to department sanctions, including an administrative penalty. 74
 - 8. No individual shall serve as the primary caregiver for more than three qualifying patients.
 - 9. No qualifying patient shall consume marijuana for medical use in a public place. Violation of this subsection shall be subject to the penalty in section 579.015.
 - 10. No person shall extract resins from marijuana using dangerous materials or combustible gasses without a medical marijuana-infused products manufacturing facility license. Violation of this prohibition shall subject the violator to department sanctions, including an administrative penalty and loss of their identification card or license for up to one year.
- 11. All patient cultivation shall take place in an enclosed, locked facility that is equipped with security devices that permit access only by the qualifying patient or by such patient's primary caregiver. Two qualifying patients, who both hold valid patient cultivation 90 identification cards, may share one enclosed, locked facility. No more than twelve patient or primary caregiver cultivated flowering marijuana plants may be cultivated in a single, enclosed, locked facility, except when a primary caregiver also holds a patient cultivation identification card, in which case no more than eighteen flowering marijuana plants may be cultivated in a single, enclosed, locked facility.
- 97 12. No medical marijuana cultivation facility, medical marijuana dispensary facility, or medical marijuana-infused products 98 manufacturing facility shall assign, sell, give, lease, sublicense, or 100 otherwise transfer its license to any other entity without the express consent of the department, not to be unreasonably withheld. 101

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102 13. Unless allowed by the local government, no new medical 103 marijuana cultivation facility, medical marijuana dispensary facility, 104 or medical marijuana-infused products manufacturing facility shall be initially sited within one thousand feet of any then-existing elementary 105 106 or secondary school, child daycare center, or church. No local government shall prohibit medical marijuana cultivation facilities, 107 medical marijuana dispensary facilities, or medical marijuana-infused 108 products manufacturing facilities, either expressly or through the 109 110 enactment of ordinances or regulations that make their operation unduly burdensome in the jurisdiction. However, local governments 111 112 may enact ordinances or regulations not in conflict with sections 579.250 to 579.270, or with regulations enacted under said sections, 113 governing the time, place, and manner of such facilities in the locality. 114 A local government may establish civil penalties for violation of an 115 ordinance or regulations governing the time, place, manner of 116 117 operation of a medical marijuana cultivation facility, medical 118 marijuana dispensary facility, or medical marijuana-infused products manufacturing facility that may operate in such locality. 119

- 14. Unless superseded by federal law, a physician shall not recommend the medical use of marijuana to a patient by any means other than providing a physician certification for the patient, whether handwritten, electronic, or in another commonly used format. In any year, no physician shall issue more physician certifications than a number equivalent to twenty-five percent of his or her total number of prescriptions for other drugs. A qualifying patient shall obtain a new physician certification at least annually.
- 128 15. A physician shall not issue a certification for the medical use 129 of marijuana for a nonemancipated qualifying patient under the age of eighteen without the written consent of the qualifying patient's parent 130 131 or legal guardian. The department shall not issue a patient identification card on behalf of a nonemancipated qualifying patient 132 133 under the age of eighteen without the written consent of the qualifying patient's parent or legal guardian. Such card shall be issued to one of 134 the parents or guardians and not directly to the patient. Only a parent 135 136 or guardian may serve as a primary caregiver for a nonemancipated qualifying patient under the age of eighteen. Only the qualifying 137 patient's parent or guardian shall purchase or possess medical 138

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marijuana for a nonemancipated patient under the age of eighteen. A parent or guardian shall supervise the administration of medical marijuana to a nonemancipated patient under the age of eighteen.

142 16. Nothing in sections 579.250 to 579.270 shall be construed as 143 mandating health insurance coverage of medical marijuana for 144 qualifying patient use;

17. Real and personal property used in the cultivation, manufacture, transport, testing, distribution, sale, and administration of marijuana for medical use or for activities otherwise in compliance with sections 579.250 to 579.270 shall not be subject to asset forfeiture solely because of that use.

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Bill

