FIRST REGULAR SESSION

SENATE BILL NO. 395

98TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR HOLSMAN.

Read 1st time February 4, 2015, and ordered printed.

1979S.01I

ADRIANE D. CROUSE, Secretary.

AN ACT

To repeal sections 195.202, 195.211, 195.222, 195.223, and 263.250, RSMo, and to enact in lieu thereof thirty-five new sections relating to cannabis, with penalty provisions.

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

Section A. Sections 195.202, 195.211, 195.222, 195.223, and 263.250,

- 2 RSMo, are repealed and thirty-five new sections enacted in lieu thereof, to be
- 3 known as sections 195.202, 195.211, 195.222, 195.223, 195.900, 195.903, 195.906,
- 4 195.909, 195.912, 195.915, 195.918, 195.921, 195.924, 195.927, 195.930, 195.933,
- 5 195.936, 195.939, 195.942, 195.945, 195.948, 195.951, 195.954, 195.957, 195.960,
- 6 195.963, 195.966, 195.969, 195.972, 195.975, 195.978, 195.981, 195.984, 195.985,
- 7 and 263.250, to read as follows:
 - 195.202. 1. Except as authorized by sections 195.005 to 195.425 and
- 2 sections 195.900 to 195.985, it is unlawful for any person to possess or have
- 3 under his control a controlled substance.
- 4 2. Any person who violates this section with respect to any controlled
- 5 substance except thirty-five grams or less of marijuana or any synthetic
- 6 cannabinoid is guilty of a class C felony.
- 7 3. Any person who violates this section with respect to not more than
- 8 thirty-five grams of marijuana or any synthetic cannabinoid is guilty of a class
- 9 A misdemeanor.
 - 195.211. 1. Except as authorized by sections 195.005 to 195.425 and
- 2 sections 195.900 to 195.985, and except as provided in section 195.222, it is
- 3 unlawful for any person to distribute, deliver, manufacture, produce or attempt
- 4 to distribute, deliver, manufacture or produce a controlled substance or to possess

EXPLANATION—Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

guilty of a class A felony.

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5 with intent to distribute, deliver, manufacture, or produce a controlled substance.

- 2. Any person who violates or attempts to violate this section with respect to manufacturing or production of a controlled substance of any amount except for five grams or less of marijuana in a residence where a child resides or within two thousand feet of the real property comprising a public or private elementary or public or private elementary or secondary school, public vocational school or a public or private community college, college or university, or any school bus is
- 3. Any person who violates or attempts to violate this section with respect to any controlled substance except five grams or less of marijuana is guilty of a class B felony.
- 4. Any person who violates this section with respect to distributing or delivering not more than five grams of marijuana is guilty of a class C felony.
- 195.222. 1. A person commits the crime of trafficking drugs in the first degree if, except as authorized by sections 195.005 to 195.425, [he] such person distributes, delivers, manufactures, produces or attempts to distribute, deliver, manufacture or produce more than thirty grams of a mixture or substance containing a detectable amount of heroin. Violations of this subsection shall be punished as follows:
- 7 (1) If the quantity involved is more than thirty grams but less than ninety 8 grams the person shall be sentenced to the authorized term of imprisonment for 9 a class A felony;
- 10 (2) If the quantity involved is ninety grams or more the person shall be 11 sentenced to the authorized term of imprisonment for a class A felony which term 12 shall be served without probation or parole.
- 13 2. A person commits the crime of trafficking drugs in the first degree if, except as authorized by sections 195.005 to 195.425, [he] such person 14 distributes, delivers, manufactures, produces or attempts to distribute, deliver, 15 manufacture or produce more than one hundred fifty grams of a mixture or 16 substance containing a detectable amount of coca leaves, except coca leaves and 17extracts of coca leaves from which cocaine, ecgonine, and derivatives of ecgonine 18 or their salts have been removed; cocaine salts and their optical and geometric 19 20 isomers, and salts of isomers; ecgonine, its derivatives, their salts, isomers, and 21salts of isomers; or any compound, mixture, or preparation which contains any 22 quantity of any of the foregoing substances. Violations of this subsection shall 23be punished as follows:

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- 24 (1) If the quantity involved is more than one hundred fifty grams but less 25 than four hundred fifty grams the person shall be sentenced to the authorized 26 term of imprisonment for a class A felony;
- 27 (2) If the quantity involved is four hundred fifty grams or more the person 28 shall be sentenced to the authorized term of imprisonment for a class A felony 29 which term shall be served without probation or parole.
- 3. A person commits the crime of trafficking drugs in the first degree if, 31 except as authorized by sections 195.005 to 195.425, [he] such person 32 distributes, delivers, manufactures, produces or attempts to distribute, deliver, 33 manufacture or produce more than eight grams of a mixture or substance 34 described in subsection 2 of this section which contains cocaine base. Violations 35 of this subsection shall be punished as follows:
- 36 (1) If the quantity involved is more than eight grams but less than 37 twenty-four grams the person shall be sentenced to the authorized term of 38 imprisonment for a class A felony;
 - (2) If the quantity involved is twenty-four grams or more the person shall be sentenced to the authorized term of imprisonment for a class A felony which term shall be served without probation or parole.
- 4. A person commits the crime of trafficking drugs in the first degree if, 43 except as authorized by sections 195.005 to 195.425, [he] such person 44 distributes, delivers, manufactures, produces or attempts to distribute, deliver, 45 manufacture or produce more than five hundred milligrams of a mixture or 46 substance containing a detectable amount of lysergic acid diethylamide 47 (LSD). Violations of this subsection shall be punished as follows:
- 48 (1) If the quantity involved is more than five hundred milligrams but less 49 than one gram the person shall be sentenced to the authorized term of 50 imprisonment for a class A felony;
- 51 (2) If the quantity involved is one gram or more the person shall be 52 sentenced to the authorized term of imprisonment for a class A felony which term 53 shall be served without probation or parole.
- 5. A person commits the crime of trafficking drugs in the first degree if, 55 except as authorized by sections 195.005 to 195.425, [he] such person 56 distributes, delivers, manufactures, produces or attempts to distribute, deliver, 57 manufacture or produce more than thirty grams of a mixture or substance 58 containing a detectable amount of phencyclidine (PCP). Violations of this 59 subsection shall be punished as follows:

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- 60 (1) If the quantity involved is more than thirty grams but less than ninety 61 grams the person shall be sentenced to the authorized term of imprisonment for 62 a class A felony;
- 63 (2) If the quantity involved is ninety grams or more the person shall be sentenced to the authorized term of imprisonment for a class A felony which term 64 shall be served without probation or parole.
- 66 6. A person commits the crime of trafficking drugs in the first degree if, except as authorized by sections 195.005 to 195.425, [he] such person 67 68 distributes, delivers, manufactures, produces or attempts to distribute, deliver, manufacture or produce more than four grams of phencyclidine. Violations of this subsection shall be punished as follows:
- 71(1) If the quantity involved is more than four grams but less than twelve 72 grams the person shall be sentenced to the authorized term of imprisonment for 73 a class A felony;
 - (2) If the quantity involved is twelve grams or more the person shall be sentenced to the authorized term of imprisonment for a class A felony which term shall be served without probation or parole.
 - 7. A person commits the crime of trafficking drugs in the first degree if, except as authorized by sections 195.005 to 195.425[, he] and sections 195.900 to 195.985, such person distributes, delivers, manufactures, produces or attempts to distribute, deliver, manufacture or produce more than thirty kilograms of a mixture or substance containing marijuana. Violations of this subsection shall be punished as follows:
- 83 (1) If the quantity involved is more than thirty kilograms but less than 84 one hundred kilograms the person shall be sentenced to the authorized term of imprisonment for a class A felony; 85
- 86 (2) If the quantity involved is one hundred kilograms or more the person shall be sentenced to the authorized term of imprisonment for a class A felony 87 which term shall be served without probation or parole. 88
 - 8. A person commits the crime of trafficking drugs in the first degree if, except as authorized by sections 195.005 to 195.425, [he] such person distributes, delivers, manufactures, produces or attempts to distribute, deliver, manufacture or produce more than thirty grams of any material, compound, mixture or preparation which contains any quantity of the following substances having a stimulant effect on the central nervous system: amphetamine, its salts, optical isomers and salts of its optical isomers; methamphetamine, its salts,

96 optical isomers and salts of its optical isomers; phenmetrazine and its salts; or 97 methylphenidate. Violations of this subsection or attempts to violate this 98 subsection shall be punished as follows:

- (1) If the quantity involved is more than thirty grams but less than ninety grams the person shall be sentenced to the authorized term of imprisonment for a class A felony;
- (2) If the quantity involved is ninety grams or more, or if the quantity involved was thirty grams or more and the location of the offense was within two thousand feet of a school or public housing as defined in section 195.214 or section 195.218 or within a motor vehicle, or any structure or building which contains rooms furnished for the accommodation or lodging of guests, and kept, used, maintained, advertised, or held out to the public as a place where sleeping accommodations are sought for pay or compensation to transient guests or permanent guests, the person shall be sentenced to the authorized term of imprisonment for a class A felony which term shall be served without probation or parole.
- 9. A person commits the crime of trafficking drugs in the first degree if, except as authorized by sections 195.005 to 195.425, [he or she] such person distributes, delivers, manufactures, produces or attempts to distribute, deliver, manufacture or produce more than thirty grams of any material, compound, mixture or preparation which contains any quantity of 3,4-methylenedioxymethamphetamine. Violations of this subsection or attempts to violate this subsection shall be punished as follows:
- (1) If the quantity involved is more than thirty grams but less than ninety grams the person shall be sentenced to the authorized term of imprisonment for a class A felony;
- (2) If the quantity involved is ninety grams or more, or if the quantity involved was thirty grams or more and the location of the offense was within two thousand feet of a school or public housing as defined in section 195.214 or section 195.218 or within a motor vehicle, or any structure or building which contains rooms furnished for the accommodation or lodging of guests, and kept, used, maintained, advertised, or held out to the public as a place where sleeping accommodations are sought for pay or compensation to transient guests or permanent guests, the person shall be sentenced to the authorized term of imprisonment for a class A felony which term shall be served without probation or parole.

195.223. 1. A person commits the crime of trafficking drugs in the second

- 2 degree if, except as authorized by sections 195.005 to 195.425, [he] such person
- 3 possesses or has under his or her control, purchases or attempts to purchase, or
- 4 brings into this state more than thirty grams of a mixture or substance
- 5 containing a detectable amount of heroin. Violations of this subsection shall be
- 6 punished as follows:
- 7 (1) If the quantity involved is more than thirty grams but less than ninety
- 8 grams the person shall be guilty of a class B felony;
- 9 (2) If the quantity involved is ninety grams or more the person shall be
- 10 guilty of a class A felony.
- 2. A person commits the crime of trafficking drugs in the second degree
- 12 if, except as authorized by sections 195.005 to 195.425, [he] such person
- 13 possesses or has under his or her control, purchases or attempts to purchase, or
- 14 brings into this state more than one hundred fifty grams of a mixture or
- 15 substance containing a detectable amount of coca leaves, except coca leaves and
- 16 extracts of coca leaves from which cocaine, ecgonine, and derivatives of ecgonine
- 17 or their salts have been removed; cocaine salts and their optical and geometric
- 18 isomers, and salts of isomers; ecgonine, its derivatives, their salts, isomers, and
- 19 salts of isomers; or any compound, mixture, or preparation which contains any
- 20 quantity of any of the foregoing substances. Violations of this subsection shall
- 21 be punished as follows:
- 22 (1) If the quantity involved is more than one hundred fifty grams but less
- 23 than four hundred fifty grams the person shall be guilty of a class B felony;
- 24 (2) If the quantity involved is four hundred fifty grams or more the person
- 25 shall be guilty of a class A felony.
- 3. A person commits the crime of trafficking drugs in the second degree
- 27 if, except as authorized by sections 195.005 to 195.425, [he] such person
- 28 possesses or has under his **or her** control, purchases or attempts to purchase, or
- 29 brings into this state more than eight grams of a mixture or substance described
- 30 in subsection 2 of this section which contains cocaine base. Violations of this
- 31 subsection shall be punished as follows:
- 32 (1) If the quantity involved is more than eight grams but less than
- 33 twenty-four grams the person shall be guilty of a class B felony;
- 34 (2) If the quantity involved is twenty-four grams or more the person shall
- 35 be guilty of a class A felony.
- 36 4. A person commits the crime of trafficking drugs in the second degree

37 if, except as authorized by sections 195.005 to 195.425, [he] such person

- 38 possesses or has under his **or her** control, purchases or attempts to purchase, or
- 39 brings into this state more than five hundred milligrams of a mixture or
- 40 substance containing a detectable amount of lysergic acid diethylamide
- 41 (LSD). Violations of this subsection shall be punished as follows:
- 42 (1) If the quantity involved is more than five hundred milligrams but less 43 than one gram the person shall be guilty of a class B felony;
- 44 (2) If the quantity involved is one gram or more the person shall be guilty 45 of a class A felony.
- 5. A person commits the crime of trafficking drugs in the second degree
- 47 if, except as authorized by sections 195.005 to 195.425, [he] such person
- 48 possesses or has under his **or her** control, purchases or attempts to purchase, or
- 49 brings into this state more than thirty grams of a mixture or substance
- 50 containing a detectable amount of phencyclidine (PCP). Violations of this
- 51 subsection shall be punished as follows:
- 52 (1) If the quantity involved is more than thirty grams but less than ninety 53 grams the person shall be guilty of a class B felony;
- 54 (2) If the quantity involved is ninety grams or more the person shall be 55 guilty of a class A felony.
- 6. A person commits the crime of trafficking drugs in the second degree
- 57 if, except as authorized by sections 195.005 to 195.425, [he] such person
- 58 possesses or has under his **or her** control, purchases or attempts to purchase, or
- 59 brings into this state more than four grams of phencyclidine. Violations of this
- 60 subsection shall be punished as follows:
- (1) If the quantity involved is more than four grams but less than twelve
- 62 grams the person shall be guilty of a class B felony;
- 63 (2) If the quantity involved is twelve grams or more the person shall be
- 64 guilty of a class A felony.
- 65 7. A person commits the crime of trafficking drugs in the second degree
- 66 if, except as authorized by sections 195.005 to 195.425[, he] and sections
- 67 195.900 to 195.985, such person possesses or has under his or her control,
- 68 purchases or attempts to purchase, or brings into this state more than thirty
- 69 kilograms or more of a mixture or substance containing marijuana. Violations of
- 70 this subsection shall be punished as follows:
- 71 (1) If the quantity involved is more than thirty kilograms but less than
- 72 one hundred kilograms the person shall be guilty of a class B felony;

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73 (2) If the quantity involved is one hundred kilograms or more the person 74 shall be guilty of a class A felony.

- 8. A person commits the class A felony of trafficking drugs in the second degree if, except as authorized by sections 195.005 to 195.425[, he] and sections 195.900 to 195.985, such person possesses or has under his or her control, purchases or attempts to purchase, or brings into this state more than five hundred marijuana plants.
- 80 9. A person commits the crime of trafficking drugs in the second degree if, except as authorized by sections 195.005 to 195.425, [he] such person 81 82 possesses or has under his **or her** control, purchases or attempts to purchase, or brings into this state more than thirty grams of any material, compound, mixture or preparation which contains any quantity of the following substances having a 85 stimulant effect on the central nervous system: amphetamine, its salts, optical isomers and salts of its optical isomers; methamphetamine, its salts, isomers and 86 87 salts of its isomers; phenmetrazine and its salts; or methylphenidate. Violations of this subsection or attempts to violate this subsection shall be punished as 88 89 follows:
- 90 (1) If the quantity involved is more than thirty grams but less than ninety 91 grams the person shall be guilty of a class B felony;
- 92 (2) If the quantity involved is ninety grams or more but less than four 93 hundred fifty grams, the person shall be guilty of a class A felony;
 - (3) If the quantity involved is four hundred fifty grams or more, the person shall be guilty of a class A felony and the term of imprisonment shall be served without probation or parole.
- 10. A person commits the crime of trafficking drugs in the second degree if, except as authorized by sections 195.005 to 195.425, [he or she] such person possesses or has under his or her control, purchases or attempts to purchase, or brings into this state more than thirty grams of any material, compound, mixture or preparation which contains any quantity of 3,4-methylenedioxymethamphetamine. Violations of this subsection or attempts to violate this subsection shall be punished as follows:
- 104 (1) If the quantity involved is more than thirty grams but less than ninety 105 grams the person shall be guilty of a class B felony;
- 106 (2) If the quantity involved is ninety grams or more but less than four 107 hundred fifty grams, the person shall be guilty of a class A felony;
- 108 (3) If the quantity involved is four hundred fifty grams or more, the

person shall be guilty of a class A felony and the term of imprisonment shall be served without probation or parole.

195.900. 1. Sections 195.900 to 195.985 shall be known and may 2 be cited as the "Missouri Compassionate Care Act".

- 2. (1) The general assembly hereby declares that sections 195.900 to 195.985 shall be deemed an exercise of the police powers of the state for the protection of the economic and social welfare and the health, peace, and morals of the people of this state.
- 7 (2) The general assembly further declares that it is unlawful 8 under state law to cultivate, manufacture, distribute, or sell medical 9 cannabis, except in compliance with the terms, conditions, limitations, and restrictions in sections 195.900 to 195.985 or when acting as a primary caregiver in compliance with the terms, conditions, 12 limitations, and restrictions of sections 195.900 to 195.985.
- 3. As used in sections 195.900 to 195.985, the following terms shall mean:
- 15 (1) "Adequate supply", two and one-half ounces of usable 16 cannabis during a period of fourteen days and that is derived solely from an intrastate source. Subject to the rules of the department of 17health and senior services, a patient may apply for a waiver if a physician provides a substantial medical basis in a signed written 20 statement asserting that, based on the patient's medical history and in 21the physician's professional judgment, two and one-half ounces is an 22insufficient adequate supply for a fourteen-day period to properly 23 alleviate the patient's debilitating medical condition or symptoms associated with the debilitating medical condition. This subdivision 24shall not be construed to authorize the possession of more than two and one-half ounces at any time without authority from the department of 26health and senior services. The premixed weight of medical cannabis 27 used in making a cannabis-infused product shall apply toward the limit 28 on the total amount of medical cannabis a registered qualifying patient 29 may possess at any one time; 30
 - (2) "Cannabis", marijuana, hashish, and other substances which are identified as including any parts of the plant Cannabis Sativa, whether growing; the seeds thereof, the resin extracted from any part of such plant; and any compound, manufacture, salt, derivative, mixture, or preparation of such plant, its seeds, or resin, including

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36 tetrahydrocannabinol (THC) and all other cannabinol derivatives, including its naturally occurring or synthetically produced ingredients, whether produced directly or indirectly by extraction, or independently by means of chemical synthesis or by a combination of extraction and chemical synthesis; but shall not include the mature stalks of such 40 plant, fiber produced from such stalks, oil or cake made from the seeds 41 of such plant, any other compound, manufacture, salt, derivative, 42mixture, or preparation of such mature stalks except the resin 43 extracted therefrom, fiber, oil or cake, or the sterilized seed of such 45 plant which is incapable of germination;

- (3) "Commercially available candy, cakes, and cookies", any product that is manufactured and packaged in the form of bars, cakes, cookies, drops, or pieces and that includes a sweetened mixture of dough, chocolate, caramel, nougat, nuts, fruit, cream, honey, marshmallow, or any similar combination to create a dessert-like confection, cakes, or cookies;
 - (4) "Debilitating medical condition", one or more of the following:
- (a) Cancer, glaucoma, positive status for human immunodeficiency virus (HIV), acquired immune deficiency syndrome, hepatitis C, amyotrophic lateral sclerosis (ALS), Crohn's disease, Parkinson's disease and the symptoms thereof, ulcerative colitis, 56 57agitation of Alzheimer's disease, post-traumatic stress disorder, or the 58 treatment of such conditions;
 - (b) A chronic or debilitating disease or medical condition or its treatment that produces one or more of the following: cachexia or wasting syndrome, severe debilitating pain, severe nausea, seizures, or severe and persistent muscle spasms, including but not limited to those characteristics of multiple sclerosis; or
- 64 (c) Any other debilitating medical condition or its treatment that is added by the department of health and senior services by rule under 65 section 195.981; 66
 - (5) "Department", the department of health and senior services;
- 68 (6) "Division", the division of alcohol and tobacco control within 69 the department of public safety;
- 70 (7) "Good cause", for purposes of refusing or denying a license 71 renewal, reinstatement, or initial license issuance:
- 72 (a) The licensee applicant has violated, does not meet, or has

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failed to comply with any of the terms, conditions, or provisions of sections 195.900 to 195.985, any rules promulgated thereunder, or any supplemental local law, rules, or regulations;

- (b) The licensee or applicant has failed to comply with any special terms or conditions that were placed on its license under an order of the state or local licensing authority;
- (c) The licensed premises have been operated in a manner that adversely affects the public health or welfare or the safety of the immediate neighborhood in which the establishment is located;
- (8) "License", to grant a license or registration under sections 195.900 to 195.985;
- (9) "Licensed premises", the premises specified in an application for a license under sections 195.900 to 195.985, which are owned or in possession of the licensee and within which the licensee is authorized to cultivate, manufacture, distribute, or sell medical cannabis in accordance with the provisions of sections 195.900 to 195.985;
- 89 (10) "Licensee", a person licensed or registered under sections 90 195.900 to 195.985;
- (11) "Limited access area", a building, room, or other contiguous area upon the licensed premises where medical cannabis is grown, cultivated, stored, weighed, displayed, packaged, sold, or possessed for sale, under control of the licensee, with limited access to only those persons licensed by the division. All areas of ingress or egress to limited access areas shall be clearly identified as such by a sign as designated by the division;
- 98 (12) "Local licensing authority", an authority designated by 99 municipal or county charter or ordinance;
- 100 (13) "Medical cannabis", cannabis that is grown and sold under 101 sections 195.900 to 195.985 for a purpose authorized under sections 102 195.900 to 195.985;
- 103 (14) "Medical cannabis center", a person licensed under sections 104 195.900 to 195.985 to operate a business as described in sections 195.900 105 to 195.985 that sells medical cannabis to registered patients or primary 106 caregivers but is not a primary caregiver;
- 107 (15) "Medical cannabis cultivation and production facility", a 108 person licensed under sections 195.900 to 195.985 to operate a business 109 as described in section 195.957;

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110 (16) "Medical cannabis-infused product", a product infused with medical cannabis that is intended for use or consumption other than by 111 smoking, including but not limited to edible products, ointments, and 113 tinctures. Such products, when manufactured or sold by a licensed 114 medical cannabis center, shall not be considered a food or drug for the 115 purposes of chapter 196;

- 116 (17) "Medical cannabis testing facility", a public or private 117 laboratory licensed and certified, or approved by the division, to conduct research and analyze medical cannabis for contaminants and 119 potency;
- (18) "Person", a natural person, partnership, association, 120 company, corporation, limited liability company, or organization, or a 121 122 manager, agent, owner, director, servant, officer, or employee thereof;
- 123 (19) "Premises", a distinct and definite location, which may 124 include a building, a part of a building, a room, or any other definite 125 contiguous area;
- 126 (20) "Primary caregiver", a natural person, other than the patient or the patient's physician, who is eighteen years of age or older and has 127128 significant responsibility for managing the well-being of a patient who 129 has a debilitating medical condition;
 - (21) "School", a public or private preschool, or a public or private elementary, middle, junior high, or high school;
 - (22) "State licensing authority", the division of alcohol and tobacco control which is responsible for regulating and controlling the licensing of the cultivation, manufacture, distribution, and sale of medical cannabis in this state.
 - 4. Local governments may enact reasonable zoning rules that limit the use of land for operation of medical cannabis centers and medical cannabis cultivation and production facilities to specified areas and that regulate the time, place, and manner of such facilities. The operation of sections 195.900 to 195.985 shall be statewide unless a municipality, county, or city, by either a majority of the registered voters voting at a regular election or special election called in accordance with state law vote to prohibit the operation of medical cannabis centers and medical cannabis cultivation and production facilities in the municipality, county, or city.

195.903. 1. For the purpose of regulating and controlling the

- 2 licensing of the cultivation, manufacture, distribution, and sale of 3 medical cannabis in this state, the division of alcohol and tobacco 4 control is hereby designated as the state licensing authority.
- 2. The state supervisor of alcohol and tobacco control may employ such officers and employees as may be determined to be necessary, with such officers and employees being part of the division. The division shall, at its discretion and based upon workload, employ no more than one full-time equivalent employee for each ten medical cannabis centers licensed or making application with the authority. No moneys shall be appropriated to the division from the general revenue fund for the operation of sections 195.900 to 195.985, nor shall the division expend any general revenue fund moneys for the operation of sections 195.900 to 195.985.
- 3. During fiscal year 2016, the division shall consider employment of temporary or contract staff to conduct background investigations. The additional cost of the background investigations shall not exceed five hundred thousand dollars.

195.906. 1. The division shall:

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- (1) Grant or refuse state licenses for the cultivation, manufacture, distribution, and sale of medical cannabis as provided by law; suspend, fine, restrict, or revoke such licenses upon a violation of sections 195.900 to 195.985, or a rule promulgated under sections 195.900 to 195.985; and impose any penalty authorized by sections 195.900 to 195.985 or any rule promulgated under sections 195.900 to 195.985. The division may take any action with respect to a registration under sections 195.900 to 195.985 as it may with respect to a license under sections 195.900 to 195.985, in accordance with the procedures established under sections 195.900 to 195.985;
 - (2) Promulgate such rules and such special rulings and findings as necessary for the proper regulation and control of the cultivation, manufacture, distribution, and sale of medical cannabis and for the enforcement of sections 195.900 to 195.985;
- (3) Upon denial of a state license, provide written notice of the grounds for such denial of a state license to the applicant and to the local authority and the right of the applicant to a hearing before the administrative hearing commission under subsection 2 of section 195.924;

- 21 (4) Maintain the confidentiality of reports obtained from 22 licensees showing the sales volume or quantity of medical cannabis sold 23 or any other records that are exempt from inspection under state law;
- 25 applications as are necessary in the discretion of the division for the administration of sections 195.900 to 195.985 or any of the rules promulgated under sections 195.900 to 195.985;
- 28 (6) Prepare and submit an annual report accounting to the 29 governor for the efficient discharge of all responsibilities assigned by 30 law or directive to the state licensing authority; and
- 31 (7) In recognition of the potential medicinal value of medical 32 cannabis, make a request by January 1, 2016, to the federal Drug 33 Enforcement Administration to consider rescheduling, for 34 pharmaceutical purposes, medical cannabis from a Schedule I 35 controlled substance to a Schedule II controlled substance.
- 2. (1) Rules promulgated under subdivision (2) of subsection 1 37 of this section may include, but shall not be limited to, the following:
- (a) Compliance with, enforcement or violation of any provision of sections 195.900 to 195.985, or any rule issued under sections 195.900 to 195.985, including procedures and grounds for denying, suspending, fining, restricting, or revoking a state license issued under sections 195.900 to 195.985;
- 43 (b) Specifications of duties of officers and employees of the 44 division;
- 45 (c) Instructions for local licensing authorities and law 46 enforcement officers;
- (d) Requirements for inspections, investigations, searches, seizures, and such additional activities as may become necessary from time to time;
- 50 (e) Creation of a range of administrative penalties for use by the 51 division;
 - (f) Prohibition of misrepresentation and unfair practices;

- 53 (g) Control of informational and product displays on licensed 54 premises;
- 55 (h) Development of individual identification cards for owners, 56 officers, managers, contractors, employees, and other support staff of 57 entities licensed under sections 195.900 to 195.985, including a

58 fingerprint-based criminal record check as may be required by the 59 division prior to issuing a card;

- 60 (i) Identification of state licensees and their owners, officers, 61 managers, and employees;
- (j) Security requirements for any premises licensed under sections 195.900 to 195.985, including, at a minimum, lighting, physical security, video, alarm requirements, and other minimum procedures for internal control as deemed necessary by the division to properly administer and enforce the provisions of sections 195.900 to 195.985, including reporting requirements for changes, alterations, or modifications to the premises;
- 69 (k) Regulation of the storage of, warehouses for, and 70 transportation of medical cannabis;
- (l) Sanitary requirements for medical cannabis centers and medical cannabis cultivation and production facilities, including but not limited to, sanitary requirements for the preparation of medical cannabis-infused products;
- (m) The specification of acceptable forms of picture identification that a medical cannabis center may accept when verifying a sale;
 - (n) Labeling standards;

- 79 (o) Records to be kept by licensees and the required availability 80 of the records;
- (p) State licensing procedures, including procedures for renewals, reinstatements, initial licenses, and the payment of licensing fees;
- (q) The reporting and transmittal of monthly sales tax payments
 by medical cannabis centers;
- 86 (r) Authorization for the department of revenue to have access 87 to licensing information to ensure sales and income tax payment and 88 effective administration of sections 195.900 to 195.985;
- (s) Authorization for the division to impose administrative penalties and procedures of issuing, appealing and creating a violation list and schedule of administrative penalties; and
- 92 (t) Such other matters as are necessary for the fair, impartial, 93 stringent, and comprehensive administration of sections 195.900 to 94 195.985.

95 (2) Nothing in sections 195.900 to 195.985 shall be construed as 96 delegating to the division the power to fix prices for medical cannabis.

- 97 (3) Nothing in sections 195.900 to 195.985 shall be construed to 98 limit a law enforcement agency's ability to investigate unlawful activity 99 in relation to a medical cannabis center or medical cannabis cultivation 100 and production facility. A law enforcement agency shall have the 101 authority to run a Missouri criminal background check of a primary 102 caregiver, licensee, or employee of a licensee during an investigation 103 of unlawful activity related to medical cannabis.
 - 195.909. 1. A local licensing authority may issue only the following medical cannabis licenses upon payment of the fee and compliance with all local licensing requirements to be determined by the local licensing authority:
 - (1) A medical cannabis center license;

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- 6 (2) A medical cannabis cultivation and production facility 7 license.
 - 2. (1) A local licensing authority shall not issue a local license within a municipality or the unincorporated portion of a county unless the governing body of the municipality has adopted an ordinance or the governing body of the county has adopted a resolution containing specific standards for license issuance, or if no such ordinance or resolution is adopted prior to January 1, 2017, a local licensing authority shall consider the minimum licensing requirements of this section when issuing a license.
 - (2) In addition to all other standards applicable to the issuance of licenses under sections 195.900 to 195.985, the local governing body may adopt additional standards for the issuance of medical cannabis center or medical cannabis cultivation and production facility licenses consistent with the intent of sections 195.900 to 195.985 that may include but not be limited to:
- 22 (a) Distance restrictions between premises for which local 23 licenses are issued;
- 24 (b) Reasonable restrictions on the size of an applicant's licensed 25 premises; and
- 26 (c) Any other requirements necessary to ensure the control of the 27 premises and the ease of enforcement of the terms and conditions of the 28 license.

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3. An application for a license specified in subsection 1 of this section shall be filed with the appropriate local licensing authority on forms provided by the state licensing authority and shall contain such information as the state licensing authority may require and any forms as the local licensing authority may require. Each application shall be verified by the oath or affirmation of the persons prescribed by the state licensing authority.

4. An applicant shall file with the application for a local license, plans and specifications for the interior of the building if the building to be occupied is in existence at the time. If the building is not in existence, the applicant shall file a plot plan and a detailed sketch for the interior and submit an architect's drawing of the building to be constructed. In its discretion, the local or state licensing authority may impose additional requirements necessary for the approval of the application.

195.912. 1. Upon receipt of an application for a local license, except an application for renewal or for transfer of ownership, a local licensing authority shall schedule and hold a public hearing upon the 3 application to be held not less than thirty days after the date of the application, but not more than ninety days from the date of the application. If the local licensing authority fails to hold a public 7 hearing within such time lines, the application shall be considered approved. If the local licensing authority schedules a hearing for a medical cannabis center application, it shall post and publish public 10 notice thereof not less than ten days prior to the hearing. The local licensing authority shall give public notice by the posting of a sign in 11 a conspicuous place on the medical cannabis center premises for which application has been made and by publication in a newspaper of 13 general circulation in the county in which the medical cannabis center 14 15 premises are located.

2. Public notice given by posting shall include a sign of suitable material, not less than twenty-two inches wide and twenty-six inches high, composed of letters not less than one inch in height and stating the type of license applied for, the date of the hearing, the name and address of the applicant, and such other information as may be required to fully apprise the public of the nature of the application. The sign shall contain the names and addresses of the

- 23 officers, directors, or manager of the facility to be licensed.
- 3. Public notice given by publication shall contain the same information as that required for signs.
 - 4. If the building in which medical cannabis is to be sold is in existence at the time of the application, a sign posted as required in subsections 1 and 2 of this section shall be placed so as to be conspicuous and plainly visible to the general public. If the building is not constructed at the time of the application, the applicant shall post a sign at the premises upon which the building is to be constructed in such a manner that the notice shall be conspicuous and plainly visible to the general public.
 - 5. (1) A local licensing authority or a license applicant with local licensing authority approval may request that the state licensing authority conduct a concurrent review of a new license application prior to the local licensing authority's final approval of the license application. Local licensing authorities who permit concurrent review shall continue to independently review the applicant's license application.
 - (2) When conducting a concurrent application review, the state licensing authority may advise the local licensing authority of any items that it finds that may result in the denial of the license application. Upon correction of the noted discrepancies if the correction is permitted by the state licensing authority, the state licensing authority shall notify the local licensing authority of its conditional approval of the license application subject to the final approval by the local licensing authority. The state licensing authority shall then issue the applicant's state license upon receiving evidence of final approval by the local licensing authority.
 - (3) All applications submitted for concurrent review shall be accompanied by all applicable state license and application fees. Any applications which are later denied or withdrawn may allow for a refund of license fees only. All application fees provided by an applicant shall be retained by the respective licensing authority.
 - 195.915. 1. Not less than five days prior to the date of the public hearing authorized in section 195.912, the local licensing authority shall make known its findings, based on its investigation, in writing to the applicant and other parties of interest. The local licensing

5 authority has authority to refuse to issue a license provided for in this 6 section for good cause, subject to judicial review.

- 2. Before entering a decision approving or denying the application for a local license, the local licensing authority may consider, except where sections 195.900 to 195.985 specifically provides otherwise, the facts and evidence adduced as a result of its investigation, as well as any other facts pertinent to the type of license for which application has been made, including the number, type, and availability of medical cannabis outlets located in or near the premises under consideration, and any other pertinent matters affecting the qualifications of the applicant for the conduct of the type of business proposed.
 - 3. Within thirty days after the public hearing or completion of the application investigation, a local licensing authority shall issue its decision approving or denying an application for local licensure. The decision shall be in writing and shall state the reasons for the decision. The local licensing authority shall send a copy of the decision by certified mail to the applicant at the address shown in the application.
 - 4. After approval of an application, a local licensing authority shall not issue a local license until the building in which the business to be conducted is ready for occupancy with such furniture, fixtures, and equipment in place as are necessary to comply with the applicable provisions of sections 195.900 to 195.985, and then only after the local licensing authority has inspected the premises to determine that the applicant has complied with the architect's drawing and the plot plan and detailed sketch for the interior of the buildings submitted with the application.
 - 5. After approval of an application for local licensure, the local licensing authority shall notify the state licensing authority of such approval, who shall investigate and either approve or disapprove the application for state licensure.
 - 195.918. 1. (1) The division of alcohol and tobacco control shall not issue more than a statewide total of thirty state licenses for medical cannabis centers and a statewide total of thirty state licenses for medical cannabis cultivation and production facilities; except that, an applicant for a medical cannabis center license may be approved for an

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6 additional two medical cannabis center licenses in accordance with subdivision (2) of this subsection. Such additional medical cannabis center licenses shall not be counted toward the thirty license statewide limit for medical cannabis centers.

- (2) Licenses shall be geographically disbursed by the division, in consultation with the department of health and senior services, based on the demographics of the state and patient demand to ensure statewide access for patients. If more than thirty medical cannabis centers are necessary to provide sufficient patient access, a medical cannabis center licensee may be approved for up to an additional two medical cannabis center licenses, subject to approval by the local licensing authority.
- 18 2. Before the division of alcohol and tobacco control issues a 19 state license to an applicant, the applicant shall:
 - (1) (a) Procure and file with the division evidence of a good and sufficient bond in the amount of five thousand dollars with corporate surety thereon duly licensed to do business with the state, approved as to form by the state attorney general, and conditioned that the applicant shall report and pay all sales and use taxes due to the state, or for which the state is the collector or collecting agent, in a timely manner, as provided in law.
 - (b) A corporate surety shall not be required to make payments to the state claiming under such bond until a final determination of failure to pay taxes due to the state has been made by the division or a court of competent jurisdiction.
- (c) All bonds required under this subdivision shall be renewed at such time as the bondholder's license is renewed. The renewal may 32be accomplished through a continuation certificate issued by the 33 34 surety; and
 - (2) Submit documentation acceptable to the division that the applicant has at least five hundred thousand dollars in liquid assets. Documentation acceptable to the division includes a signed statement from a Missouri certified public accountant attesting to proof of the required amount of liquid assets under the control of the applicant. Such statement shall be dated within thirty calendar days before the date the application is submitted.

195.921. 1. Applications for a state license under the provisions

of sections 195.900 to 195.985 shall be made to the division of alcohol and tobacco control on forms prepared and furnished by the division and shall set forth such information as the division may require to enable the division to determine whether a state license shall be granted. The information shall include the name and address of the applicant, the names and addresses of the officers, directors, or managers, and all other information deemed necessary by the division. Each application shall be verified by the oath or affirmation of such person or persons as the division may prescribe.

- 2. The division shall not issue a state license under this section until the local licensing authority has approved the application for a local license and issued a local license as provided for in sections 14 195.909 to 195.918.
- 3. Nothing in sections 195.900 to 195.985 shall preempt or otherwise impair the power of a local government to enact ordinances or resolutions concerning matters authorized to local governments.
- 195.924. 1. The division shall deny a state license if the premises 2 on which the applicant proposes to conduct its business do not meet the 3 requirements of sections 195.900 to 195.985.
- 2. If the division denies a state license under subsection 1 of this section, the applicant shall be entitled to a hearing before the administrative hearing commission. The division shall provide written notice of the grounds for denial of the state license to the applicant and to the local licensing authority at least fifteen days prior to the hearing.
- 195.927. 1. (1) A license provided by sections 195.900 to 195.985 2 shall not be issued to or held by:
 - (a) A person until the annual fee has been paid;

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- 4 (b) A person whose criminal history indicates that he or she is 5 not of good moral character;
- 6 (c) A corporation, if the criminal history of any of its officers, 7 directors, or stockholders indicates that the officer, director, or 8 stockholder is not of good moral character;
 - (d) A licensed physician making patient recommendations;
- 10 (e) A person employing, assisted by, or financed in whole or in 11 part by any other person whose criminal history indicates he or she is 12 not of good moral character and reputation satisfactory to the

- 13 respective licensing authority;
- (f) A person under twenty-one years of age; 14
- 15 (g) A person licensed under sections 195.900 to 195.985 who during a period of licensure or who at the time of application has failed 16 17 to:
- 18 a. Provide a surety bond, proof of liquid assets, or file any tax return with a taxing agency; 19
 - b. Pay any taxes, interest, or penalties due;
- 21 c. Pay any judgments due to a government agency;
- 22 d. Stay out of default on a government-issued student loan;
- 23 e. Pay child support; or

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- 24 f. Remedy an outstanding delinquency for taxes owed, an 25outstanding delinquency for judgments owed to a government agency, or an outstanding delinquency for child support. 26
- (h) A person who has discharged a sentence in the five years 28 immediately preceding the application date for a conviction of a felony 29 or a person who at any time has been convicted of a felony under any state or federal law regarding the possession, distribution, or use of a 30 controlled substance;
- (i) A person who employs another person at a medical cannabis center or medical cannabis cultivation and production facility who has 33 not passed a criminal background check;
 - (j) A sheriff, deputy sheriff, police officer, or prosecuting officer, or any officer or employee of the division or a local licensing authority;
- (k) A person whose authority to be a primary caregiver as 38 defined in sections 195.900 to 195.985 has been revoked by the department;
- 40 (l) A person for a license for a location that is currently licensed as a retail food establishment or wholesale food registrant; or 41
- 42 (m) A person who has an officer who is not a resident of Missouri. All officers shall be residents of Missouri, however, managers 43 and employees may be nonresidents. All stockholders who legally and 44 beneficially own or control sixty percent or more of the stock in 45 amount and in voting rights shall be residents of Missouri and bona 46 fide residents of the state for a period of three years continuously immediately prior to the date of filing of application for a license. 48
- 2. (1) In investigating the qualifications of an applicant or a 49

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licensee, the division shall have access to criminal background check information furnished by a criminal justice agency subject to any 52 restrictions imposed by such agency. In the event the division considers the applicant's criminal background check information, the division shall also consider any information provided by the applicant 54 regarding such criminal background check, including but not limited 55 to evidence of rehabilitation, character references, and educational 56 achievements, especially those items pertaining to the period of time 57 58 between the applicant's last criminal conviction and the consideration 59 of the application for a state license.

- (2) As used in subdivision (1) of this subsection, "criminal justice agency" means any federal, state, or municipal court or any governmental agency or subunit of such agency that administers criminal justice under a statute or executive order and that allocates a substantial part of its annual budget to the administration of criminal justice.
- 66 (3) At the time of filing an application for issuance or renewal of a state medical cannabis center license or medical cannabis cultivation 67 and production facility license, an applicant shall submit a set of his or 68 69 her fingerprints and file personal history information concerning the applicant's qualifications for a state license on forms prepared by the division. The division shall submit the fingerprints to the Missouri state highway patrol for the purpose of conducting a fingerprint-based 73 criminal background check. The Missouri state highway patrol shall forward the fingerprints to the Federal Bureau of Investigation for the purpose of conducting a fingerprint-based criminal background 75check. The division may acquire a name-based criminal background check for an applicant or a license holder who has twice submitted to 78 a fingerprint-based criminal background check and whose fingerprints are unclassifiable. An applicant who has previously submitted 79 80 fingerprints for state licensing purposes may request that the 81 fingerprints on file be used. The division shall use the information resulting from the fingerprint-based criminal history record check to 82 investigate and determine whether an applicant is qualified to hold a state license under sections 195.900 to 195.985. The division may verify any of the information an applicant is required to submit. 85

195.930. The division or a local licensing authority shall not

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2 receive or act upon an application for the issuance of a state or local 3 license under sections 195.900 to 195.985:

- 4 (1) If the application for a state or local license concerns a 5 particular location that is the same as or within one thousand feet of 6 a location for which, within the two years immediately preceding the 7 date of the application, the division or a local licensing authority 8 denied an application for the same class of license due to the nature of 9 the use or other concern related to the location;
 - (2) Until it is established that the applicant is or shall be entitled to possession of the premises for which application is made under a lease, rental agreement, or other arrangement for possession of the premises or by virtue of ownership of the premises;
 - (3) For a location in an area where the cultivation, manufacture, and sale of medical cannabis as contemplated is not permitted under the applicable local zoning laws of the municipality or county;
 - (4) (a) If the building in which medical cannabis is to be sold is located within one thousand feet of a school; an alcohol or drug treatment facility; or the principal campus of a college, university, or seminary, or a residential child care facility. The provisions of this subdivision shall not affect the renewal or reissuance of a license once granted or apply to licensed premises located or to be located on land owned by a municipality, nor shall the provisions of this subdivision apply to an existing licensed premises on land owned by the state, or apply to a license in effect and actively doing business before such principal campus was constructed.
 - (b) The distances referred to in this subdivision are to be computed by direct measurement from the nearest property line of the land used for a school or campus to the nearest portion of the building in which medical cannabis is to be sold.
 - (c) In addition to the requirements of section 195.909, the local licensing authority shall consider the evidence and make a specific finding of fact as to whether the building in which the medical cannabis is to be sold is located within the distance restrictions established by or under this subdivision.
- 195.933. 1. A state or local license granted under the provisions
 of sections 195.900 to 195.985 shall not be transferable except as
 provided in this section, but this section shall not prevent a change of

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4 location as provided in subsection 13 of section 195.936.

2. For a transfer of ownership, a license holder shall apply to the 5 division and the local licensing authority on forms prepared and 7 furnished by the division. In determining whether to permit a transfer of ownership, the division and the local licensing authority shall consider only the requirements of sections 195.900 to 195.985, any rules promulgated by the division, and any other local restrictions. The local 10 licensing authority may hold a hearing on the application for transfer 12 of ownership. The local licensing authority shall not hold a hearing 13 under this subsection until the local licensing authority has posted a 14 notice of hearing in the manner described in section 195.912 on the licensed medical cannabis center premises for a period of ten days and has provided notice of the hearing to the applicant at least ten days 16 prior to the hearing. Any transfer of ownership hearing by the division 17 18 shall be held in compliance with the requirements specified in section 19 195.912.

195.936. 1. Sections 195.900 to 195.985 authorizes a county or municipality to enact reasonable regulations or other restrictions applicable to licenses of medical cannabis centers and medical cannabis cultivation and production facility based on local zoning, health, safety, and public welfare laws for the distribution of medical cannabis that are more restrictive than sections 195.900 to 195.985.

- 2. A medical cannabis center or medical cannabis cultivation and production facility shall not operate until it has been licensed by the local licensing authority and the state licensing authority under sections 195.900 to 195.985. In connection with a license, the applicant shall provide a complete and accurate list of all owners, officers, and employees who work at, manage, own, or are otherwise associated with the operation and shall provide a complete and accurate application as required by the division.
- 3. A medical cannabis center or medical cannabis cultivation and production facility shall notify the division in writing within ten days after an owner, officer, or employee ceases to work at, manage, own, or otherwise be associated with the operation. The owner, officer, or employee shall surrender his or her identification card to the division on or before the date of the notification.
 - 4. A medical cannabis center or medical cannabis cultivation and

production facility shall notify the division in writing of the name, address, and date of birth of an owner, officer, manager, or employee before the new owner, officer, or employee begins working at, managing, owning, or begins an association with the operation. The owner, officer, manager, or employee shall pass a fingerprint-based criminal background check as required by the division and obtain the required identification prior to being associated with, managing, owning, or working at the operation.

- 5. A medical cannabis center or medical cannabis cultivation and production facility shall not acquire, possess, cultivate, deliver, transfer, transport, supply, or dispense cannabis for any purpose except to assist patients with debilitating medical conditions.
- 6. All owners of a licensed medical cannabis center or licensed medical cannabis cultivation and production facility shall be authorized to do business in Missouri. A local licensing authority shall not issue a license provided for in sections 195.900 to 195.985 until that share of the license application fee due to the state has been received by the division. All licenses granted under sections 195.900 to 195.985 shall be valid for a period not to exceed two years from the date of issuance unless revoked or suspended under sections 195.900 to 195.985 or the rules promulgated under sections 195.900 to 195.985.
- 7. Before granting a local or state license, the respective licensing authority may consider, except where sections 195.900 to 195.985 specifically provides otherwise, the requirements of sections 195.900 to 195.985 and any rules promulgated under sections 195.900 to 195.985, and all other reasonable restrictions that are or may be placed upon the licensee by the licensing authority. With respect to a second or additional license for the same licensee or the same owner of another licensed business under sections 195.900 to 195.985, each licensing authority shall consider the effect on competition of granting or denying the additional licenses to such licensee and shall not approve an application for a second or additional license that has the effect of restraining competition.
- 8. (1) Each license issued under sections 195.900 to 195.985 is separate and distinct. It is unlawful for a person to exercise any of the privileges granted under a license other than the license that the person holds or for a licensee to allow any other person to exercise the

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59 privileges granted under the licensee's license. A separate license shall 60 be required for each specific business or business entity and each 61 geographical location.

- (2) At all times, a licensee shall possess and maintain possession of the premises for which the license is issued by ownership, lease, rental, or other arrangement for possession of the premises.
- 9. (1) The licenses provided under sections 195.900 to 195.985 shall specify the date of issuance, the period of licensure, the name of the licensee, and the premises licensed. The licensee shall conspicuously display the license at all times on the licensed premises.
- (2) A local licensing authority shall not transfer location of or renew a license to sell medical cannabis until the applicant for the license produces a license issued and granted by the state licensing authority covering the whole period for which a license or license renewal is sought.
 - 10. In computing any period of time prescribed by sections 195.900 to 195.985, the day of the act, event, or default from which the designated period of time begins to run shall not be included. Saturdays, Sundays, and legal holidays shall be counted as any other day.
 - 11. A licensee shall report each transfer or change of financial interest in the license to the division and the local licensing authority thirty days prior to any transfer or change under subsection 13 of this section. A report shall be required for transfers of capital stock of any corporation regardless of size.
 - 12. Each licensee shall manage the licensed premises himself or herself or employ a separate and distinct manager on the premises and shall report the name of the manager to the division and the local licensing authority. The licensee shall report any change in manager to the division and local licensing authority thirty days prior to such change.
- 13. (1) A licensee may move his or her permanent location to any other place in the same municipality for which the license was originally granted, or in the same county if the license was granted for a place outside the corporate limits of a municipality, but it shall be unlawful to cultivate, manufacture, distribute, or sell medical cannabis at any such place until permission to do so is granted by the division

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96 and the local licensing authority provided for in sections 195.900 to 97 195.985.

98 (2) In permitting a change of location, the division and the local 99 licensing authority shall consider all reasonable restrictions that are 100 or may be placed upon the new location by the governing body or local 101 licensing authority of the municipality or county any such change in 102 location shall be in accordance with all requirements of sections 103 195.900 to 195.985 and rules promulgated under sections 195.900 to 195.985.

195.939. 1. (1) Ninety days prior to the expiration date of an existing license, the division shall notify the licensee of the expiration date by first class mail at the licensee's address of record with the division. A licensee shall apply for the renewal of an existing license to the local licensing authority not less than forty-five days and to the division not less than thirty days prior to the date of expiration. A local licensing authority shall not accept an application for renewal of a license after the date of expiration, except as provided in subsection 2 of this section. The division may extend the expiration date of the license and accept a late application for renewal of a license provided 11 that the applicant has filed a timely renewal application with the local 12 licensing authority. All renewals filed with the local licensing authority and subsequently approved by the local licensing authority shall next be processed by the division. The division or the local 15 licensing authority, in its discretion, subject to the requirements of this 16 section and based upon reasonable grounds, may waive the forty-five 17day or thirty day time requirements set forth in this subsection. The local licensing authority may hold a hearing on the application for 18 renewal only if the licensee has had complaints filed against it, has a 19 20 history of violations, or there are allegations against the licensee that constitute good cause. 21

(2) The local licensing authority shall not hold a renewal hearing provided for by this subsection for a medical cannabis center until it has posted a notice of hearing on the licensed medical cannabis center premises in the manner described in section 195.912 for a period of ten days and provided notice to the applicant at least ten days prior to the hearing. The local licensing authority may refuse to renew any license for good cause, subject to judicial review.

- 29 2. (1) Notwithstanding the provisions of subsection 1 of this section, a licensee whose license has been expired for not more than ninety days may file a late renewal application upon the payment of a nonrefundable late application fee of five hundred dollars to the local licensing authority. A licensee who files a late renewal application and pays the requisite fees may continue to operate until both the state and local licensing authorities have taken final action to approve or deny the licensee's late renewal application.
- 37 (2) The state and local licensing authorities shall not accept a
 38 late renewal application more than ninety days after the expiration of
 39 a licensee's permanent annual license. A licensee whose permanent
 40 annual license has been expired for more than ninety days shall not
 41 cultivate, manufacture, distribute, or sell any medical cannabis until all
 42 required licenses have been obtained.

195.942. The division or local licensing authority may, in its discretion, revoke or elect not to renew any license if it determines that the licensed premises have been inactive without good cause for at least one year.

- 195.945. 1. The division, by rule, shall require a complete disclosure of all persons having a direct or indirect financial interest and the extent of such interest in each license issued under sections 195.900 to 195.985.
- 2. A person shall not have an unreported financial interest in a license under sections 195.900 to 195.985 unless such person has undergone a fingerprint-based criminal background check as provided for by the division in its rules; except that, this subsection shall not apply to banks, savings and loan associations, or industrial banks supervised and regulated by an agency of the state or federal government, or to FHA-approved mortgagees, or to stockholders, directors, or officers thereof.
- 3. This section is intended to prohibit and prevent the control of the outlets for the sale of medical cannabis by a person or party other than the persons licensed under the provisions of sections 195.900 to 16 195.985.

195.948. 1. For the purpose of regulating the cultivation, 2 manufacture, distribution, testing and sale of medical cannabis, the 3 division may, in its discretion and upon application in the prescribed

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4 form made to it, issue and grant to the applicant a license or 5 registration from any of the following classes, subject to the provisions 6 and restrictions provided by sections 195.900 to 195.985:

- (1) Medical cannabis center license;
- (2) Medical cannabis cultivation and production facility license;
- 9 (3) Medical cannabis testing facility registration;
- (4) Occupational licenses and registrations for owners, managers, operators, employees, contractors, and other support staff employed by, working in, or having access to restricted areas of the licensed premises as determined by the division. The division may take any action with respect to a registration under sections 195.900 to 195.985 as it may with respect to a license under sections 195.900 to 195.985, in accordance with the procedures established under sections 195.900 to 195.985.
- 2. In order to do business in Missouri under sections 195.900 to 19 195.985, a business shall hold both a medical cannabis center license and a medical cannabis cultivation and production facility license.
- 3. All persons licensed under sections 195.900 to 195.985 shall collect sales tax on all sales made under the licensing activities.
- 4. A state-chartered bank or a credit union may loan money to any person licensed under sections 195.900 to 195.985 for the operation of a licensed business.
 - 195.951. 1. A medical cannabis center license shall be issued only to a person selling medical cannabis under the terms and conditions of sections 195.900 to 195.985.
- 2. Notwithstanding the provision of this section, a medical cannabis center licensee may also sell medical cannabis-infused products that are prepackaged and labeled under subsection 7 of section 195.951.
- 3. Every person selling medical cannabis as provided for in this section shall sell only medical cannabis grown in its medical cannabis cultivation and production facility licensed under sections 195.900 to 195.985. The provisions of this subsection shall not apply to medical cannabis-infused products.
- 4. Notwithstanding the requirements of subsection 3 of this section to the contrary, a medical cannabis licensee shall not purchase more than thirty percent of its total on-hand inventory of medical

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cannabis from another licensed medical cannabis center in Missouri. A medical cannabis center shall not sell more than thirty percent of its total on-hand inventory to another Missouri medical cannabis licensee.

- 5. Prior to initiating a sale, the employee of the medical cannabis center making the sale shall verify that the purchaser has a valid registration card issued under section 195.981 and a valid picture identification card that matches the name on the registration card.
- 6. A licensed medical cannabis center may provide a small amount of its medical cannabis for testing to a medical cannabis testing facility.
- 7. All medical cannabis sold at a licensed medical cannabis center shall be labeled as follows:
 - (1) Labeling of cannabis, excluding medical cannabis-infused products. The medical cannabis center shall place a legible, firmly affixed label on which the wording is no less than one-sixteenth inch in size on each package of cannabis that it prepares for dispensing and which contains at a minimum the following information:
 - (a) The registered qualifying patient's name;
 - (b) The name and registration number of the medical cannabis center that produced the cannabis, together with the medical cannabis center's telephone number and mailing address, and website information, if any;
- 38 (c) The quantity of usable cannabis contained within the 39 package;
- 40 (d) The date that the medical cannabis center packaged the 41 contents;
- 42 (e) A batch number, sequential serial number, and bar code when 43 used, to identify the batch associated with manufacturing and 44 processing;
- 45 (f) The cannabinoid profile of the cannabis contained within the 46 package, including tetrahydrocannabinol (THC) level;
- (g) A statement that the product has been tested for contaminants, that there were no adverse findings, and the date of testing, and the following statement, including capitalization: "This product has not been analyzed or approved by the FDA. There is limited information on the side effects of using this product, and there may be associated health risks. Do not drive or operate machinery

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when under the influence of this product. KEEP THIS PRODUCT AWAY
 FROM CHILDREN.";

- (2) Labeling of medical cannabis-infused products. The medical cannabis center shall place a legible firmly affixed label on which the wording is no less than one-sixteenth inch in size on each medical cannabis-infused product that it prepares for dispensing and which contains at a minimum the following information:
 - (a) The registered qualifying patient's name;
- (b) The name and registration number of the medical cannabis center that produced the medical cannabis-infused product, together with the medical cannabis center's telephone number and mailing address, and website information, if any;
- (c) The name of the product;
- 66 (d) The quantity of usable cannabis contained within the product 67 as measured in ounces;
- 68 (e) A list of ingredients, including the cannabinoid profile of the 69 cannabis contained within the product, including the 70 tetrahydrocannabinol (THC) level;
- 71 (f) The date of product creation and the recommended "use by" 72 or expiration date;
- 73 (g) To identify the batch associated with manufacturing and 74 processing, a batch number, sequential serial number, and bar code 75 when used;
 - (h) Directions for use of the product if relevant;
- 77 (i) A statement that the product has been tested for 78 contaminants, that there were no adverse findings, and the date of 79 testing;
- 80 (j) A warning if nuts or other known allergens are contained in 81 the product; and
- (k) The following statement, including capitalization: "This product has not been analyzed or approved by the FDA. There is limited information on the side effects of using this product, and there may be associated health risks. Do not drive or operate machinery when under the influence of this product. KEEP THIS PRODUCT AWAY FROM CHILDREN.";
- 88 (3) Cannabis shall be packaged in plain, opaque, tamper-proof, 89 and child-proof containers without depictions of the product, cartoons,

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90 or images other than the medical cannabis center's logo. Edibles shall 91 not bear a reasonable resemblance to any product available for 92 consumption as commercially available candy, cakes, and cookies as 93 defined in section 195.900.

- 8. A licensed medical cannabis center shall comply with all provisions of law as such provisions relate to persons with disabilities.
 - 195.954. A medical cannabis cultivation and production facility
 license may be issued only to a person licensed under this section who
 grows and cultivates medical cannabis and who manufactures medical
 cannabis-infused products under the terms and conditions of sections
 195.900 to 195.985.
- 195.957. 1. (1) Medical cannabis-infused products shall be prepared on a licensed premises that is used exclusively for the manufacture and preparation of medical cannabis-infused products and which uses equipment that is used exclusively for the manufacture and preparation of medical cannabis-infused products.
- 6 (2) Except for a registered qualifying patient or primary
 7 caregiver who are not subject to such requirements, only a licensed
 8 medical cannabis cultivation and production facility is permitted to
 9 produce medical cannabis-infused products. A medical cannabis
 10 cultivation and production facility may produce medical cannabis11 infused products for only such facility's medical cannabis center, and
 12 up to two additional medical cannabis centers under common
 13 ownership.
 - (3) The medical cannabis cultivation and production facility shall have all cannabis cultivated by such facility tested in accordance with the following:
 - (a) Cannabis shall be tested for the cannabinoid profile and for contaminants as specified by the division, including but not limited to mold, mildew, heavy metals, plant-growth regulators, and the presence of nonorganic pesticides. The division may require additional testing;
- 21 **(b)** The facility shall maintain the results of all testing for no less 22 than one year;
 - (c) The facility shall have and follow a policy and procedure for responding to results indicating contamination, which shall include destruction of contaminated product and assessment of the source of contamination. Such policy shall be available to registered qualifying

- 27patients and primary caregivers;
- 28 (d) All testing shall be conducted by an independent laboratory 29 that is:
- 30 a. Accredited to International Organization for Standardization
- (ISO) 17025 by a third-party accrediting body such as A2LA or ACLASS; 31
- 32 \mathbf{or}

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- 33 b. Certified, registered, or accredited by an organization approved by the division; 34
- 35 (e) The facility shall arrange for testing to be conducted in accordance with the frequency required by the division; 36
- 37 (f) A facility shall have a contractual arrangement with a laboratory for the purposes of testing cannabis, including a stipulation 38 that those individuals responsible for testing at the laboratory be 39 40 licensed;
- 41 (g) An executive of a facility is prohibited from having any 42 financial or other interest in a laboratory providing testing services for any medical cannabis cultivation and production facility; 43
 - (h) No individual employee of a laboratory providing testing services for medical cannabis cultivation and production facilities shall receive direct financial compensation from any medical cannabis cultivation and production facility;
- 48 (i) All transportation of cannabis to and from laboratories 49 providing cannabis testing services shall comply with rules 50 promulgated under paragraph (d) of subdivision (1) of subsection 2 of section 195.906;
- 52 (j) All storage of cannabis at a laboratory providing cannabis testing services shall comply with subdivision (4) of this subsection; 53 and 54
- 55 (k) All excess cannabis shall be returned to the source medical cannabis cultivation and production facility and be disposed of under 56 paragraph (e) of subdivision (7) of this subsection. 57
 - (4) (a) All cannabis in the process of cultivation, production, preparation, transport, or analysis shall be housed and stored in such a manner as to prevent diversion, theft, or loss.
- (b) Such items shall be accessible only to the minimum number 61 62 of specifically authorized dispensary agents essential for efficient 63 operation.

64 (c) Such items shall be returned to a secure location immediately 65 after completion of the process or at the end of the scheduled business 66 day.

- (d) If a manufacturing process cannot be completed at the end of a working day, the processing area or tanks, vessels, bins, or bulk containers containing cannabis shall be securely locked inside an area or building that affords adequate security.
- 71 (5) A medical cannabis cultivation and production facility shall 72 process cannabis in a safe and sanitary manner. A facility shall process 73 the leaves and flowers of the female cannabis plant only, which shall 74 be:
 - (a) Well cured and free of seeds and stems;
 - (b) Free of dirt, sand, debris, and other foreign matter;
- 77 (c) Free of contamination by mold, rot, other fungus, and 78 bacterial diseases;
- 79 (d) Prepared and handled on food-grade stainless steel tables; 80 and
 - (e) Packaged in a secure area.

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- 82 (6) Production of edible medical cannabis-infused products shall 83 take place in compliance with the following:
- (a) All edible medical cannabis-infused products shall be prepared, handled, and stored in compliance with the sanitation requirements in subdivision (7) of this subsection and any other applicable rules or state law; and
- (b) Any edible medical cannabis-infused product that is made to resemble a typical food or beverage product shall be packaged in an opaque package and labeled as required by subsection 7 of section 195.951.
- 92 (7) All facilities, including those that develop or process 93 nonedible medical cannabis-infused products, shall comply with the 94 following sanitary requirements:
- (a) Any dispensary agent whose job includes contact with cannabis or nonedible medical cannabis-infused products, including cultivation, production, or packaging, is subject to the requirements for food handlers under state law and in accordance with rules of the department of health and senior services;
- 100 (b) Any dispensary agent working in direct contact with

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preparation of cannabis or nonedible medical cannabis-infused products shall conform to sanitary practices while on duty, including:

- a. Maintaining adequate personal cleanliness; and
- b. Washing hands thoroughly in an adequate hand-washing area before starting work, and at any other time when hands may have become soiled or contaminated;
- (c) Hand-washing facilities shall be adequate and convenient and shall be furnished with running water at a suitable temperature. Hand-washing facilities shall be located in the facility in production areas and where good sanitary practices require employees to wash and sanitize their hands, and shall provide effective hand cleaning and sanitizing preparations and sanitary towel service or suitable drying devices;
 - (d) There shall be sufficient space for placement of equipment and storage of materials as is necessary for the maintenance of sanitary operations;
- 117 (e) Litter and waste shall be properly removed, disposed of so as 118 to minimize the development of odor, and minimize the potential for 119 the waste attracting and harboring pests. The operating systems for 120 waste disposal shall be maintained in an adequate manner;
 - (f) Floors, walls, and ceilings shall be constructed in such a manner that they may be adequately kept clean and in good repair;
 - (g) There shall be adequate safety lighting in all processing and storage areas, as well as areas where equipment or utensils are cleaned;
- 125 (h) Buildings, fixtures, and other physical facilities shall be 126 maintained in a sanitary condition;
- (i) All contact surfaces, including utensils and equipment, shall be maintained in a clean and sanitary condition. Such surfaces shall be cleaned and sanitized as frequently as necessary to protect against contamination, using a sanitizing agent registered by the United States Environmental Protection Agency (EPA), in accordance with labeled instructions. Equipment and utensils shall be so designed and of such material and workmanship as to be adequately cleanable;
 - (j) All toxic items shall be identified, held, and stored in a manner that protects against contamination of cannabis and medical cannabis-infused products;
- (k) A facility's water supply shall be sufficient for necessary

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operations. Any private water source shall be capable of providing a safe, potable, and adequate supply of water to meet the facility's needs;

- (1) Plumbing shall be of adequate size and design, and adequately installed and maintained to carry sufficient quantities of water to required locations throughout the facility. Plumbing shall properly convey sewage and liquid disposable waste from the facility. There shall be no cross-connections between the potable and waste water lines;
- 146 (m) A facility shall provide its employees with adequate readily 147 accessible toilet facilities that are maintained in a sanitary condition 148 and in good repair;
 - (n) Products that may support the rapid growth of undesirable microorganisms shall be held in a manner that prevents the growth of such microorganisms; and
- 152 (o) Storage and transportation of finished products shall be 153 under conditions that shall protect them against physical, chemical, 154 and microbial contamination as well as against deterioration of them 155 or their container.
- 2. (1) A medical cannabis cultivation and production facility shall provide adequate lighting, ventilation, temperature, humidity, space, and equipment.
- (2) A facility shall have separate areas for storage of cannabis that is outdated, damaged, deteriorated, mislabeled, or contaminated, or whose containers or packaging have been opened or breached, until such products are destroyed.
- 163 (3) Facility storage areas shall be maintained in a clean and 164 orderly condition.
- 165 (4) Facility storage areas shall be free from infestation by 166 insects, rodents, birds, and pests of any kind.
- 167 (5) Facility storage areas shall be maintained in accordance with 168 the security requirements promulgated under paragraph (j) of 169 subdivision (1) of subsection 2 of section 195.906.
 - 195.960. 1. Until a medical cannabis cultivation and production 2 facility's cultivation or production process has been validated, such 3 facility shall not wholesale, transfer, or process into a medical cannabis 4 concentrate or medical cannabis product any medical cannabis, medical 5 cannabis concentrate, or medical cannabis product unless samples from

6 the harvest batch or production batch from which such medical cannabis, medical cannabis concentrate, or medical cannabis product 8 was derived was tested by a medical cannabis testing facility for 9 contaminants and passed all contaminant tests required by subsection 10 3 of this section.

- 2. (1) A medical cannabis cultivation and production facility's cultivation process shall be deemed valid if every harvest batch that it produced during a twelve-week period passed all contaminant tests required by subsection 3 of this section, including at least twelve test batches that were submitted at least six days apart and contain samples from entirely different harvest batches.
- (2) A facility's production process shall be deemed valid if every production batch that it produced during a four-week period passed all contaminant tests required by subsection 3 of this section, including at least four test batches that were submitted at least six days apart which contain samples from entirely different production batches.
- 3. (1) Each harvest batch of medical cannabis and production batch of medical cannabis concentrate and medical cannabis product shall be tested for microbial contamination by a medical cannabis testing facility. The microbial contamination test shall include, but not be limited to, testing to determine the presence of and amounts present of salmonella sp., escherichia coli., and other bile tolerant bacteria.
- (2) Each harvest batch of medical cannabis and production batch of medical cannabis concentrate and medical cannabis product shall be tested for mold contamination by a medical cannabis testing facility. The mold contamination test shall include, but shall be limited to, testing to determine presence and the level of aspergillus sp., mucor sp., penicillium sp., and thermophilic actinomycetes sp.
- (3) Each harvest batch of medical cannabis produced by a facility shall be tested for filth and other visible contamination by a medical cannabis testing facility. The filth contamination test shall include, but shall not be limited to, the detection, separation, quantification, identification, and interpretation of extraneous materials, including insects, rodent droppings, visible adulterants, and other contaminants, in medical cannabis flowers and trim.
- (4) Each production batch of solvent-based medical cannabis concentrate produced by a facility shall be tested for residual solvent

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43 contamination by a medical cannabis testing facility. The residual solvent contamination test shall include, but not be limited to, testing to determine the presence of, and amounts present of, butane, propane, 4546 ethanol, isopropanol, acetone, and heptane.

- 4. (1) The division may require additional tests to be conducted on a harvest batch or production batch prior to a facility wholesaling, transferring, or processing into a medical cannabis concentrate or medical cannabis product any medical cannabis, medical cannabis concentrate, or medical cannabis product from such harvest batch or production batch. Additional tests may include, but not be limited to, screening for pesticide, harmful chemicals, adulterants or other types of microbials, molds, filth or residual solvents.
- (2) (a) A production batch of medical cannabis concentrate shall be considered exempt from subdivision (1) of this subsection if the facility that produced it does not wholesale or transfer any portion of the production batch and it uses the entire production batch to 59 manufacture medical cannabis product; except that, a solvent-based medical cannabis concentrate produced using butane, propane, ethanol, isopropanol, acetone, or heptane shall still be submitted for a residual solvent contaminant test.
 - (b) A facility shall not be required to have residual solvent testing conducted on the product batch of a solvent-based medical cannabis concentrate if only CO2 was used during the production of the medical cannabis concentrate.
- 5. (1) (a) If a facility makes a material change to its cultivation 68 or production process, such facility shall have the first five harvest batches or production batches produced using the new standard operating procedures tested for all of the contaminants required by subsection 3 of this section regardless of whether its process has been previously validated. If any such tests fail, such facility's process shall be revalidated.
 - (b) It shall be considered a material change if a facility begins using a new or different pesticide during its cultivation process and the first five harvest batches produced using the new or different pesticide shall also be tested for pesticide.
- 78 (c) It shall be considered a material change if a facility begins using a new or different solvent or combination of solvents. 79

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- 80 (d) A facility that makes a material change shall notify the medical cannabis testing facility that conducts contaminant testing on 81 the first five harvest batches or production batches produced using the 83 new standard operating procedures.
- (e) When a harvest batch or production batch is required to be 85 submitted for testing under this subsection, the facility that produced it shall not wholesale, transfer or process into a medical cannabis concentrate or medical cannabis product any of the medical cannabis, 87 medical cannabis concentrate, or medical cannabis product from such harvest batch or production batch.
- 90 (2) If six of the ten most recently tested test batches produced by a facility fail contaminant testing, the facility shall be required to 91 revalidate its process. 92
- 93 6. Medical cannabis-infused products shall not be consumed on a premises licensed under sections 195.900 to 195.985. 94
- 95 7. Notwithstanding any other provision of state law, sales of 96 medical cannabis-infused products shall not be exempt from state or local sales tax. 97
- 195.963. 1. (1) There is hereby created in the state treasury the "Medical Cannabis License Cash Fund", which shall consist of all money collected by the division under sections 195.900 to 195.985. The state treasurer shall be custodian of the fund. In accordance with sections 30.170 and 30.180, the state treasurer may approve disbursements. The fund shall be a dedicated fund and, upon appropriation, money in the fund shall be used solely for the administration of sections 195.900 to 8 195.985.
 - (2) Notwithstanding the provisions of section 33.080 to the contrary, any moneys remaining in the fund at the end of the biennium shall not revert to the credit of the general revenue fund.
- 12 (3) The state treasurer shall invest moneys in the fund in the 13 same manner as other funds are invested. Any interest and moneys 14 earned on such investments shall be credited to the fund.
- 15 (4) There is hereby created the "Medical Cannabis Program 16 Account" as an account within the medical cannabis license cash fund. The account shall consist of all moneys collected by the department of health and senior services under section 195.981. The 18 account shall be a dedicated account and, upon appropriation, money 19

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20 in the account shall be used solely for the administration of section 21 195.981.

- 22 2. (1) The division shall require all applicants for initial state 23 licenses under sections 195.900 to 195.985 to submit a nonrefundable 24 application fee of twelve thousand five hundred dollars for a medical 25 cannabis center license and twelve thousand five hundred dollars for 26 a medical cannabis cultivation and production facility license.
- 27 (2) The division shall establish all other fees for processing the 28 following types of applications, licenses, notices, or reports required to 29 be submitted to the state licensing authority:
 - (a) Applications to change location under subsection 13 of section 195.936 and rules promulgated thereunder;
 - (b) Applications for transfer of ownership under section 195.933 and rules promulgated thereunder;
- 34 (c) License renewal and expired license renewal applications 35 under section 195.939; and
 - (d) Licenses as listed in section 195.948.
 - (3) The amounts of the fees under subdivisions (1) and (2) of this subsection, when added to the other fees transferred to the fund under this section, shall reflect the actual direct and indirect costs of the division in the administration and enforcement of sections 195.900 to 195.985.
 - (4) The division may charge applicants licensed under sections 195.900 to 195.985 a fee for the cost of each fingerprint analysis and background investigation undertaken to qualify new officers, directors, managers, or employees.
- 46 (5) At least annually, the division shall review the amounts of the 47 fees and, if necessary, adjust the amounts to reflect the direct and 48 indirect costs of the division.
- 3. Except as provided in subsection 4 of this section, the division shall establish a basic fee that shall be paid at the time of service of any subpoena upon the division, plus a fee for meals and a fee for mileage at the rate prescribed for state officers and employees, for each mile actually and necessarily traveled in going to and returning from the place named in the subpoena. If the person named in the subpoena is required to attend the place named in the subpoena for more than one day, there shall be paid, in advance, a sum to be established by the

division for each day of attendance to cover the expenses of the personnamed in the subpoena.

- 4. The subpoena fee established under subsection 3 of this 60 section shall not be applicable to any federal, state or local 61 governmental agency.
 - 195.966. 1. Except as otherwise provided, all fees and fines provided for by sections 195.900 to 195.985 shall be paid to the division, which shall transmit the fees to the state treasurer. The state treasurer shall credit the fees to the medical cannabis license cash fund created in section 195.963.
- 6 2. The expenditures of the division shall be paid out of appropriations from the medical cannabis license cash fund created in 8 section 195.963.
- 195.969. 1. Each application for a local license provided for in sections 195.900 to 195.985 filed with a local licensing authority shall be accompanied by an application fee and a license fee in an amount determined by the local licensing authority not to exceed ten percent of the state application fee and license fee.
- 2. License fees as determined by the local licensing authority shall be paid to the treasurer of the municipality or county where the licensed premises is located in advance of the approval, denial, or renewal of the license.

195.972. 1. In addition to any other sanctions prescribed by 2 sections 195.900 to 195.985 or rules promulgated under sections 195.900 to 195.985, the division or a local licensing authority has the power, on 4 its own motion or on complaint, after investigation and opportunity for a public hearing at which the licensee shall be afforded an opportunity to be heard, to suspend or revoke a license issued by the respective authority for a violation by the licensee or by any of the agents or employees of the licensee of the provisions of sections 195.900 to 195.985, or any of the rules promulgated under sections 195.900 to 10 195.985, or of any of the terms, conditions, or provisions of the license issued by the division or local licensing authority. The division or a 11 12 local licensing authority has the power to administer oaths and issue subpoenas to require the presence of persons and the production of papers, books, and records necessary to the determination of a hearing 14 that the division or local licensing authority is authorized to conduct.

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16 2. The division or local licensing authority shall provide notice of suspension, revocation, fine, or other sanction, as well as the 17 required notice of the hearing under subsection 1 of this section by mailing the same in writing to the licensee at the address contained in the license. Except in the case of a summary suspension under section 20 195.984, a suspension shall not be for a longer period than six months. 21If a license is suspended or revoked, a part of the fees paid therefore 22 23 shall not be returned to the licensee. Any license or permit may be summarily suspended by the issuing licensing authority without notice pending any prosecution, investigation, or public hearing under the 25terms of section 195.984. Nothing in this section shall prevent the 26 summary suspension of a license under section 195.984. Each patient 27 registered with a medical cannabis center that has had its license 28 29 summarily suspended may immediately transfer his or her primary center to another licensed medical cannabis center. 30

- 3. (1) Whenever a decision of the division or a local licensing authority suspending a license for fourteen days or less becomes final, the licensee may, before the operative date of the suspension, petition for permission to pay a fine in lieu of having the license suspended for all or part of the suspension period. Upon the receipt of the petition, the division or local licensing authority may, in its sole discretion, stay the proposed suspension and cause any investigation to be made which it deems desirable and may, in its sole discretion, grant the petition if the division or local licensing authority is satisfied that:
- (a) The public welfare and morals shall not be impaired by permitting the licensee to operate during the period set for suspension and that the payment of the fine shall achieve the desired disciplinary purposes;
- (b) The books and records of the licensee are kept in such a manner that the loss of sales that the licensee would have suffered had the suspension gone into effect may be determined with reasonable accuracy; and
- (c) The licensee has not had his or her license suspended or revoked, nor had any suspension stayed by payment of a fine, during the two years immediately preceding the date of the motion or complaint that resulted in a final decision to suspend the license or permit.

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- 53 (2) The fine accepted shall be not less than five hundred dollars nor more than one hundred thousand dollars. 54
- 55 (3) Payment of a fine under the provisions of this subsection shall be in the form of cash or in the form of a certified check or 56 cashier's check made payable to the division or local licensing 57 58 authority, whichever is appropriate.
- 4. Upon payment of the fine under subsection 3 of this section, the division or local licensing authority shall enter its further order 60 permanently staying the imposition of the suspension. If the fine is paid to a local licensing authority, the governing body of the authority shall cause the moneys to be paid into the general fund of the local licensing authority. Fines paid to the division under subsection 3 of this section shall be transmitted to the state treasurer who shall credit 65 the same to the medical cannabis license cash fund created in section 66 195.963.
 - 5. In connection with a petition under subsection 3 of this section, the authority of the division or local licensing authority is limited to the granting of such stays as are necessary for the authority to complete its investigation and make its findings and, if the authority makes such findings, to the granting of an order permanently staying the imposition of the entire suspension or that portion of the suspension not otherwise conditionally stayed.
 - 6. If the division or local licensing authority does not make the findings required in subdivision (1) of subsection 3 of this section and does not order the suspension permanently stayed, the suspension shall go into effect on the operative date finally set by the division or local licensing authority.
 - 7. Each local licensing authority shall report all actions taken to impose fines, suspensions, and revocations to the division in a manner required by the division. No later than January fifteenth of each year, the division shall compile a report of the preceding year's actions in which fines, suspensions, or revocations were imposed by local licensing authorities and by the division. The division shall file one copy of the report with the chief clerk of the house of representatives, one copy with the secretary of the senate, and six copies in the legislative library.

195.975. 1. Each licensee shall keep a complete set of all records

necessary to show fully the business transactions of the licensee, all of which shall be open at all times during business hours for the inspection and examination of the division or its duly authorized representatives. The division may require any licensee to furnish such information as it considers necessary for the proper administration of this section and may require an audit to be made of the books of account and records on such occasions as it may consider necessary by an auditor to be selected by the division who shall likewise have access to all books and records of the licensee, and the expense thereof shall be paid by the licensee.

- 12 2. The licensed premises, including any places of storage where medical cannabis is grown, stored, cultivated, sold, or dispensed, shall 13 be subject to inspection by the division or local licensing authorities 14 and their investigators, during all business hours and other times of 15 apparent activity, for the purpose of inspection or investigation. For examination of any inventory or books and records required to be kept 17 18 by the licensees, access shall be required during business hours. Where 19 any part of the licensed premises consists of a locked area, upon demand to the licensee, such area shall be made available for 20 inspection without delay, and, upon request by authorized 21representatives of the division or local licensing authority, the licensee 2223shall open the area for inspection.
- 3. Each licensee shall retain all books and records necessary to show fully the business transactions of the licensee for a period of the current tax year and the three immediately prior tax years.

195.978. 1. Except as otherwise provided in sections 195.900 to 195.985, it is unlawful for a person:

(1) To consume medical cannabis in a licensed medical cannabis
 center, and it shall be unlawful for a medical cannabis licensee to allow
 medical cannabis to be consumed upon its licensed premises;

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- (2) With knowledge, to permit or fail to prevent the use of such person's registry identification by any other person for the unlawful purchasing of medical cannabis; or
- 9 (3) To buy, sell, transfer, give away, or acquire medical cannabis 10 except as allowed under sections 195.900 to 195.985.
- 2. It is unlawful for a person licensed under sections 195.900 to 12 195.985:

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- 13 (1) To be within a limited-access area unless the person's license 14 badge is displayed as required by sections 195.900 to 195.985;
- 15 (2) To fail to designate areas of ingress and egress for 16 limited-access areas and post signs in conspicuous locations as required 17 by sections 195.900 to 195.985;
- 18 (3) To fail to report a transfer required by section 195.933; or
- 19 (4) To fail to report the name of or a change in managers as 20 required by section 195.936.
- 3. It is unlawful for any person licensed to sell medical cannabis under sections 195.900 to 195.985:
- 23 (1) To display any signs that are inconsistent with local laws or 24 regulations;
- 25 (2) To use advertising material that is misleading, deceptive, or 26 false, or that is designed to appeal to minors;
- 27 (3) To provide public premises, or any portion thereof, for the 28 purpose of consumption of medical cannabis in any form;
 - (4) (a) To sell medical cannabis to a person not licensed under sections 195.900 to 195.985 or to a person not able to produce a valid patient registry identification card. Notwithstanding any provision in this paragraph to the contrary, a person under twenty-one years of age shall not be employed to sell or dispense medical cannabis at a medical cannabis center or grow or cultivate medical cannabis at a medical cannabis cultivation and production facility.
 - (b) If a licensee or a licensee's employee has reasonable cause to believe that a person is exhibiting a fraudulent patient registry identification card in an attempt to obtain medical cannabis, the licensee or employee shall be authorized to confiscate the fraudulent patient registry identification card, if possible, and shall, within seventy-two hours after the confiscation, turn it over to the department of health and senior services or local law enforcement agency. The failure to confiscate the fraudulent patient registry identification card or to turn it over to the department or a state or local law enforcement agency within seventy-two hours after the confiscation shall not constitute a criminal offense;
- 47 (5) To offer for sale or solicit an order for medical cannabis in 48 person except within the licensed premises;
 - (6) To have in possession or upon the licensed premises any

50 medical cannabis, the sale of which is not permitted by the license;

- 51 (7) To buy medical cannabis from a person not licensed to sell as 52 provided by sections 195.900 to 195.985;
- 53 (8) To sell medical cannabis except in the permanent location 54 specifically designated in the license for sale;
- 55 (9) To have on the licensed premises any medical cannabis or 56 cannabis paraphernalia that shows evidence of the medical cannabis 57 having been consumed or partially consumed;
- (10) To require a medical cannabis center and medical cannabis cultivation and production facility to make delivery to any premises other than the specific licensed premises where the medical cannabis is to be sold; or
- 62 (11) To sell, serve, or distribute medical cannabis at any time 63 other than between the hours of 8:00 a.m. and 7:00 p.m. Monday through 64 Sunday.
- 4. Except as otherwise provided in sections 195.900 to 195.985, it is unlawful for:
- 67 (1) A medical cannabis center or medical cannabis cultivation 68 and production facility to sell, deliver, or cause to be delivered to a 69 licensee any medical cannabis not grown upon its licensed premises; or
- 70 (2) A medical cannabis center or medical cannabis cultivation 71 and production facility to sell, possess, or permit sale of medical 72 cannabis not grown upon its licensed premises.
- A violation of this subsection by a licensee shall be grounds for the immediate revocation of the license granted under sections 195.900 to 195.985.
- 5. It shall be unlawful for a physician who makes patient referrals to a licensed medical cannabis center to receive anything of value from the medical cannabis center licensee or its agents, servants, officers, or owners, or anyone financially interested in the licensee, and it shall be unlawful for a licensee licensed under sections 195.900 to 195.985 to offer anything of value to a physician for making patient referrals to the licensed medical cannabis center.
- 6. A person who commits any acts that are unlawful under this section is guilty of a class A misdemeanor.
 - 195.981. 1. The department of health and senior services shall promulgate rules:

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- 3 (1) To ensure that patients suffering from legitimate debilitating medical conditions are able to safely gain access to medical cannabis and to ensure that such patients:
- 6 (a) Are not subject to criminal prosecution for their use of medical cannabis in accordance with this section, and the rules of the 8 department:
- 9 (b) Are able to establish an affirmative defense to their use of medical cannabis in accordance with this section, and the rules of the 10 11 department;
- 12 (2) To prevent persons who do not suffer from legitimate 13 debilitating medical conditions from using this section as a means to 14 sell, acquire, possess, produce, use, or transport cannabis in violation of state and federal laws. 15
 - 2. As used in this section, the following terms shall mean:
- 17 (1) "Bona fide physician-patient relationship", for purposes of the 18 medical cannabis program:
 - (a) A physician and a patient have a treatment or counseling relationship, in the course of which the physician has completed a full assessment of the patient's medical history and current medical condition, including an appropriate personal physical examination;
 - (b) The physician has consulted with the patient with respect to the patient's debilitating medical condition before the patient applies for a registry identification card; and
 - (c) The physician is available to or offers to provide follow-up care and treatment to the patient, including but not limited to patient examinations, to determine the efficacy of the use of medical cannabis as a treatment of the patient's debilitating medical condition;
 - (2) "Department", the department of health and senior services;
 - (3) "Director", the director of the department of health and senior services;
 - (4) "In good standing", with respect to a physician's license:
- 34 (a) The physician holds a doctor of medicine or doctor of osteopathic medicine degree from an accredited medical school; 35
- (b) The physician holds a valid license to practice medicine in 36 Missouri that does not contain a restriction or condition that prohibits the recommendation of medical cannabis; and 38
 - (c) The physician has a valid and unrestricted United States

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40 Department of Justice Federal Drug Enforcement Administration 41 controlled substances registration;

- 42 (5) "Medical cannabis program", the program established under 43 sections 195.900 to 195.985;
- 44 (6) "Primary caregiver", the same meaning as such term is 45 defined in section 195.900;
- 46 (7) "Registry identification card", the nontransferable 47 confidential registry identification card issued by the department to 48 patients and primary caregivers under this section.
- 3. (1) The department shall promulgate rules to implement the medical cannabis program, including rules for the following:
 - (a) The establishment and maintenance of a confidential registry of patients who have applied for and are entitled to receive a registry identification card;
 - (b) The development by the department of an application form and making such form available to residents of this state seeking to be listed on the confidential registry of patients who are entitled to receive a registry identification card;
 - (c) The verification by the department of medical information concerning patients who have applied for a confidential registry card or for renewal of a registry identification card;
 - (d) The development by the department of a form that shall be used by a physician when making a medical cannabis recommendation for a patient;
 - (e) The conditions for issuance and renewal, and the form, of the registry identification cards issued by patients, including but not limited to standards for ensuring that the department issues a registry identification card to a patient only if such patient has a bona fide physician-patient relationship with a physician in good standing and licensed to practice medicine in the state of Missouri;
 - (f) Communications with law enforcement officials about registry identification cards that have been suspended when a patient is no longer diagnosed as have a debilitating medical condition; and
 - (g) A waiver process to allow a homebound patient who is on the registry to have a primary caregiver transport the patient's medical cannabis from a licensed medical cannabis center to the patient.
 - (2) The department may promulgate rules regarding the

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- (a) What constitutes significant responsibility for managing the 79 well-being of a patient; except that, the act of supplying medical cannabis or cannabis paraphernalia, by itself, is insufficient to constitute significant responsibility for managing the well-being of a patient;
- 83 (b) The development of a form for a primary caregiver to use in applying to the registry, which form shall require, at a minimum, that 84 the applicant provide his or her full name, home address, date of birth, and an attestation that the applicant has a significant responsibility for 86 managing the well-being of the patient for whom he or she is designated as the primary caregiver and that he or she understands 88 and shall abide by this section, and the rules promulgated by the 89 90 department under this section;
 - (c) The development of a form that constitutes written documentation, which a physician shall use when making a medical cannabis recommendation for a patient; and
 - (d) The grounds and procedure for a patient to change his or her designated primary caregiver.
 - (3) The department shall conduct a public review hearing to receive public input on any emergency rules adopted by the department and be provided with an update from the industry, caregivers, patients, and other stakeholders regarding the industry's current status. The department shall provide at least five business days' notice prior to the hearing.
 - 4. Any resident of Missouri may petition the department to add conditions or treatments to the list of debilitating medical conditions as defined in subsection 3 of section 195.900. The department shall consider petitions in the manner required by department rule, including public notice and hearing. The department shall approve or deny a petition within one hundred eighty days of its submission. The approval or denial of any petition is a final decision of the department, subject to judicial review.
 - 5. A physician who certifies a debilitating medical condition for an applicant to the medical cannabis program shall comply with all of the following requirements:
 - (1) The physician shall have a valid and active license to practice

114 medicine in this state, which license is in good standing;

- (2) After a physician, who has a bona fide physician-patient 115 116 relationship with the patient applying for the medical cannabis program, determines, for the purposes of making a recommendation, 117 118 that the patient has a debilitating medical condition and that the 119 patient may benefit from the use of medical cannabis, the physician shall certify to the department that the patient has a debilitating 120 121 medical condition and that the patient may benefit from the use of medical cannabis. If the physician certifies that the patient may 122benefit from the use of medical cannabis based on a chronic or 123 124 debilitating disease or medical condition, the physician shall specify 125 the chronic or debilitating disease or medical condition and, if known, 126 the cause or source of the chronic or debilitating disease or medical 127 condition;
- 128 (3) The physician shall maintain a record-keeping system for all 129 patients for whom the physician has recommended the medical use of 130 cannabis;
 - (4) A physician shall not:

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- 132 (a) Accept, solicit, or offer any form of pecuniary remuneration 133 from or to a primary caregiver, distributor, or any other provider of 134 medical cannabis;
 - (b) Offer a discount or any other thing of value to a patient who uses or agrees to use a particular primary caregiver, distributor, or other provider of medical cannabis to procure medical cannabis;
- 138 (c) Examine a patient for purposes of diagnosing a debilitating 139 medical condition at a location where medical cannabis is sold or 140 distributed; or
- (d) Holds an economic interest in an enterprise that provides or
 distributes medical cannabis if the physician certifies the debilitating
 medical condition of a patient for participation in the medical cannabis
 program.
 - 6. (1) If the department has reasonable cause to believe that a physician has violated subdivision (1), (2), or (3) of subsection 5 of this section, or the rules promulgated by the department, the department may refer the matter to the state board of medical examiners for an investigation and determination.
 - (2) If the department has reasonable cause to believe that a

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151 physician has violated subdivision (4) of subsection 5 of this section, the department shall conduct a hearing to determine whether a 152violation has occurred. Upon a finding of unprofessional conduct by 153the state board of medical examiners or a finding of a violation of 154subdivision (4) of subsection 5 of this section by the department, the 155 156 department shall restrict a physician's authority to recommend the use of medical cannabis, which restrictions may include the revocation or 157 suspension of a physician's privilege to recommend medical 158 159 cannabis. The restriction shall be in addition to any sanction imposed 160 by the state board of medical examiners.

- 7. (1) A primary caregiver shall not delegate to any other person his or her authority to provide medical cannabis to a patient nor may a primary caregiver engage others to assist in providing medical cannabis to a patient.
- (2) A primary caregiver shall not cultivate cannabis. Only a medical cannabis cultivation and production facility may cultivate cannabis and only for medical use.
- 168 (3) A primary caregiver shall provide to a law enforcement 169 agency, upon inquiry, the registry identification card number of each 170 of his or her patients. The department shall maintain a registry of such information and make it available twenty-four hours per day and seven 172 days a week to law enforcement for verification purposes.
 - 8. (1) To be considered in compliance with this section and the rules of the department, a patient or primary caregiver shall have his or her registry identification card in his or her possession at all times that he or she is in possession of any form of medical cannabis and produce the same upon request of a law enforcement officer to demonstrate that the patient or primary caregiver is not in violation of the law. A person who violates this section or the rules promulgated by the department may be subject to criminal prosecution.
 - (2) The department shall maintain a registry of such information and make it available twenty-four hours per day and seven days a week to law enforcement for verification purposes. Upon inquiry by a law enforcement officer as to an individual's status as a patient the department shall check the registry. If the individual is not registered as a patient or primary caregiver, the department may provide that response to law enforcement. The department may promulgate rules to

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- (3) The department may deny a patient's application for a registry identification card or revoke the card if the department determines that the physician who diagnosed the patient's debilitating medical condition, the patient, or the primary caregiver violated this section, or the rules promulgated by the department under this section; except that, when a physician's violation is the basis for adverse action, the department may only deny or revoke a patient's application or registry identification card when the physician's violation is related to the issuance of a medical cannabis recommendation.
- (4) A registry identification card shall be valid for one year and shall contain a unique identification number. It shall be the responsibility of the patient to apply to renew his or her registry identification card prior to the date on which the card expires. The department shall develop a form for a patient to use in renewing his or her registry identification card.
- (5) If the department grants a patient a waiver to allow a primary caregiver to transport the patient's medical cannabis from a medical cannabis center to the patient, the department shall designate the waiver on the patient's registry identification card.
- 208 (6) A homebound patient who receives a waiver from the 209 department to allow a primary caregiver to transport the patient's 210 medical cannabis to the patient from a medical cannabis center shall 211 provide the primary caregiver with the patient's registry identification 212card, which the primary caregiver shall carry when the primary 213 caregiver is transporting the medical cannabis. A medical cannabis center may provide the medical cannabis to the primary caregiver for 214215 transport to the patient if the primary caregiver produces the patient's 216 registry identification card.
- 9. (1) The use of medical cannabis is allowed under state law to the extent that it is carried out in accordance with sections 195.900 to 195.985 and the rules of the department.
 - (2) A patient or primary caregiver shall not:
- 221 (a) Engage in the medical use of cannabis in a way that 222 endangers the health and well-being of a person;
- 223 (b) Engage in the medical use of cannabis in plain view or in a 224 place open to the general public;

(c) Undertake any task while under the influence of medical cannabis, when doing so would constitute negligence or professional malpractice;

- 228 (d) Possess medical cannabis or otherwise engage in the use of 229 medical cannabis in or on the grounds of a school or in a school bus;
 - (e) Engage in the use of medical cannabis while:
- 231 a. In a correctional facility;

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- b. Subject to a sentence to incarceration; or
- c. In a vehicle, aircraft, or motorboat;
- 234 (f) Operate, navigate, or be in actual physical control of any 235 vehicle, aircraft, or motorboat while under the influence of medical 236 cannabis; or
 - (g) Use medical cannabis if the person does not have a debilitating medical condition as diagnosed by the person's physician in the course of a bona fide physician-patient relationship and for which the physician has recommended the use of medical cannabis.
- 241 (3) A person shall not establish a business to permit patients to 242 congregate and smoke or otherwise consume medical cannabis.
- 10. Only licensed medical cannabis cultivation and production facilities may cultivate medical cannabis.
 - 11. If a patient raises an affirmative defense the patient's physician shall certify the specific amounts in excess of two and one-half ounces that are necessary to address the patient's debilitating medical condition and why such amounts are necessary. A patient who asserts this affirmative defense shall waive confidentiality privileges related to the condition or conditions that were the basis for the recommendation. If a patient, primary caregiver, or physician raises an exception to the state criminal laws, the patient, primary caregiver, or physician waives the confidentiality of his or her records related to the condition or conditions that were the basis for the recommendation maintained by the department for the medical cannabis program. Upon request of a law enforcement agency for such records, the department shall only provide records pertaining to the individual raising the exception, and shall redact all other patient, primary caregiver, or physician identifying information.
- 260 12. (1) Except as provided in subdivision (2) of this subsection, 261 the department shall establish a basic fee that shall be paid at the time

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262 of service of any subpoena upon the department, plus a fee for meals and a fee for mileage at the rate prescribed for state officers and 263264 employees, for each mile actually and necessarily traveled in going to 265 and returning from the place named in the subpoena. If the person 266 named in the subpoena is required to attend the place named in the subpoena for more than one day, there shall be paid, in advance, a sum 267 to be established by the department for each day of attendance to cover 268 269 the expenses of the person named in the subpoena.

- (2) The subpoena fee established under subdivision (1) of the subsection shall not be applicable to any federal, state, or local governmental agency.
- 273 13. The department may collect fees from patients who apply to 274 the medical cannabis program for a cannabis registry identification card for the purpose of offsetting the department's direct and indirect 275 costs of administering the program. The amount of such fees shall be 276 set by rule of the department. The amount of the fees set under this 277 section shall reflect the actual direct and indirect costs of the 278 department in the administration and enforcement of this section. All 279 280 fees collected by the department through the medical cannabis program 281 shall be transferred to the state treasurer who shall credit the same to 282 the medical cannabis program account within the medical cannabis 283 license cash fund created in section 195.963.
 - 195.984. 1. (1) The division of alcohol and tobacco control may summarily suspend a license issued under sections 195.900 to 195.985 prior to a hearing in order immediately to stop or restrict operations by a licensee to protect the public health, safety, or welfare. The division may rescind or amend a summary suspension.
 - (2) If, based upon inspection, affidavits, or other evidence, the division determines that a licensee or the products prepared by a licensee pose an immediate or serious threat to the public health, safety, or welfare, the division may summarily suspend a license:
 - 10 (a) Requiring cessation or restriction of any or all licensee 11 operations and prohibiting the use of medical cannabis produced by 12 such licensee; or
 - 13 (b) Placing restrictions on a licensee to the extent necessary to 14 avert a continued threat, pending final investigation results.
 - (3) The requirements of the summary suspension shall remain in

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effect until the division rescinds or amends such requirements or until 17 such time as the division takes final action on any related pending complaint and issues a final decision. 18

2. The department of health and senior services may summarily suspend any registration issued under section 195.981, pending further proceedings for denial of renewal or revocation of a registration, whenever the department finds that the continued registration poses an imminent danger to the public health, safety, or welfare.

195.985. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in sections 195.900 to 195.985 shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. Sections 195.900 to 195.985 and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, disapprove and annul a rule are subsequently held 9 unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2015, shall be invalid and void. 10

263.250. 1. The plant "marijuana", botanically known as cannabis sativa, is hereby declared to be a noxious weed and all owners and occupiers of land shall destroy all such plants growing upon their land. Any person who knowingly allows such plants to grow on his land or refuses to destroy such plants after being notified to do so shall allow any sheriff or such other persons as designated by the county commission to enter upon any land in this state and destroy such plants.

- 8 2. Entry to such lands shall not be made, by any sheriff or other designated person to destroy such plants, until fifteen days' notice by certified 9 mail shall be given the owner or occupant to destroy such plants or a search 10 warrant shall be issued on probable cause shown. In all such instances, the county commission shall bear the cost of destruction and notification. 12
 - 3. The provisions of this section shall not apply to the authorized production of cannabis plants for purposes of providing medical cannabis under sections 195.900 to 195.985.