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## **Jennifer Dailey-Provost** proposes the following substitute bill:

### **Cannabis Amendments**

# 2025 GENERAL SESSION STATE OF UTAH

**Chief Sponsor: Jennifer Dailey-Provost** 

Senate Sponsor: Evan J. Vickers

2 LONG TITLE

#### **4** General Description:

This bill amends provisions related to medical cannabis.

# 6 **Highlighted Provisions:**

- 7 This bill:
- 8 defines terms;
- 9 allows for additional medical cannabis pharmacies;
- creates a new medical cannabis pharmacy license for independent medical cannabis
- 11 pharmacies;
- creates ownership restrictions for independent medical cannabis pharmacies;
- 13 adjusts fees for certain medical cannabis pharmacy licenses;
- 14 modifies provisions related to enforcement and appeals;
- 15 merges advertising sections;
  - amends provisions related to closed-door medical cannabis pharmacies;
- 17 allows a cannabis processing facility to have a website that includes product information;
- limits the number of licenses that the Department of Agriculture and Food (department)
- may issue for cannabis processing facilities;
- 20 amends provisions regarding when the department may seize products and test products;
- 21 amends provisions related to information a medical cannabis pharmacy must have
- 22 available to a patient purchasing medical cannabis;
- requires the department to provide a website displaying certificates of analysis;
- creates a reporting requirement for the department;
- repeals sections related to the state central patient portal;
- creates a medical cannabis ombudsman and duties for the ombudsman;
- creates a cannabis product transparency website;
- 28 authorizes the creation of patient product information inserts:

- 29 • moves the repeal of the Cannabis Research Review Board earlier one year; 30 • extends the repeal date for the Medical Cannabis Governance Structure Working Group; 31 and 32 makes technical and conforming changes. 33 **Money Appropriated in this Bill:** 34 None 35 **Other Special Clauses:** 36 None 37 **Utah Code Sections Affected:** 38 AMENDS: **4-41a-102**, as last amended by Laws of Utah 2024, Chapters 217, 238 and 240 39 40 **4-41a-110**, as enacted by Laws of Utah 2023, Chapter 273 41 **4-41a-205**, as last amended by Laws of Utah 2020, Chapter 12 42 **4-41a-501**, as last amended by Laws of Utah 2023, Chapter 313 43 **4-41a-701**, as last amended by Laws of Utah 2023, Chapters 313, 317 44 4-41a-801, as renumbered and amended by Laws of Utah 2018, Third Special Session, 45 Chapter 1 46 **4-41a-802**, as last amended by Laws of Utah 2024, Chapter 217 47 **4-41a-1001**, as last amended by Laws of Utah 2024, Chapters 217, 238 and 240 4-41a-1003, as last amended by Laws of Utah 2023, Chapter 435 and renumbered and 48 49 amended by Laws of Utah 2023, Chapters 273, 307 and last amended by Coordination Clause, 50 Laws of Utah 2023, Chapter 307 51 **4-41a-1005**, as last amended by Laws of Utah 2024, Chapter 217 52 **4-41a-1101**, as last amended by Laws of Utah 2024, Chapter 217 53 **4-41a-1201**, as enacted by Laws of Utah 2023, Chapter 273 54 **4-41a-1202**, as last amended by Laws of Utah 2024, Chapters 217, 240 4-41a-1203, as renumbered and amended by Laws of Utah 2023, Chapters 273, 307 and 55 56 last amended by Coordination Clause, Laws of Utah 2023, Chapter 307 57 **4-41a-1206**, as enacted by Laws of Utah 2024, Chapter 238 58 26B-1-310, as last amended by Laws of Utah 2023, Chapters 273, 281 and renumbered 59 and amended by Laws of Utah 2023, Chapter 305 and last amended by Coordination Clause,
- 61 **26B-1-435**, as last amended by Laws of Utah 2024, Chapters 238, 240

Laws of Utah 2023, Chapter 305

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62 **26B-4-201**, as last amended by Laws of Utah 2024, Chapters 217, 240

- 63 **26B-4-202**, as last amended by Laws of Utah 2024, Chapters 217, 240 **26B-4-214**, as last amended by Laws of Utah 2024, Chapter 240 64 65 26B-4-222, as last amended by Laws of Utah 2024, Chapter 240 **26B-4-243**, as enacted by Laws of Utah 2023, Chapter 281 66 67 **26B-4-247**, as enacted by Laws of Utah 2023, Chapter 273 68 63I-2-204, as last amended by Laws of Utah 2024, Third Special Session, Chapter 5 69 63I-2-226, as last amended by Laws of Utah 2024, Third Special Session, Chapter 5 70 63I-2-236, as last amended by Laws of Utah 2024, Third Special Session, Chapter 5 71 **ENACTS:** 72 **4-41a-1006**, Utah Code Annotated 1953 73 **26B-4-248**, Utah Code Annotated 1953 74 **26B-4-249**, Utah Code Annotated 1953 75 **REPEALS AND REENACTS:** 76 4-41a-109, as last amended by Laws of Utah 2023, Chapter 317 and renumbered and 77 amended by Laws of Utah 2023, Chapters 273, 307 and last amended by Coordination Clause, 78 Laws of Utah 2023, Chapter 307 79 REPEALS: 80 4-41a-403, as last amended by Laws of Utah 2023, Chapter 327 81 **4-41a-604**, as enacted by Laws of Utah 2024, Chapter 217 82 4-41a-801.1, as renumbered and amended by Laws of Utah 2023, Chapters 273, 307 and 83 last amended by Coordination Clause, Laws of Utah 2023, Chapter 307 84 4-41a-1104, as last amended by Laws of Utah 2023, Chapter 317 and renumbered and 85 amended by Laws of Utah 2023, Chapters 273, 307 and last amended by Coordination Clause, Laws of Utah 2023, Chapter 307 86 87 26B-4-236, as last amended by Laws of Utah 2023, Chapters 273, 317 and renumbered 88 and amended by Laws of Utah 2023, Chapter 307 and last amended by Coordination Clause, 89 Laws of Utah 2023, Chapter 307 90
- 91 *Be it enacted by the Legislature of the state of Utah:*
- 92 Section 1. Section **4-41a-102** is amended to read:
- 93 **4-41a-102** . **Definitions**.
- 94 As used in this chapter:
- 95 (1) "Adulterant" means any poisonous or deleterious substance in a quantity that may be 96 injurious to health, including:

97 (a) pesticides; 98 (b) heavy metals; 99 (c) solvents; 100 (d) microbial life; 101 (e) artificially derived cannabinoid; 102 (f) toxins; or 103 (g) foreign matter. 104 (2) "Advertise" or "advertising" means information provided by a person in any medium: 105 (a) to the public; and 106 (b) that is not age restricted to an individual who is at least 21 years old. 107 (3) "Advisory board" means the Medical Cannabis Policy Advisory Board created in 108 Section 26B-1-435. 109 (4)(a) "Anticompetitive business practice" means any practice that reduces the amount 110 of competition in the medical cannabis market that would be considered an attempt to 111 monopolize, as defined in Section 76-10-3103. 112 (b) "Anticompetitive business practice" may include: 113 (i) agreements that may be considered unreasonable when competitors interact to the 114 extent that they are: 115 (A) no longer acting independently; or 116 (B) when collaborating are able to wield market power together; 117 (ii) monopolizing or attempting to monopolize trade by: 118 (A) acting to maintain or acquire a dominant position in the market; or 119 (B) preventing new entry into the market; or 120 (iii) other conduct outlined in rule. 121 (5)(a) "Artificially derived cannabinoid" means a chemical substance that is created by a 122 chemical reaction that changes the molecular structure of any chemical substance 123 derived from the cannabis plant. 124 (b) "Artificially derived cannabinoid" does not include: 125 (i) a naturally occurring chemical substance that is separated from the cannabis plant 126 by a chemical or mechanical extraction process; or 127 (ii) a cannabinoid that is produced by decarboxylation from a naturally occurring 128 cannabinoid acid without the use of a chemical catalyst. 129 (6) "Batch" means a quantity of: 130 (a) cannabis extract produced on a particular date and time and produced between

131	completion of equipment and facility sanitation protocols until the next required
132	sanitation cycle during which lots of cannabis are used;
133	(b) cannabis product produced on a particular date and time and produced between
134	completion of equipment and facility sanitation protocols until the next required
135	sanitation cycle during which cannabis extract is used; or
136	(c) cannabis flower packaged on a particular date and time and produced between
137	completion of equipment and facility sanitation protocols until the next required
138	sanitation cycle during which lots of cannabis are being used.
139	[(6)] (7) "Cannabis Research Review Board" means the Cannabis Research Review Board
140	created in Section 26B-1-420.
141	[ <del>(7)</del> ] (8) "Cannabis" means the same as that term is defined in Section 26B-4-201.
142	[ <del>(8)</del> ] <u>(9)</u> "Cannabis concentrate" means:
143	(a) the product of any chemical or physical process applied to naturally occurring
144	biomass that concentrates or isolates the cannabinoids contained in the biomass; and
145	(b) any amount of a natural cannabinoid or artificially derived cannabinoid in an
146	artificially derived cannabinoid's purified state.
147	[(9)] (10) "Cannabis cultivation byproduct" means any portion of a cannabis plant that is not
148	intended to be sold as a cannabis plant product.
149	[(10)] (11) "Cannabis cultivation facility" means a person that:
150	(a) possesses cannabis;
151	(b) grows or intends to grow cannabis; and
152	(c) sells or intends to sell cannabis to a cannabis cultivation facility, a cannabis
153	processing facility, or a medical cannabis research licensee.
154	[(11)] (12) "Cannabis cultivation facility agent" means an individual who
155	holds a valid cannabis production establishment agent registration card with a cannabis
156	cultivation facility designation.
157	[(12)] (13) "Cannabis derivative product" means a product made using cannabis concentrate.
158	[(13)] (14) "Cannabis plant product" means any portion of a cannabis plant intended to be
159	sold in a form that is recognizable as a portion of a cannabis plant.
160	[(14)] (15) "Cannabis processing facility" means a person that:
161	(a) acquires or intends to acquire cannabis from a cannabis production establishment;
162	(b) possesses cannabis with the intent to manufacture a cannabis product;
163	(c) manufactures or intends to manufacture a cannabis product from unprocessed
164	cannabis or a cannabis extract; and

165	(d) sells or intends to sell a cannabis product to a medical cannabis pharmacy or a
166	medical cannabis research licensee.
167	[(15)] (16) "Cannabis processing facility agent" means an individual who
168	holds a valid cannabis production establishment agent registration card with a cannabis
169	processing facility designation.
170	[(16)] (17) "Cannabis product" means the same as that term is defined in Section 26B-4-201.
171	[(17)] (18) "Cannabis production establishment" means a cannabis cultivation facility, a
172	cannabis processing facility, or an independent cannabis testing laboratory.
173	[(18)] (19) "Cannabis production establishment agent" means a cannabis cultivation facility
174	agent, a cannabis processing facility agent, or an independent cannabis testing laboratory
175	agent.
176	[(19)] (20) "Cannabis production establishment agent registration card" means a registration
177	card that the department issues that:
178	(a) authorizes an individual to act as a cannabis production establishment agent; and
179	(b) designates the type of cannabis production establishment for which an individual is
180	authorized to act as an agent.
181	[(20)] (21) "Closed-door medical cannabis pharmacy" means a facility operated by a home
182	delivery medical cannabis pharmacy for delivering [cannabis or a medical cannabis
183	product] medical cannabis.
184	[(21)] (22) "Community location" means a public or private elementary or secondary school,
185	a church, a public library, a public playground, or a public park.
186	[(22)] (23) "Cultivation space" means, quantified in square feet, the horizontal area in which
187	a cannabis cultivation facility cultivates cannabis, including each level of horizontal area
188	if the cannabis cultivation facility hangs, suspends, stacks, or otherwise positions plants
189	above other plants in multiple levels.
190	[ <del>(23)</del> ] <u>(24)</u> "Delivery address" means:
191	(a) for a medical cannabis cardholder who is not a facility:
192	(i) the medical cannabis cardholder's home address; or
193	(ii) an address designated by the medical cannabis cardholder that:
194	(A) is the medical cannabis cardholder's workplace; and
195	(B) is not a community location; or
196	(b) for a medical cannabis cardholder that is a facility, the facility's address.
197	[(24)] (25) "Department" means the Department of Agriculture and Food.
198	[(25)] (26) "Family member" means a parent, step-parent, spouse, child, sibling,

199	step-sibling, uncle, aunt, nephew, niece, first cousin, mother-in-law, father-in-law,
200	brother-in-law, sister-in-law, son-in-law, daughter-in-law, grandparent, or grandchild.
201	[(26)] (27) "Government issued photo identification" means the same as that term is defined
202	in Section 26B-4-201, including expired identification in accordance with Section
203	26B-4-244.
204	[(27)] (28) "Home delivery medical cannabis pharmacy" means a medical cannabis
205	pharmacy that the department authorizes, as part of the pharmacy's license, to deliver
206	medical cannabis shipments to a delivery address to fulfill electronic orders[-that the
207	state central patient portal facilitates].
208	[(28)] (29)(a) "Independent cannabis testing laboratory" means a person that:
209	(i) conducts a chemical or other analysis of cannabis or a cannabis product; or
210	(ii) acquires, possesses, and transports cannabis or a cannabis product with the intent
211	to conduct a chemical or other analysis of the cannabis or cannabis product.
212	(b) "Independent cannabis testing laboratory" includes a laboratory that the department
213	or a research university operates in accordance with Subsection 4-41a-201(14).
214	[(29)] (30) "Independent cannabis testing laboratory agent" means an individual who
215	holds a valid cannabis production establishment agent registration card with an
216	independent cannabis testing laboratory designation.
217	[(30)] (31) "Inventory control system" means a system described in Section 4-41a-103.
218	[(31)] (32) "Licensing board" or "board" means the Cannabis Production Establishment and
219	Pharmacy Licensing Advisory Board created in Section 4-41a-201.1.
220	[(32)] (33) "Medical cannabis" or "medical cannabis product" means the same as that term is
221	defined in Section 26B-4-201.
222	[(33)] (34) "Medical cannabis card" means the same as that term is defined in Section
223	26B-4-201.
224	[(34)] (35) "Medical cannabis courier" means a courier that:
225	(a) the department licenses in accordance with Section 4-41a-1201; and
226	(b) contracts with a home delivery medical cannabis pharmacy to deliver medical
227	cannabis shipments to fulfill electronic orders[-that the state central patient portal
228	facilitates].
229	[(35)] (36) "Medical cannabis courier agent" means an individual who:
230	(a) is an employee of a medical cannabis courier; and
231	(b) who holds a valid medical cannabis courier agent registration card.
232	(37) "Medical cannabis ombudsman" means the ombudsman created in Section 26B-4-249

- 233 [(36)] (38) "Medical cannabis pharmacy" means the same as that term is defined in Section
- 234 26B-4-201.
- 235 [(37)] (39) "Medical cannabis pharmacy agent" means the same as that term is defined in
- 236 Section 26B-4-201.
- 237 [(38)] (40) "Medical cannabis research license" means a license that the department issues to
- a research university for the purpose of obtaining and possessing medical cannabis for
- 239 academic research.
- 240 [(39)] (41) "Medical cannabis research licensee" means a research university that the
- department licenses to obtain and possess medical cannabis for academic research, in
- accordance with Section 4-41a-901.
- 243 [(40)] (42) "Medical cannabis shipment" means a shipment of medical cannabis that a home
- delivery medical cannabis pharmacy or a medical cannabis courier delivers to a delivery
- address to fulfill an electronic medical cannabis order that the state central patient portal
- 246 <u>facilitates</u>].
- 247 [(41)] (43) "Medical cannabis treatment" means the same as that term is defined in Section
- 248 26B-4-201.
- 249 [(42)] (44) "Medicinal dosage form" means the same as that term is defined in Section
- 250 26B-4-201.
- 251 (45) "Patient product information insert" means the same as that term is defined in Section
- 252 26B-4-201.
- 253 [(43)] (46) "Pharmacy ownership limit" means an amount equal to 30% of the total number
- of medical cannabis pharmacy licenses issued by the department rounded down to the
- 255 nearest whole number.
- 256 [(44)] (47) "Pharmacy medical provider" means the same as that term is defined in Section
- 257 26B-4-201.
- 258 [(45)] (48) "Qualified medical provider" means the same as that term is defined in Section
- 259 26B-4-201.
- 260 [(46)] (49) "Qualified Production Enterprise Fund" means the fund created in Section
- 261 4-41a-104.
- 262 [(47)] (50) "Recommending medical provider" means the same as that term is defined in
- 263 Section 26B-4-201.
- 264 [(48)] (51) "Research university" means the same as that term is defined in Section
- 53B-7-702 and a private, nonprofit college or university in the state that:
- 266 (a) is accredited by the Northwest Commission on Colleges and Universities;

267	(b) grants doctoral degrees; and
268	(c) has a laboratory containing or a program researching a schedule I controlled
269	substance described in Section 58-37-4.
270	[(49)] (52) "State electronic verification system" means the system described in Section
271	26B-4-202.
272	[(50)] (53) "Targeted marketing" means the promotion of [a cannabis product,] medical
273	cannabis, a medical cannabis brand, or a medical cannabis device using any of the
274	following methods:
275	(a) electronic communication to an individual who is at least 21 years old and has
276	requested to receive promotional information;
277	(b) an in-person marketing event that is:
278	(i) held inside a medical cannabis pharmacy; and
279	(ii) in an area where only a medical cannabis cardholder may access the event;
280	(c) other marketing material that is physically available or digitally displayed in a
281	medical cannabis pharmacy; or
282	(d) a leaflet a medical cannabis pharmacy places in the opaque package or box that is
283	provided to an individual when obtaining medical cannabis:
284	(i) in the medical cannabis pharmacy;
285	(ii) at the medical cannabis pharmacy's drive-through pick up window; or
286	(iii) in a medical cannabis shipment.
287	[(51)] (54) "Tetrahydrocannabinol" or "THC" means the same as that term is defined in
288	Section 4-41-102.
289	[(52)] (55) "THC analog" means the same as that term is defined in Section 4-41-102.
290	[(53)] (56) "Total composite tetrahydrocannabinol" means all detectable forms of
291	tetrahydrocannabinol.
292	[(54)] (57) "Total tetrahydrocannabinol" or "total THC" means the same as that term is
293	defined in Section 4-41-102.
294	Section 2. Section <b>4-41a-109</b> is repealed and reenacted to read:
295	<u>4-41a-109</u> . Advertising.
296	(1) Except as provided in this section and Section 26B-4-204:
297	(a) a person may not advertise:
298	(i) regarding the recommendation, sale, dispensing, or transportation of medical
299	cannabis;
300	(ii) a promotional discount or incentive related to medical cannabis;

301	(iii) a particular medical cannabis product, medical cannabis device, medical
302	cannabis brand, or medicinal dosage form;
303	(iv) an assurance of a medical outcome related to a medical cannabis treatment; or
304	(v) regarding a medical cannabis pharmacy or the dispensing of medical cannabis
305	within the state; and
306	(b) a cannabis production establishment may not advertise to the general public in any
307	medium.
308	(2)(a) A nonprofit organization that offers financial assistance for medical cannabis
309	treatment to low-income patients may advertise the organization's assistance if the
310	advertisement does not relate to a specific:
311	(i) medical cannabis pharmacy;
312	(ii) medical cannabis product;
313	(iii) medical cannabis courier; or
314	(iv) cannabis production facility.
315	(b) A medical cannabis pharmacy may provide information regarding subsidies for the
316	cost of medical cannabis treatment to patients who affirmatively accept receipt of the
317	subsidy information.
318	(3) A medical cannabis pharmacy may:
319	(a) advertise an employment opportunity at the medical cannabis pharmacy;
320	(b) notwithstanding any municipal or county ordinance prohibiting signage, use signage
321	on the outside of the medical cannabis pharmacy that:
322	(i) includes only:
323	(A) in accordance with Subsection (7), the medical cannabis pharmacy's name,
324	logo, and hours of operation; and
325	(B) a green cross; and
326	(ii) complies with local ordinances regulating signage;
327	(c) advertise in any medium:
328	(i) the pharmacy's name and logo;
329	(ii) the location and hours of operation of the medical cannabis pharmacy;
330	(iii) a service available at the medical cannabis pharmacy;
331	(iv) personnel affiliated with the medical cannabis pharmacy;
332	(v) whether the medical cannabis pharmacy is licensed as a home delivery medical
333	cannabis pharmacy;
334	(vi) best practices that the medical cannabis pharmacy upholds; and

335	(vii) educational material related to the medical use of cannabis, as defined by the
336	department;
337	(d) hold an educational event for the public or medical providers in accordance with
338	Subsection (6) and rules made under Subsection (8);
339	(e) maintain on the medical cannabis pharmacy's website non-promotional information
340	regarding the medical cannabis pharmacy's inventory; or
341	(f) engage in targeted marketing, as determined by the department through rule, for
342	advertising a particular medical cannabis product, medical cannabis device, or
343	medical cannabis brand.
344	(4) A licensed home delivery medical cannabis pharmacy or a licensed medical cannabis
345	courier may advertise:
346	(a) a green cross;
347	(b) the pharmacy's or courier's name and logo; and
348	(c) that the pharmacy or courier is licensed to transport medical cannabis shipments.
349	(5)(a) A cannabis production establishment may:
350	(i) advertise an employment opportunity at the cannabis production establishment;
351	(ii) maintain a website that:
352	(A) contains information about the establishment and employees; and
353	(B) except as provided in Subsection (5)(b), does not advertise any medical
354	cannabis product or medical cannabis device;
355	(iii) notwithstanding any municipal or county ordinance prohibiting signage, use
356	signage on the outside of the cannabis production establishment that:
357	(A) includes only:
358	(I) in accordance with Subsection (7), the cannabis production establishment's
359	name, logo, and hours of operation; and
360	(II) a green cross; and
361	(B) complies with local ordinances regulating signage; and
362	(iv) hold an educational event for the public or medical providers in accordance with
363	Subsection (6) and rules made under Subsection (8).
364	(b) A cannabis processing facility may:
365	(i) maintain a website that contains information regarding:
366	(A) medical cannabis produced by the cannabis processing facility, including the
367	certificate of analysis that is created by an independent cannabis testing
368	facility; and

369	(B) where medical cannabis produced by the cannabis processing facility may be
370	purchased in the state; and
371	(ii) engage in targeted marketing, as determined by the department through rule, for
372	advertising a particular medical cannabis product, medical cannabis device, or
373	medical cannabis brand.
374	(6) A medical cannabis pharmacy or cannabis production establishment may not include in
375	an educational event:
376	(a) any topic that conflicts with this chapter or Title 26B, Chapter 4, Part 2, Cannabinoid
377	Research and Medical Cannabis;
378	(b) any gift items or merchandise other than educational materials, as those terms are
379	defined by the department;
380	(c) any marketing for a specific product from the establishment or any other statement,
381	claim, or information that would violate the Federal Food, Drug, and Cosmetic Act,
382	21 U.S.C. Sec. 301, et seq.; or
383	(d) a presenter other than:
384	(i) for a cannabis production establishment, a cannabis production establishment
385	agent;
386	(ii) a pharmacist licensed under Title 58, Chapter 17b, Pharmacy Practice Act;
387	(iii) an advanced practice registered nurse licensed under Title 58, Chapter 31b,
388	Nurse Practice Act:
389	(iv) a physician licensed under Title 58, Chapter 67, Utah Medical Practice Act, or
390	Title 58, Chapter 68, Utah Osteopathic Medical Practice Act;
391	(v) a physician assistant licensed under Title 58, Chapter 70a, Utah Physician
392	Assistant Act;
393	(vi) a medical practitioner, similar to a practitioner described in Subsections (6)(d)(ii)
394	through (v), who is licensed in another state or country;
395	(vii) a state employee; or
396	(viii) if the presentation relates to a cannabis topic other than medical treatment or
397	medical conditions, an individual whom the department approves based on the
398	individual's background and credentials in the presented topic.
399	(7) To ensure that the name and logo of a medical cannabis pharmacy or cannabis
400	production establishment have a medical rather than a recreational disposition, the name
401	and logo:
102	(a) may include terms and images associated with:

403	(i) a medical disposition, including "medical," "medicinal," "medicine," "pharmacy,"
404	"apothecary," "wellness," "therapeutic," "health," "care," "cannabis," "clinic,"
405	"compassionate," "relief," "treatment," and "patient"; or
406	(ii) the plant form of cannabis, including "leaf," "flower," and "bloom"; and
407	(b) may not include:
408	(i) any term, statement, design representation, picture, or illustration that is associated
409	with a recreational disposition or that appeals to children;
410	(ii) an emphasis on a psychoactive ingredient;
411	(iii) a specific cannabis strain; or
412	(iv) terms related to recreational marijuana, including "weed," "pot," "reefer,"
413	"grass," "hash," "ganja," "Mary Jane," "high," "buzz," "haze," "stoned," "joint,"
414	"bud," "smoke," "euphoria," "dank," "doobie," "kush," "frost," "cookies," "rec,"
415	"bake," "blunt," "combust," "bong," "budtender," "dab," "blaze," "toke," or "420."
416	(8) The department shall make rules, in accordance with Title 63G, Chapter 3, Utah
417	Administrative Rulemaking Act:
418	(a) to define standards for advertising authorized under this section, including names and
419	logos in accordance with Subsection (7), to ensure a medical rather than recreational
420	disposition;
421	(b) to define educational material described in Subsection (3)(c)(vii);
422	(c) regarding an educational event as described in Subsection (6), including:
423	(i) a minimum age of 21 years old for attendees; and
424	(ii) an exception to the minimum age for a medical cannabis patient cardholder who
425	is at least 18 years old; and
426	(d) regarding targeted marketing as described in Subsections (3)(f) and (5)(b)(ii).
427	Section 3. Section <b>4-41a-110</b> is amended to read:
428	4-41a-110 . Department coordination.
429	(1) The department shall:
430	[(1)] (a) provide draft rules made under this chapter to:
431	(i) the advisory board for the advisory board's review; and
432	(ii) the medical cannabis ombudsman;
433	[(2)] (b) consult with the advisory board before issuing an additional:
434	$[\underbrace{(a)}]$ (i) cultivation facility license under Section 4-41a-205; or
435	[(b)] (ii) pharmacy license under Section 4-41a-1005;
436	[(3)] (c) consult with the advisory board regarding fees set by the department that pertain

437	to the medical cannabis program; and
438	[(4)] (d) when appropriate, consult with the advisory board regarding issues that arise in
439	the medical cannabis program.
440	(2)(a) The department may not file a rule under Title 63G, Chapter 3, Utah
441	Administrative Rulemaking Act, unless the medical cannabis ombudsman agrees the
442	rule should be filed.
443	(b) The 180 day rulemaking deadline described in Subsection 63G-3-301(14) is tolled
444	while a rule is reviewed by the medical cannabis ombudsman.
445	Section 4. Section <b>4-41a-205</b> is amended to read:
446	4-41a-205. Number of licenses Cannabis cultivation facilities Cannabis
447	processing facilities.
448	(1) Except as provided in Subsection (2)(a), the department shall issue at least five but not
449	more than eight licenses to operate a cannabis cultivation facility.
450	(2)(a) The department may issue a number of licenses to operate a cannabis cultivation
451	facility that, in addition to the licenses described in Subsection (1), does not cause the
452	total number of licenses to exceed 15 if the department determines, in consultation
453	with the Department of Health and Human Services and after an annual or more
454	frequent analysis of the current and anticipated market for medical cannabis, that
455	each additional license is necessary to provide an adequate supply, quality, or variety
456	of medical cannabis to medical cannabis cardholders.
457	(b) If the recipient of one of the initial licenses described in Subsection (1) ceases
458	operations for any reason or otherwise abandons the license, the department may but
459	is not required to grant the vacant license to another applicant based on an analysis as
460	described in Subsection (2)(a).
461	(3) If there are more qualified applicants than the number of available licenses for cannabis
462	cultivation facilities under Subsections (1) and (2), the department shall evaluate the
463	applicants and award the limited number of licenses described in Subsections (1) and (2)
464	to the applicants that best demonstrate:
465	(a) experience with establishing and successfully operating a business that involves:
466	(i) complying with a regulatory environment;
467	(ii) tracking inventory; and
468	(iii) training, evaluating, and monitoring employees;
469	(b) an operating plan that will best ensure the safety and security of patrons and the
470	community:

471	(c) positive connections to the local community; and
472	(d) the extent to which the applicant can increase efficiency and reduce the cost to
473	patients of medical cannabis.
474	(4) The department may conduct a face-to-face interview with an applicant for a license that
475	the department evaluates under Subsection (3).
476	(5) The licensing board may not issue more than 18 cannabis processing facility licenses.
477	Section 5. Section <b>4-41a-501</b> is amended to read:
478	4-41a-501. Cannabis cultivation facility Operating requirements.
479	(1) A cannabis cultivation facility shall ensure that any cannabis growing at the cannabis
480	cultivation facility is not visible from the ground level of the cannabis cultivation facility
481	perimeter.
482	(2) A cannabis cultivation facility shall use a unique identifier that is connected to the
483	facility's inventory control system to identify:
484	(a) beginning at the time a cannabis plant is eight inches tall and has a root ball, each
485	cannabis plant;
486	(b) each unique harvest of cannabis plants;
487	(c) each batch of cannabis the facility transfers to a medical cannabis pharmacy, a
488	cannabis processing facility, or an independent cannabis testing laboratory; and
489	(d) any excess, contaminated, or deteriorated cannabis of which the cannabis cultivation
490	facility disposes.
491	(3) A cannabis cultivation facility shall identify cannabis biomass as cannabis byproduct or
492	cannabis plant product before transferring the cannabis biomass from the facility.
493	(4) A cannabis cultivation facility shall either:
494	(a) ensure that a cannabis processing facility chemically or physically processes
495	cannabis cultivation byproduct to produce a cannabis concentrate for incorporation
496	into cannabis derivative products; or
497	(b) destroy cannabis cultivation byproduct in accordance with Section 4-41a-405.
498	(5) A cannabis cultivation facility may utilize radiation-based methods and equipment for
499	quality assurance or remediation purposes.
500	Section 6. Section <b>4-41a-701</b> is amended to read:
501	4-41a-701. Cannabis and cannabis product testing.
502	(1) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
503	department may make rules to:
504	(a) determine required adulterant tests for a cannabis plant product, cannabis

505	concentrate, or cannabis product;
506	(b) determine the amount of any adulterant that is safe for human consumption;
507	(c) immediately ban or limit the presence of any ingredient in a medical cannabis
508	product after receiving a recommendation to do so from a public health authority
509	under Section 26B-1-102;
510	(d) establish protocols for a recall of [cannabis or a cannabis product] medical cannabis
511	by a cannabis production establishment; or
512	(e) allow the propagation of testing results forward to derived product if the processing
513	steps the cannabis production establishment uses to produce the product are unlikely
514	to change the results of the test.
515	(2)(a) The department may require testing for a toxin if:
516	[(a)] (i) the department receives information indicating the potential presence of a
517	toxin; or
518	[(b)] (ii) the department's inspector has reason to believe a toxin may be present based
519	on the inspection of a facility.
520	(b) The department may not require a cannabis processor to test a cannabis batch or a
521	cannabis product batch a third time if the cannabis batch or cannabis product has
522	previously met all testing requirements after being tested by:
523	(i) an independent cannabis testing laboratory that is not the department; and
524	(ii) the department.
525	(3)(a) A cannabis production establishment may not:
526	(i) incorporate cannabis concentrate into a cannabis derivative product until an
527	independent cannabis testing laboratory tests the cannabis concentrate in
528	accordance with department rule; or
529	(ii) transfer cannabis or a cannabis product to a medical cannabis pharmacy until an
530	independent cannabis testing laboratory tests a representative sample of the
531	cannabis or cannabis product in accordance with department rule.
532	(b) A medical cannabis pharmacy may not offer any cannabis or cannabis product for
533	sale unless an independent cannabis testing laboratory has tested a representative
534	sample of the cannabis or cannabis product in accordance with department rule.
535	(4) Before the sale of a <u>medical</u> cannabis product, an independent cannabis testing
536	laboratory shall:
537	(a) identify and quantify any cannabinoid known to be present in [a] the medical
538	cannabis product; and

539	(b) test terpene profiles for the following products:
540	(i) raw cannabis; or
541	(ii) a cannabis product:
542	(A) contained in a vaporizer cartridge; or
543	(B) in concentrate form; and
544	(c) record the five highest terpene profiles tested under Subsection (4)(b).
545	(5) The department shall establish by rule, in accordance with Title 63G, Chapter 3, Utah
546	Administrative Rulemaking Act, the standards, methods, practices, and procedures for
547	the testing of cannabis and cannabis products by independent cannabis testing
548	laboratories.
549	(6) The department may require an independent cannabis testing laboratory to participate in
550	a proficiency evaluation that the department conducts or that an organization that the
551	department approves conducts.
552	Section 7. Section <b>4-41a-801</b> is amended to read:
553	4-41a-801 . Enforcement Fine Citation.
554	(1)(a) If a person that is a cannabis production establishment[-or], a cannabis production
555	establishment agent, a medical cannabis pharmacy, a medical cannabis pharmacy
556	agent, or a medical cannabis courier violates this chapter, the department may:
557	[(a)] (i) revoke the person's license [or cannabis production establishment ]agent
558	registration card;
559	[(b)] (ii) decline to renew the person's license [or cannabis production establishment]
560	agent registration card;
561	(iii) issue a letter of concern in accordance with Subsection (10); or
562	[(e)] (iv) assess the person an administrative penalty that the department establishes
563	by rule in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking
564	Act.
565	(b) Except for a violation that threatens public health, the department shall issue a letter
566	of concern before taking other administrative action under this section.
567	(2) The department shall deposit an administrative penalty imposed under this section into
568	the General Fund.
569	(3)(a) The department may take an action described in Subsection (3)(b) if the
570	department concludes, upon investigation, that[, for a person that is] a cannabis
571	production establishment[ $-or$ ], a cannabis production establishment agent[ $\div$ ], a
572	medical cannabis pharmacy, a medical cannabis pharmacy agent, or a medical

573		<u>cannabis courier</u>
574		[(i) the person] has violated the provisions of this chapter, a rule made under this
575		chapter, or an order issued under this chapter[; or] .
576		[(ii) the person produced cannabis or a cannabis product batch that contains a
577		substance, other than cannabis, that poses a significant threat to human health.]
578		(b) If the department makes the determination about a person described in Subsection
579		(3)(a), the department shall:
580		(i) issue the person a written administrative citation;
581		(ii) attempt to negotiate a stipulated settlement;
582		[(iii) seize, embargo, or destroy the cannabis or cannabis product batch;]
583		[(iv)] (iii) order the person to cease and desist from the action that creates a violation;
584		and] or
585		[(v)] (iv) direct the person to appear before an adjudicative proceeding conducted
586		under Title 63G, Chapter 4, Administrative Procedures Act.
587		(c) If the department concludes, upon investigation, that a cannabis production
588		establishment or a cannabis production establishment agent has produced a cannabis
589		batch or a cannabis product batch that contains a substance that poses a significant
590		threat to human health, the department shall seize, embargo, or destroy the cannabis
591		batch or cannabis product batch.
592	(4)	The department may, for a person subject to an uncontested citation, a stipulated
593		settlement, or a finding of a violation in an adjudicative proceeding under this section,
594		for a fine amount not already specified in law, assess the person, who is not an
595		individual, a fine of up to \$5,000 per violation, in accordance with a fine schedule that
596		the department establishes by rule in accordance with Title 63G, Chapter 3, Utah
597		Administrative Rulemaking Act.
598	(5)	The department may not revoke a [cannabis production establishment's ]license without
599		first directing the [eannabis production establishment] <u>licensee</u> to appear before an
500		adjudicative proceeding conducted under Title 63G, Chapter 4, Administrative
501		Procedures Act.
502	(6)	If within [20] 30 calendar days after the day on which a department serves a citation for
503		a violation of this chapter, the person that is the subject of the citation fails to request a
504		hearing to contest the citation, the citation becomes the department's final order.
505	(7)	The department may, for a person who fails to comply with a citation under this section:
506		(a) refuse to issue or renew the person's license or cannabis production establishment

607	agent registration card; or
608	(b) suspend, revoke, or place on probation the person's license or cannabis production
609	establishment registration card.
610	(8)(a) Except where a criminal penalty is expressly provided for a specific violation of
611	this chapter, if an individual:
612	(i) violates a provision of this chapter, the individual is:
613	(A) guilty of an infraction; and
614	(B) subject to a \$100 fine; or
615	(ii) intentionally or knowingly violates a provision of this chapter or violates this
616	chapter three or more times, the individual is:
617	(A) guilty of a class B misdemeanor; and
618	(B) subject to a \$1,000 fine.
619	(b) An individual who is guilty of a violation described in Subsection (8)(a) is not guilty
620	of a violation of Title 58, Chapter 37, Utah Controlled Substances Act, for the
621	conduct underlying the violation described in Subsection (8)(a).
622	(9) Nothing in this section prohibits the department from referring potential criminal
623	activity to law enforcement.
624	(10)(a) A letter of concern shall describe:
625	(i) the violation including the statute or rule being violated;
626	(ii) possible options to remedy the issue; and
627	(iii) possible consequences for not remedying the violation.
628	(b) Under a letter of concern, the department shall provide the person at least 30 days to
629	remedy the violation.
630	(c) If the person fails to remedy the violation described in a letter of concern, the
631	department may take other enforcement action as described in this section.
632	(d) If a letter of concern is resolved without an enforcement action being taken under
633	Subsection (10)(c), the department may not report that a letter of concern was issued
634	to the licensing board.
635	(11)(a) An appeal of administrative action taken under this chapter shall be heard by the
636	medical cannabis ombudsman as an informal proceeding in accordance with Title
637	63G, Chapter 4, Administrative Procedures Act.
638	(b) Subsection (11)(a) is only effective when the position of medical cannabis
639	ombudsman is actively occupied by an employed individual.
640	Section 8. Section <b>4-41a-802</b> is amended to read:

641	4-41a-802 . Report.
642	(1) At or before the November interim meeting each year, the department shall report to the
643	Health and Human Services Interim Committee on:
644	(a) the number of applications and renewal applications that the department receives
645	under this chapter;
646	(b) the number of each type of cannabis production facility that the department licenses
647	in each county;
648	(c) the amount of cannabis that licensees grow;
649	(d) the amount of cannabis that licensees manufacture into cannabis products;
650	(e) the number of licenses the department revokes under this chapter;
651	(f) the department's operation of an independent cannabis testing laboratory under
652	Section 4-41a-201, including:
653	(i) the cannabis and cannabis products the department tested; and
654	(ii) the results of the tests the department performed;
655	(g) the expenses incurred and revenues generated under this chapter; and
656	(h) an analysis of product availability in medical cannabis pharmacies in consultation
657	with the Department of Health and Human Services.
658	(2) The department may not include personally identifying information in the report
659	described in this section.
660	(3) The department shall report to the working group described in Section 36-12-8.2 as
661	requested by the working group.
662	(4)(a) Before August 1, of each year, the department shall provide a report to the
663	working group described in Section 36-12-8.2 that provides the following for each
664	fine issued by the department under this chapter:
665	(i) the date of the fine;
666	(ii) the reference to the statute or rule that was violated for each fine issued; and
667	(iii) a short description explaining why the fine was issued.
668	(b) The report described in Subsection (4)(a) may not include identifying information of
669	the person that was subject to the fine.
670	Section 9. Section <b>4-41a-1001</b> is amended to read:
671	4-41a-1001. Medical cannabis pharmacy License Eligibility.
672	(1) A person may not:
673	(a) operate as a medical cannabis pharmacy without a license that the department issues
674	under this part;

675	(b) obtain a medical cannabis pharmacy license if obtaining the license would cause the
676	person to exceed the pharmacy ownership limit;
677	(c) obtain a partial ownership share of a medical cannabis pharmacy if obtaining the
678	partial ownership share would cause the person to exceed the pharmacy ownership
679	limit; or
680	(d) enter into any contract or agreement that allows the person to directly or indirectly
681	control the operations of a medical cannabis pharmacy if the person's control of the
682	medical cannabis pharmacy would cause the person to effectively exceed the
683	pharmacy ownership limit.
684	(2)(a)(i) Subject to Subsections (4) and (5) and to Section 4-41a-1005, the department
685	shall issue a license to operate a medical cannabis pharmacy through the licensing
686	board created under Section 4-41a-201.1.
687	(ii) The department may not issue a license to operate a medical cannabis pharmacy
688	to an applicant who is not eligible for a license under this section.
689	(b) An applicant is eligible for a license under this section if the applicant submits to the
690	department:
691	(i) subject to Subsection (2)(c), a proposed name and address where the applicant will
692	operate the medical cannabis pharmacy;
693	(ii) the name and address of an individual who:
694	(A) for a publicly traded company, has a financial or voting interest of 10% or
695	greater in the proposed medical cannabis pharmacy;
696	(B) for a privately held company, a financial or voting interest in the proposed
697	medical cannabis pharmacy; or
698	(C) has the power to direct or cause the management or control of a proposed
699	medical cannabis pharmacy;
700	(iii) for each application that the applicant submits to the department, a statement
701	from the applicant that the applicant will obtain and maintain:
702	(A) a performance bond in the amount of \$100,000 issued by a surety authorized
703	to transact surety business in the state; or
704	(B) a liquid cash account in the amount of \$100,000 with a financial institution;
705	(iv) an operating plan that:
706	(A) complies with Section 4-41a-1004;
707	(B) includes operating procedures to comply with the operating requirements for a
708	medical cannabis pharmacy described in this part and with a relevant municipal

709	or county law that is consistent with Section 4-41a-1106; and
710	(C) the department approves;
711	(v) an application fee in an amount that, subject to Subsection 4-41a-104(5), the
712	department sets in accordance with Section 63J-1-504; and
713	(vi) a description of any investigation or adverse action taken by any licensing
714	jurisdiction, government agency, law enforcement agency, or court in any state for
715	any violation or detrimental conduct in relation to any of the applicant's
716	cannabis-related operations or businesses.
717	(c)(i) A person may not locate a medical cannabis pharmacy:
718	(A) within 200 feet of a community location; or
719	(B) in or within 600 feet of a district that the relevant municipality or county has
720	zoned as primarily residential.
721	(ii) The proximity requirements described in Subsection (2)(c)(i) shall be measured
722	from the nearest entrance to the medical cannabis pharmacy establishment by
723	following the shortest route of ordinary pedestrian travel to the property boundary
724	of the community location or residential area.
725	(iii) The department may grant a waiver to reduce the proximity requirements in
726	Subsection (2)(c)(i) by up to 20% if the department determines that it is not
727	reasonably feasible for the applicant to cite the proposed medical cannabis
728	pharmacy without the waiver.
729	(iv) An applicant for a license under this section shall provide evidence of
730	compliance with the proximity requirements described in Subsection (2)(c)(i).
731	(d) The department may not issue a license to an eligible applicant that the department
732	has selected to receive a license until the selected eligible applicant complies with the
733	bond or liquid cash requirement described in Subsection (2)(b)(iii).
734	(e) If the department receives more than one application for a medical cannabis
735	pharmacy within the same city or town, the department shall consult with the local
736	land use authority before approving any of the applications pertaining to that city or
737	town.
738	(f) In considering the issuance of a medical cannabis pharmacy license under this
739	section, the department may consider the extent to which the pharmacy can increase
740	efficiency and reduce cost to patients of medical cannabis.
741	[(3) If the department selects an applicant ]
742	(3)(a) After an entity has been selected for a medical cannabis pharmacy license under

743	this section, the department shall:
744	[(a)] (i) charge the applicant an initial license fee in an amount that, subject to
745	Subsection 4-41a-104(5), the department sets in accordance with Section
746	63J-1-504;
747	[(b)] (ii) notify the Department of Public Safety of the license approval and the names
748	of each individual described in Subsection (2)(b)(ii); and
749	[(e)] (iii) charge the licensee a fee in an amount that, subject to Subsection 4-41a-104
750	(5), the department sets in accordance with Section 63J-1-504, for any change in
751	location, ownership, or company structure.
752	(b) For a fee described in Subsection (3)(a)(i), a license fee for a medical cannabis
753	pharmacy located in a medically underserved area as determined by the federal
754	Health Resources and Services Administration shall be 50% less than what is charged
755	for other medical cannabis pharmacies.
756	(4) The department may not issue a license to operate a medical cannabis pharmacy to an
757	applicant if an individual described in Subsection (2)(b)(ii):
758	(a) has been convicted under state or federal law of:
759	(i) a felony in the preceding 10 years; or
760	(ii) after December 3, 2018, a misdemeanor for drug distribution;
761	(b) is younger than 21 years old; or
762	(c) after September 23, 2019, until January 1, 2023, is actively serving as a legislator.
763	(5)(a) If an applicant for a medical cannabis pharmacy license under this section holds
764	another license under this chapter, the department may not give preference to the
765	applicant based on the applicant's status as a holder of the license.
766	(b) If an applicant for a medical cannabis pharmacy license under this section holds a
767	license to operate a cannabis cultivation facility under this section, the department
768	may give consideration to the applicant's status as a holder of the license if:
769	(i) the applicant demonstrates that a decrease in costs to patients is more likely to
770	result from the applicant's vertical integration than from a more competitive
771	marketplace; and
772	(ii) the department finds multiple other factors, in addition to the existing license, that
773	support granting the new license.
774	(6) The licensing board may revoke a license under this part:
775	(a) if the medical cannabis pharmacy does not begin operations within one year after the
776	day on which the department issues an announcement of the department's intent to

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- award a license to the medical cannabis pharmacy;
- (b) after the third the same violation of this chapter in any of the licensee's licensed cannabis production establishments or medical cannabis pharmacies;
  - (c) if an individual described in Subsection (2)(b)(ii) is convicted, while the license is active, under state or federal law of:
    - (i) a felony; or
    - (ii) after December 3, 2018, a misdemeanor for drug distribution;
  - (d) if the licensee fails to provide the information described in Subsection (2)(b)(vi) at the time of application, or fails to supplement the information described in Subsection (2)(b)(vi) with any investigation or adverse action that occurs after the submission of the application within 14 calendar days after the licensee receives notice of the investigation or adverse action;
  - (e) if the medical cannabis pharmacy demonstrates a willful or reckless disregard for the requirements of this chapter or the rules the department makes in accordance with this chapter;
  - (f) if, after a change of ownership described in Subsection (11)(c), the department determines that the medical cannabis pharmacy no longer meets the minimum standards for licensure and operation of the medical cannabis pharmacy described in this chapter; or
  - (g) if through an investigation conducted under Subsection 4-41a-201.1(11) and in accordance with Title 63G, Chapter 4, Administrative Procedures Act, the board finds that the licensee has participated in anticompetitive business practices.
  - (7)(a) A person who receives a medical cannabis pharmacy license under this chapter, if the municipality or county where the licensed medical cannabis pharmacy will be located requires a local land use permit, shall submit to the department a copy of the licensee's approved application for the land use permit within 120 days after the day on which the department issues the license.
    - (b) If a licensee fails to submit to the department a copy the licensee's approved land use permit application in accordance with Subsection (7)(a), the department may revoke the licensee's license.
- 807 (8) The department shall deposit the proceeds of a fee imposed by this section into the Qualified Production Enterprise Fund.
- 809 (9) The department shall begin accepting applications under this part on or before March 1, 810 2020.

811	(10)(a) The department's authority to issue a license under this section is plenary and is
812	not subject to review.
813	(b) Notwithstanding Subsection (2), the decision of the department to award a license to
814	an applicant is not subject to:
815	(i) Title 63G, Chapter 6a, Part 16, Protests; or
816	(ii) Title 63G, Chapter 6a, Part 17, Procurement Appeals Board.
817	(11)(a) A medical cannabis pharmacy license is not transferrable or assignable.
818	(b) A medical cannabis pharmacy shall report in writing to the department no later than
819	10 business days before the date of any change of ownership of the medical cannabis
820	pharmacy.
821	(c) If the ownership of a medical cannabis pharmacy changes by 50% or more:
822	(i) concurrent with the report described in Subsection (11)(b), the medical cannabis
823	pharmacy shall submit a new application described in Subsection (2)(b), subject to
824	Subsection (2)(c);
825	(ii) within 30 days of the submission of the application, the department shall:
826	(A) conduct an application review; and
827	(B) award a license to the medical cannabis pharmacy for the remainder of the
828	term of the medical cannabis pharmacy's license before the ownership change
829	if the medical cannabis pharmacy meets the minimum standards for licensure
830	and operation of the medical cannabis pharmacy described in this chapter; and
831	(iii) if the department approves the license application, notwithstanding Subsection
832	(3), the medical cannabis pharmacy shall pay a license fee that the department sets
833	in accordance with Section 63J-1-504 in an amount that covers the department's
834	cost of conducting the application review.
835	Section 10. Section <b>4-41a-1003</b> is amended to read:
836	4-41a-1003 . Renewal - Notice of available license.
837	(1)(a) The department shall renew a license [under Sections 4-41a-1001 through
838	4-41a-1005] issued under this part every year if, at the time of renewal:
839	[(a)] (i) the licensee meets the requirements of Section 4-41a-1001;
840	[(b)] (ii) the licensee pays the department a license renewal fee in an amount that,
841	subject to Subsection 4-41a-1004(5), the department sets in accordance with
842	Section 63J-1-504; and
843	[(e)] (iii) if the medical cannabis pharmacy changes the operating plan described in
844	Section 4-41a-1004 that the department approved under Subsection

845	4-41a-1001(2)(b)(iv), the department approves the new operating plan.
846	(b) A license fee for a medical cannabis pharmacy located in a county of the third,
847	fourth, fifth, or sixth class shall be 50% less than what is charged for other medical
848	cannabis pharmacies.
849	(2)(a) If a licensed medical cannabis pharmacy abandons the medical cannabis
850	pharmacy's license, the department shall publish notice of an available license[-], for
851	the geographic area in which the medical cannabis pharmacy license is available, as a
852	class A notice under Section 63G-30-102, for at least seven days.
853	(b) The department may establish criteria, in collaboration with the Division of
854	Professional Licensing and the Board of Pharmacy and in accordance with Title 63G,
855	Chapter 3, Utah Administrative Rulemaking Act, to identify the medical cannabis
856	pharmacy actions that constitute abandonment of a medical cannabis pharmacy
857	license.
858	(3) If the department has not completed the necessary processes to make a determination on
859	a license renewal under Subsections (1)(a) and (c) before the expiration of a license, the
860	department may issue a conditional medical cannabis pharmacy license to a licensed
861	medical cannabis pharmacy that has applied for license renewal under this section and
862	paid the fee described in Subsection (1)(b).
863	Section 11. Section <b>4-41a-1005</b> is amended to read:
864	4-41a-1005 . Maximum number of licenses.
865	(1)(a) [Except as provided in Subsection (1)(b) or (d), if a sufficient number of
866	applicants apply, the department] The licensing board shall issue up to [15] 20 medical
867	cannabis pharmacy licenses in accordance with this section including the two medical
868	cannabis pharmacy licenses in accordance with Section 4-41a-1006.
869	(b) The medical cannabis ombudsman shall select the entities to receive a license in
870	accordance with this chapter.
871	(c) The medical cannabis ombudsman may choose to select entities as an entity is
872	qualified for a license and in accordance with Subsection (2)(c).
873	[(b) If an insufficient number of qualified applicants apply for the available number of
874	medical cannabis pharmacy licenses, the department shall issue a medical cannabis
875	pharmacy license to each qualified applicant.]
876	[(c) The department may issue the licenses described in Subsection (1)(a) in accordance
877	with this Subsection (1)(c).]
878	[(i) Using one procurement process, the department may issue eight licenses to an

879	initial group of medical cannabis pharmacies and six licenses to a second group of
880	medical cannabis pharmacies.]
881	[(ii) The department shall:]
882	[(A) divide the state into no less than four geographic regions, set by the
883	department in rule;]
884	[(B) issue at least one license in each geographic region during each phase of
885	issuing licenses; and]
886	[(C) complete the process of issuing medical cannabis pharmacy licenses no later
887	than July 1, 2020.]
888	[(iii) In issuing a 15th license under Subsection (1), the department shall ensure that
889	the license recipient will locate the medical cannabis pharmacy within Dagget,
890	Duchesne, Uintah, Carbon, Sevier, Emery, Grand, or San Juan County.]
891	[(d)(i) The department may issue licenses to operate a medical cannabis pharmacy in
892	addition to the licenses described in Subsection (1)(a) if the department
893	determines, in consultation with the Department of Health and Human Services
894	and after an annual or more frequent analysis of the current and anticipated market
895	for medical cannabis, that each additional license is necessary to provide an
896	adequate supply, quality, or variety of medical cannabis to medical cannabis
897	eardholders.]
898	[(ii) The department shall:]
899	[(A) in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking
900	Act, make rules to establish criteria and processes for the consultation,
901	analysis, and application for a license described in Subsection (1)(d)(i); and]
902	[(B) report to the Executive Appropriations Committee of the Legislature before
903	each time the department issues an additional license under Subsection
904	(1)(d)(i) regarding the results of the consultation and analysis described in
905	Subsection (1)(d)(i) and the application of the criteria described in Subsection
906	$\frac{(1)(d)(ii)(A)}{(ii)(A)}$
907	(2)(a) [If there are more qualified applicants than there are available licenses for medical
908	cannabis pharmacies, the department] The medical cannabis ombudsman shall:
909	(i) evaluate each applicant and award the license to the applicant that best
910	demonstrates:
911	(A) experience with establishing and successfully operating a business that
912	involves complying with a regulatory environment, tracking inventory, and

913	training, evaluating, and monitoring employees;
914	(B) an operating plan that will best ensure the safety and security of patrons and
915	the community;
916	(C) positive connections to the local community;
917	(D) the suitability of the proposed location and the location's accessibility for
918	qualifying patients;
919	(E) the extent to which the applicant can increase efficiency and reduce the cost of
920	medical cannabis for patients; and
921	(F) a strategic plan described in Subsection 4-41a-1004(7) that has a
922	comparatively high likelihood of success; and
923	(ii) ensure a geographic dispersal among licensees that is sufficient to reasonably
924	maximize access to the largest number of medical cannabis cardholders.
925	(b) In making the evaluation described in Subsection (2)(a), the [department] the medical
926	cannabis ombudsman may give increased consideration to applicants who indicate a
927	willingness to:
928	(i) site a medical cannabis pharmacy in an area or population center designated as a
929	medically underserved area or population as determined by the federal Health
930	Resources and Services Administration;
931	(ii) operate as a home delivery medical cannabis pharmacy that accepts electronic
932	medical cannabis orders[-that the state central patient portal facilitates]; and
933	[(ii)] (iii) accept payments through:
934	(A) a payment provider that the Division of Finance approves, in consultation
935	with the state treasurer, in accordance with Section 4-41a-108; or
936	(B) a financial institution in accordance with Subsection 4-41a-108(4).
937	(c) Except for the licenses described in Section 26B-4-249, before each new license may
938	be issued under this section, the medical cannabis ombudsman shall:
939	(i) consider the number of active patients in the program;
940	(ii) geographic locations of current medical cannabis pharmacies; and
941	(iii) consult with other government agencies, licensees, and other stakeholders to
942	determine the economic impact of an additional license.
943	(3) The [department] medical cannabis ombudsman may conduct a face-to-face interview
944	with an applicant for a license that the [department] the medical cannabis ombudsman
945	evaluates under Subsection (2).
946	Section 12 Section 4-41a-1006 is enacted to read:

947	4-41a-1006. Licensees selected by medical cannabis ombudsman.
948	(1) Upon receiving a recommendation from the medical cannabis ombudsman under
949	Section 26B-4-249, the licensing board shall issue a license to the entity.
950	(2) An entity selected for a license under Section 26B-4-249 is subject to all of the
951	applicable requirements of this chapter and Title 26B, Chapter 4, Part 2, Cannabinoid
952	Research and Medical Cannabis.
953	(3) The department shall ensure compliance with Subsection 26B-4-249(3)(e).
954	Section 13. Section 4-41a-1101 is amended to read:
955	4-41a-1101 . Operating requirements General.
956	(1)(a) A medical cannabis pharmacy shall operate:
957	(i) at the physical address provided to the department under Section 4-41a-1001; and
958	(ii) in accordance with the operating plan provided to the department under Section
959	4-41a-1001 and, if applicable, Section 4-41a-1004.
960	(b) A medical cannabis pharmacy shall notify the department before a change in the
961	medical cannabis pharmacy's physical address or operating plan.
962	(2) An individual may not enter a medical cannabis pharmacy unless the individual:
963	(a) is at least 18 years old or is an emancipated minor under Section 80-7-105; and
964	(b) except as provided in Subsection (4):
965	(i) possesses a valid:
966	(A) medical cannabis pharmacy agent registration card;
967	(B) pharmacy medical provider registration card; or
968	(C) medical cannabis card;
969	(ii) is an employee of the department performing an inspection under Section
970	4-41a-1103; or
971	(iii) is another individual as the department provides.
972	(3) A medical cannabis pharmacy may not employ an individual who is younger than 21
973	years old.
974	(4) Notwithstanding Subsection (2)(a), a medical cannabis pharmacy may authorize an
975	individual who is not a medical cannabis pharmacy agent or pharmacy medical provider
976	to access the medical cannabis pharmacy if the medical cannabis pharmacy tracks and
977	monitors the individual at all times while the individual is at the medical cannabis
978	pharmacy and maintains a record of the individual's access.
979	(5) A medical cannabis pharmacy shall operate in a facility that has:
980	(a) a single, secure public entrance;

981	(b) a security system with a backup power source that:
982	(i) detects and records entry into the medical cannabis pharmacy; and
983	(ii) provides notice of an unauthorized entry to law enforcement when the medical
984	cannabis pharmacy is closed; and
985	(c) a lock on each area where the medical cannabis pharmacy stores [eannabis or a
986	cannabis product] medical cannabis.
987	(6) A medical cannabis pharmacy shall post, both clearly and conspicuously in the medical
988	cannabis pharmacy, the limit on the purchase of cannabis described in Subsection
989	4-41a-1102(2).
990	(7) Except for an emergency situation described in Subsection 26B-4-213(3)(c), a medical
991	cannabis pharmacy may not allow any individual to consume cannabis on the property
992	or premises of the medical cannabis pharmacy.
993	(8) A medical cannabis pharmacy may not sell [eannabis or a cannabis product] medical
994	cannabis without first indicating on the [eannabis or cannabis product] medical cannabis
995	label the name of the medical cannabis pharmacy.
996	(9)(a) Each medical cannabis pharmacy shall retain in the pharmacy's records the
997	following information regarding each recommendation underlying a transaction:
998	(i) the recommending medical provider's name, address, and telephone number;
999	(ii) the patient's name and address;
1000	(iii) the date of issuance;
1001	(iv) directions of use and dosing guidelines or an indication that the recommending
1002	medical provider did not recommend specific directions of use or dosing
1003	guidelines; and
1004	(v) if the patient did not complete the transaction, the name of the medical cannabis
1005	cardholder who completed the transaction.
1006	(b)(i) Except as provided in Subsection (9)(b)(iii), a medical cannabis pharmacy may
1007	not sell medical cannabis unless the medical cannabis has a label securely affixed
1008	to the container indicating the following minimum information:
1009	(A) the name, address, and telephone number of the medical cannabis pharmacy;
1010	(B) the unique identification number that the medical cannabis pharmacy assigns
1011	(C) the date of the sale;
1012	(D) the name of the patient;
1013	(E) the name of the recommending medical provider who recommended the
1014	medical cannabis treatment;

1015	(F) directions for use and cautionary statements, if any;
1016	(G) the amount dispensed and the cannabinoid content;
1017	(H) the suggested use date;
1018	(I) for unprocessed cannabis flower, the legal use termination date; and
1019	(J) any other requirements that the department determines, in consultation with the
1020	Division of Professional Licensing and the Board of Pharmacy.
1021	(ii) A medical cannabis pharmacy is exempt from the requirement to provide the
1022	following information under Subsection (9)(b)(i) if the information is already
1023	provided on the product label that a cannabis production establishment affixes:
1024	(A) a unique identification number;
1025	(B) directions for use and cautionary statements;
1026	(C) amount and cannabinoid content; and
1027	(D) a suggested use date.
1028	(iii) If the size of a medical cannabis container does not allow sufficient space to
1029	include the labeling requirements described in Subsection (9)(b)(i), the medical
1030	cannabis pharmacy may provide the following information described in
1031	Subsection (9)(b)(i) on a supplemental label attached to the container or an
1032	informational enclosure that accompanies the container:
1033	(A) the cannabinoid content;
1034	(B) the suggested use date; and
1035	(C) any other requirements that the department determines.
1036	(iv) A medical cannabis pharmacy may sell medical cannabis to another medical
1037	cannabis pharmacy without a label described in Subsection (9)(b)(i).
1038	(10) A pharmacy medical provider or medical cannabis pharmacy agent shall:
1039	(a) upon receipt of an order from a limited medical provider in accordance with
1040	Subsections 26B-4-204(1)(b) through (d):
1041	(i) for a written order or an electronic order under circumstances that the department
1042	determines, contact the limited medical provider or the limited medical provider's
1043	office to verify the validity of the recommendation; and
1044	(ii) for an order that the pharmacy medical provider or medical cannabis pharmacy
1045	agent verifies under Subsection (10)(a)(i) or an electronic order that is not subject
1046	to verification under Subsection (10)(a)(i), enter the limited medical provider's
1047	recommendation or renewal, including any associated directions of use, dosing
1048	guidelines, or caregiver indication, in the state electronic verification system;

1049	(b) in processing an order for a holder of a conditional medical cannabis card described
1050	in Subsection 26B-4-213(1)(b) that appears irregular or suspicious in the judgment of
1051	the pharmacy medical provider or medical cannabis pharmacy agent, contact the
1052	recommending medical provider or the recommending medical provider's office to
1053	verify the validity of the recommendation before processing the cardholder's order;
1054	(c) unless the medical cannabis cardholder has had a consultation under Subsection
1055	26B-4-231(5), verbally offer to a medical cannabis cardholder at the time of a
1056	purchase of [eannabis, a cannabis product,] medical cannabis or a medical cannabis
1057	device, personal counseling with the pharmacy medical provider; and
1058	(d) provide a telephone number or website by which the cardholder may contact a
1059	pharmacy medical provider for counseling.
1060	(11)(a) A medical cannabis pharmacy may create a medical cannabis disposal program
1061	that allows an individual to deposit unused or excess medical cannabis or cannabis
1062	residue from a medical cannabis device in a locked box or other secure receptacle
1063	within the medical cannabis pharmacy.
1064	(b) A medical cannabis pharmacy with a disposal program described in Subsection
1065	(11)(a) shall ensure that only a medical cannabis pharmacy agent or pharmacy
1066	medical provider can access deposited medical cannabis.
1067	(c) A medical cannabis pharmacy shall dispose of any deposited medical cannabis by:
1068	(i) rendering the deposited medical cannabis unusable and unrecognizable before
1069	transporting deposited medical cannabis from the medical cannabis pharmacy; and
1070	(ii) disposing of the deposited medical cannabis in accordance with:
1071	(A) federal and state law, rules, and regulations related to hazardous waste;
1072	(B) the Resource Conservation and Recovery Act, 42 U.S.C. Sec. 6991 et seq.;
1073	(C) Title 19, Chapter 6, Part 5, Solid Waste Management Act; and
1074	(D) other regulations that the department makes in accordance with Title 63G,
1075	Chapter 3, Utah Administrative Rulemaking Act.
1076	(12) A medical cannabis pharmacy:
1077	(a) shall employ a pharmacist who is licensed under Title 58, Chapter 17b, Pharmacy
1078	Practice Act, as a pharmacy medical provider;
1079	(b) may employ a physician who has the authority to write a prescription and is licensed
1080	under Title 58, Chapter 67, Utah Medical Practice Act, or Title 58, Chapter 68, Utah
1081	Osteopathic Medical Practice Act, as a pharmacy medical provider;
1082	(c) shall ensure that a pharmacy medical provider described in Subsection (12)(a) works

1083	onsite during all business hours;
1084	(d) shall designate one pharmacy medical provider described in Subsection (12)(a) as the
1085	pharmacist-in-charge to oversee the operation of and generally supervise the medical
1086	cannabis pharmacy;[-and]
1087	(e) shall allow the pharmacist-in-charge to determine which [eannabis and cannabis
1088	products] medical cannabis products the medical cannabis pharmacy maintains in the
1089	medical cannabis pharmacy's inventory[-];
1090	(f) if a patient product information insert is available, shall provide a patient who
1091	purchases a medical cannabis product the medical cannabis product's patient product
1092	information insert using any of the following methods:
1093	(i) a physical document;
1094	(ii) an email message;
1095	(iii) a text message; or
1096	(iv) a quick response code; and
1097	(g) for each medical cannabis product sold by the medical cannabis pharmacy, shall:
1098	(i) allow a medical cannabis cardholder located in the pharmacy to view the back
1099	panel of the product when requested; and
1100	(ii) beginning July 1, 2025, include a picture of the back panel of the product on the
1101	medical cannabis pharmacy's website.
1102	(13) The department shall establish by rule, in accordance with Title 63G, Chapter 3, Utah
1103	Administrative Rulemaking Act, protocols for a recall of cannabis and cannabis products
1104	by a medical cannabis pharmacy.
1105	Section 14. Section <b>4-41a-1201</b> is amended to read:
1106	4-41a-1201. Medical cannabis home delivery designation.
1107	(1) The department may designate a medical cannabis pharmacy as a home delivery
1108	medical cannabis pharmacy if the department determines that the medical cannabis
1109	pharmacy's operating plan demonstrates the functional and technical ability to:
1110	(a) safely conduct transactions for medical cannabis shipments;
1111	(b) accept electronic medical cannabis orders[-that the state central patient portal
1112	facilitates]; and
1113	(c) accept payments through:
1114	(i) a payment provider that the Division of Finance approves, in consultation with the
1115	state treasurer, in accordance with Section 26-61a-603; or
1116	(ii) a financial institution in accordance with Subsection 26-61a-603(4).

1117	(2) An applicant seeking a designation as a home delivery medical cannabis pharmacy shall
1118	identify in the applicant's operating plan any information relevant to the department's
1119	evaluation described in Subsection (1), including:
1120	(a) the name and contact information of the payment provider;
1121	(b) the nature of the relationship between the prospective licensee and the payment
1122	provider;
1123	(c) the processes of the following to safely and reliably conduct transactions for medical
1124	cannabis shipments:
1125	(i) the prospective licensee; and
1126	(ii) the electronic payment provider or the financial institution described in
1127	Subsection (1)(c); and
1128	(d) the ability of the licensee to comply with the department's rules regarding the secure
1129	transportation and delivery of medical cannabis [or medical cannabis product] to a
1130	medical cannabis cardholder.
1131	(3) Notwithstanding any county or municipal ordinance, a medical cannabis pharmacy that
1132	the department designates as a home delivery medical cannabis pharmacy may deliver
1133	medical cannabis shipments in accordance with this part.
1134	Section 15. Section 4-41a-1202 is amended to read:
1135	4-41a-1202 . Home delivery of medical cannabis shipments Medical cannabis
1136	couriers License.
1137	(1) The department shall make rules, in accordance with Title 63G, Chapter 3, Utah
1138	Administrative Rulemaking Act, to ensure the safety, security, and efficiency of a home
1139	delivery medical cannabis pharmacy's fulfillment of electronic medical cannabis orders[
1140	that the state central patient portal facilitates], including rules regarding the safe and
1141	controlled delivery of medical cannabis shipments.
1142	(2) A person may not operate as a medical cannabis courier without a license that the
1143	department issues under this section.
1144	(3)(a) Subject to Subsections (5) and (6), the department shall issue a license to operate
1145	as a medical cannabis courier to an applicant who is eligible for a license under this
1146	section.
1147	(b) An applicant is eligible for a license under this section if the applicant submits to the
1148	department:
1149	(i) the name and address of an individual who:
1150	(A) has a financial or voting interest of 10% or greater in the proposed medical

1151	cannabis courier; or
1152	(B) has the power to direct or cause the management or control of a proposed
1153	cannabis production establishment;
1154	(ii) an operating plan that includes operating procedures to comply with the operating
1155	requirements for a medical cannabis courier described in this chapter; and
1156	(iii) an application fee in an amount that, subject to Subsection 4-41a-104(5), the
1157	department sets in accordance with Section 63J-1-504.
1158	(4) If the department determines that an applicant is eligible for a license under this section,
1159	the department shall:
1160	(a) charge the applicant an initial license fee in an amount that, subject to Subsection
1161	4-41a-104(5), the department sets in accordance with Section 63J-1-504; and
1162	(b) notify the Department of Public Safety of the license approval and the names of each
1163	individual described in Subsection (3)(b)(i).
1164	(5) The department may not issue a license to operate as a medical cannabis courier to an
1165	applicant if an individual described in Subsection (3)(b)(i):
1166	(a) has been convicted under state or federal law of:
1167	(i) a felony in the preceding 10 years; or
1168	(ii) after September 23, 2019, a misdemeanor for drug distribution; or
1169	(b) is younger than 21 years old.
1170	(6) The department may revoke a license under this part if:
1171	(a) the medical cannabis courier does not begin operations within one year after the day
1172	on which the department issues the initial license;
1173	(b) the medical cannabis courier makes the same violation of this chapter three times;
1174	(c) an individual described in Subsection (3)(b)(i) is convicted, while the license is
1175	active, under state or federal law of:
1176	(i) a felony; or
1177	(ii) after September 23, 2019, a misdemeanor for drug distribution; or
1178	(d) after a change of ownership described in Subsection (14)(c), the department
1179	determines that the medical cannabis courier no longer meets the minimum standards
1180	for licensure and operation of the medical cannabis courier described in this chapter.
1181	(7) The department shall deposit the proceeds of a fee imposed by this section in the
1182	Qualified Production Enterprise Fund.
1183	(8) The department's authority to issue a license under this section is plenary and is not
1184	subject to review.

1185	(9) Each applicant for a license as a medical cannabis courier shall submit, at the time of
1186	application, from each individual who has a financial or voting interest of 10% or
1187	greater in the applicant or who has the power to direct or cause the management or
1188	control of the applicant:
1189	(a) a fingerprint card in a form acceptable to the Department of Public Safety;
1190	(b) a signed waiver in accordance with Subsection 53-10-108(4) acknowledging the
1191	registration of the individual's fingerprints in the Federal Bureau of Investigation
1192	Next Generation Identification System's Rap Back Service; and
1193	(c) consent to a fingerprint background check by:
1194	(i) the Bureau of Criminal Identification; and
1195	(ii) the Federal Bureau of Investigation.
1196	(10) The Bureau of Criminal Identification shall:
1197	(a) check the fingerprints the applicant submits under Subsection (9) against the
1198	applicable state, regional, and national criminal records databases, including the
1199	Federal Bureau of Investigation Next Generation Identification System;
1200	(b) report the results of the background check to the department;
1201	(c) maintain a separate file of fingerprints that applicants submit under Subsection (9)
1202	for search by future submissions to the local and regional criminal records databases,
1203	including latent prints;
1204	(d) request that the fingerprints be retained in the Federal Bureau of Investigation Next
1205	Generation Identification System's Rap Back Service for search by future
1206	submissions to national criminal records databases, including the Next Generation
1207	Identification System and latent prints; and
1208	(e) establish a privacy risk mitigation strategy to ensure that the department only
1209	receives notifications for an individual with whom the department maintains an
1210	authorizing relationship.
1211	(11) The department shall:
1212	(a) assess an individual who submits fingerprints under Subsection (9) a fee in an
1213	amount that the department sets in accordance with Section 63J-1-504 for the
1214	services that the Bureau of Criminal Identification or another authorized agency
1215	provides under this section; and
1216	(b) remit the fee described in Subsection (11)(a) to the Bureau of Criminal Identification.
1217	(12) The department shall renew a license under this section every year if, at the time of
1218	renewal:

1219	(a) the licensee meets the requirements of this section; and
1220	(b) the licensee pays the department a license renewal fee in an amount that, subject to
1221	Subsection 4-41a-104(5), the department sets in accordance with Section 63J-1-504.
1222	(13) A person applying for a medical cannabis courier license shall submit to the
1223	department a proposed operating plan that complies with this section and that includes:
1224	(a) a description of the physical characteristics of any proposed facilities, including a
1225	floor plan and an architectural elevation, and delivery vehicles;
1226	(b) a description of the credentials and experience of each officer, director, or owner of
1227	the proposed medical cannabis courier;
1228	(c) the medical cannabis courier's employee training standards;
1229	(d) a security plan; and
1230	(e) storage and delivery protocols, both short and long term, to ensure that medical
1231	cannabis shipments are stored and delivered in a manner that is sanitary and
1232	preserves the integrity of the cannabis.
1233	(14)(a) A medical cannabis courier license is not transferable or assignable.
1234	(b) A medical cannabis courier shall report in writing to the department no later than 10
1235	business days before the date of any change of ownership of the medical cannabis
1236	courier.
1237	(c) If the ownership of a medical cannabis courier changes by 50% or more:
1238	(i) concurrent with the report described in Subsection (14)(b), the medical cannabis
1239	courier shall submit a new application described in Subsection (3)(b);
1240	(ii) within 30 days of the submission of the application, the department shall:
1241	(A) conduct an application review; and
1242	(B) award a license to the medical cannabis courier for the remainder of the term
1243	of the medical cannabis courier's license before the ownership change if the
1244	medical cannabis courier meets the minimum standards for licensure and
1245	operation of the medical cannabis courier described in this chapter; and
1246	(iii) if the department approves the license application, notwithstanding Subsection
1247	(4), the medical cannabis courier shall pay a license fee that the department sets in
1248	accordance with Section 63J-1-504 in an amount that covers the board's cost of
1249	conducting the application review.
1250	[(15)(a) Except as provided in Subsection(15)(b), a person may not advertise regarding
1251	the transportation of medical cannabis.]
1252	[(b) Notwithstanding Subsection (14)(a) and subject to Section 4-41a-109, a licensed

1253	home delivery medical cannabis pharmacy or a licensed medical cannabis courier
1254	may advertise:]
1255	[(i) a green cross;]
1256	[(ii) the pharmacy's or courier's name and logo; and]
1257	[(iii) that the pharmacy or courier is licensed to transport medical cannabis shipments.]
1258	Section 16. Section 4-41a-1203 is amended to read:
1259	4-41a-1203 . Medical cannabis shipment transportation.
1260	(1) The department shall ensure that each home delivery medical cannabis pharmacy is
1261	capable of delivering, directly or through a medical cannabis courier, medical cannabis
1262	shipments in a secure manner.
1263	(2)(a) A home delivery medical cannabis pharmacy may contract with a licensed
1264	medical cannabis courier to deliver medical cannabis shipments to fulfill electronic
1265	medical cannabis orders[-that the state central patient portal facilitates].
1266	(b) If a home delivery medical cannabis pharmacy enters into a contract described in
1267	Subsection (2)(a), the pharmacy shall:
1268	(i) impose security and personnel requirements on the medical cannabis courier
1269	sufficient to ensure the security and safety of medical cannabis shipments; and
1270	(ii) provide regular oversight of the medical cannabis courier.
1271	(3) Notwithstanding Subsection 4-41a-404(1), an individual may transport a medical
1272	cannabis shipment if the individual is:
1273	(a) a registered pharmacy medical provider;
1274	(b) a registered medical cannabis pharmacy agent; or
1275	(c) a registered agent of the medical cannabis courier described in Subsection (2).
1276	(4) An individual transporting a medical cannabis shipment under Subsection (3) shall
1277	comply with the requirements of Subsection 4-41a-404(3).
1278	(5) In addition to the requirements in Subsections (3) and (4), the department may establish
1279	by rule, in collaboration with the Division of Professional Licensing and the Board of
1280	Pharmacy and in accordance with Title 63G, Chapter 3, Utah Administrative
1281	Rulemaking Act, requirements for transporting medical cannabis shipments that are
1282	related to safety for human consumption of [eannabis or a cannabis product] medical
1283	<u>cannabis</u> .
1284	(6)(a) It is unlawful for an individual to transport a medical cannabis shipment with a
1285	manifest that does not meet the requirements of Subsection (4).
1286	(b) Except as provided in Subsection (6)(d), an individual who violates Subsection (6)(a)

1287	is:
1288	(i) guilty of an infraction; and
1289	(ii) subject to a \$100 fine.
1290	(c) An individual who is guilty of a violation described in Subsection (6)(b) is not guilty
1291	of a violation of Title 58, Chapter 37, Utah Controlled Substances Act, for the
1292	conduct underlying the violation described in Subsection (6)(b).
1293	(d) If the individual described in Subsection (6)(a) is transporting more cannabis,
1294	cannabis product, or medical cannabis devices than the manifest identifies, except for
1295	a de minimis administrative error:
1296	(i) this chapter does not apply; and
1297	(ii) the individual is subject to penalties under Title 58, Chapter 37, Utah Controlled
1298	Substances Act.
1299	Section 17. Section 4-41a-1206 is amended to read:
1300	4-41a-1206. Closed-door medical cannabis pharmacy.
1301	(1)(a) Subject to Subsections (1)(b) and (c), a home delivery medical cannabis pharmacy
1302	may open a single closed-door medical cannabis pharmacy.
1303	(b) A home delivery medical cannabis pharmacy may not open a closed-door medical
1304	cannabis pharmacy unless the home delivery medical cannabis pharmacy:
1305	(i) has an operating plan that includes a closed-door medical cannabis pharmacy; and
1306	(ii) obtains a license issued by the department for a closed-door medical cannabis
1307	pharmacy.
1308	(c) An entity that owns multiple home delivery medical cannabis pharmacies may open
1309	only one closed-door medical cannabis pharmacy.
1310	(d) The department may institute a fee in accordance with Section 63J-1-504 to
1311	administer this section.
1312	(2) A home delivery medical cannabis pharmacy that opens a closed-door medical cannabis
1313	pharmacy under Subsection (1) shall ensure:
1314	(a) that a pharmacy medical provider who is a licensed pharmacist:
1315	(i) is directly supervising the packaging of an order; and
1316	(ii) is present in the closed-door medical cannabis pharmacy when an order is
1317	packaged for delivery; and
1318	(b) all record keeping requirements, labeling requirements, and patient counseling
1319	requirements described in this chapter and Title 26B, Chapter 4, Part 2, Cannabinoid
1320	Research and Medical Cannabis, are satisfied before sending out an order

1321	(3) An individual who prepares an order at a closed-door medical cannabis pharmacy under
1322	this section shall be registered as:
1323	(a) a pharmacy medical provider; or
1324	(b) a medical cannabis pharmacy agent.
1325	(4)(a) A closed-door medical cannabis pharmacy shall operate:
1326	(i) except as provided in Subsection (4)(b), in a facility that is accessible only by an
1327	individual who is a pharmacy medical provider or a medical cannabis pharmacy
1328	agent; and
1329	(ii) at a physical address in accordance with Subsection (6).
1330	(b) A closed-door medical cannabis pharmacy may authorize an individual who is at
1331	least 18 years old and is not a pharmacy medical provider or a cannabis pharmacy
1332	agent to access the closed-door medical cannabis pharmacy if the closed-door
1333	medical cannabis pharmacy:
1334	(i) tracks and monitors the individual at all times while the individual is at the
1335	closed-door medical cannabis pharmacy; and
1336	(ii) maintains a record of the individual's access, including arrival and departure.
1337	(c) A closed-door medical cannabis pharmacy shall operate in a facility that has:
1338	(i) a single, secure public entrance; and
1339	(ii) a security system with a backup power source that:
1340	(A) detects and records entry into the closed-door medical cannabis pharmacy;
1341	(B) provides notice of an unauthorized entry to law enforcement when the
1342	closed-door medical cannabis pharmacy is closed; and
1343	(C) a lock or equivalent restrictive security feature on any area where the
1344	closed-door medical cannabis pharmacy stores a cannabis product.
1345	(d) A closed-door medical cannabis pharmacy shall ensure that any cannabis or cannabis
1346	products in the closed-door medical cannabis pharmacy that are intended for home
1347	delivery are separated in a manner that is readily distinguishable from any other
1348	cannabis or cannabis product in the facility.
1349	(5) A closed-door medical cannabis pharmacy may only provide cannabis or a cannabis
1350	product to an individual through a delivery that complies with this part.
1351	(6)(a) A person may not locate a closed-door medical cannabis pharmacy:
1352	(i) within 1,000 feet of a community location; or
1353	(ii) in or within 600 feet of a district that the relevant municipality or county has
1354	zoned as primarily residential

1355	(b) The proximity requirements described in Subsection (6)(a) shall be measured from
1356	the nearest entrance to the closed-door medical cannabis pharmacy by following the
1357	shortest route of ordinary pedestrian travel to the property boundary of the
1358	community location or residential area.
1359	(c) The licensing board may grant a waiver to reduce the proximity requirements in
1360	Subsection (6)(a) by up to 20% if the licensing board determines that it is not
1361	reasonably feasible for the applicant to site the proposed closed-door medical
1362	cannabis pharmacy without the waiver.
1363	(d) An applicant for a license under this section shall provide evidence of compliance
1364	with the proximity requirements described in Subsection (6)(a).
1365	(7) When determining where a closed-door medical cannabis pharmacy may open, the
1366	licensing board:
1367	(a) shall utilize geographic regions created by the department through rule;
1368	(b) shall prioritize allowing entities that do not have a medical cannabis pharmacy in a
1369	region to open a closed-door medical cannabis pharmacy in the region;
1370	(c) of the total amount of closed-door medical cannabis pharmacies, may allow only
1371	three closed-door medical cannabis pharmacies to operate in counties of the first and
1372	second class as described in Section 17-50-501; and
1373	(d) for determining the three closed-door medical cannabis pharmacies described in
1374	Subsection (7)(c), consider the following:
1375	(i) the history of compliance with state law and rules for all licenses issued under this
1376	chapter;
1377	(ii) the medical cannabis pharmacy's willingness to offer a variety of brands and
1378	products;
1379	(iii) the ability of the operating plan to ensure the safety and security of the
1380	community;
1381	(iv) the suitability of the proposed location and the location's ability to serve the local
1382	community; and
1383	(v) any other relevant information determined through rule.
1384	(8) A closed-door medical cannabis pharmacy may not account for more than:
1385	(a) for an entity that holds a single medical cannabis pharmacy license, the greater of:
1386	(i) 35% of the medical cannabis pharmacy's total revenue; or
1387	(ii) \$2,000,000 in total revenue; or
1388	(b) for an entity that holds more than one medical cannabis pharmacy license, the greater

1389	of:
1390	(i) 35% of the total revenue of the entity's medical cannabis pharmacy that generates
1391	the most revenue; or
1392	(ii) \$2,000,000 in total revenue.
1393	(9) Notwithstanding any other provision of this section, the [department] licensing board
1394	may issue only [three] one closed-door medical cannabis pharmacy [licenses] license
1395	before July 1, 2027.
1396	(10) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
1397	department shall make rules to implement this section.
1398	Section 18. Section <b>26B-1-310</b> is amended to read:
1399	26B-1-310 . Qualified Patient Enterprise Fund Creation Revenue neutrality
1400	Uniform fee.
1401	(1) There is created an enterprise fund known as the "Qualified Patient Enterprise Fund."
1402	(2) The fund created in this section is funded from:
1403	(a) money the department deposits into the fund under Chapter 4, Part 2, Cannabinoid
1404	Research and Medical Cannabis;
1405	(b) appropriations the Legislature makes to the fund; and
1406	(c) the interest described in Subsection (3).
1407	(3) Interest earned on the fund shall be deposited into the fund.
1408	(4) Money deposited into the fund may only be used by:
1409	(a) the department to accomplish the department's responsibilities described in Chapter
1410	4, Part 2, Cannabinoid Research and Medical Cannabis; and
1411	(b) the Center for Medical Cannabis Research created in Section 53B-17-1402 to
1412	accomplish the Center for Medical Cannabis Research's responsibilities[-]; and
1413	(c) if there is remaining money in the fund balance on June 30 of each fiscal year after
1414	financial obligations under Subsections (4)(a) through (b) are met, an amount up to
1415	\$300,000, the medical cannabis ombudsman and available for expenditure the next
1416	fiscal year for the program described in Subsection 26B-4-249(4) and, subject to
1417	Subsection (7), the program's associated administrative costs.
1418	(5) The department shall set fees authorized under Chapter 4, Part 2, Cannabinoid Research
1419	and Medical Cannabis, in amounts that the department anticipates are necessary, in total,
1420	to cover the department's cost to implement Chapter 4, Part 2, Cannabinoid Research
1421	and Medical Cannabis.
1422	(6) The department may impose a uniform fee on each medical cannabis transaction in a

1423	medical cannabis pharmacy in an amount that, subject to Subsection (5), the department
1424	sets in accordance with Section 63J-1-504.
1425	(7) No more than 20% of the amount transferred under Subsection (4)(c) may be used for
1426	administrative costs.
1427	Section 19. Section 26B-1-435 is amended to read:
1428	26B-1-435 . Medical Cannabis Policy Advisory Board creation Membership
1429	Duties.
1430	(1) There is created within the department the Medical Cannabis Policy Advisory Board.
1431	(2)(a) The advisory board shall consist of the following members:
1432	(i) appointed by the executive director:
1433	(A) a qualified medical provider who has recommended medical cannabis to at
1434	least 100 patients before being appointed;
1435	[(B) a medical research professional;]
1436	[(C)] (B) a mental health specialist;
1437	[(D)] (C) an individual who represents an organization that advocates for medical
1438	cannabis patients;
1439	[(E)] (D) [an individual] a member of the general public who holds a medical
1440	cannabis patient card; and
1441	[(F)] (E) a member of the general public who does not hold a medical cannabis
1442	card;[ <del>and</del> ]
1443	(ii) appointed by the commissioner of the Department of Agriculture and Food:
1444	(A) an individual who owns or operates a licensed cannabis cultivation facility, as
1445	defined in Section 4-41a-102;
1446	(B) an individual who owns or operates a licensed medical cannabis pharmacy;
1447	and
1448	(C) a law enforcement officer[-]; and
1449	(iii) a representative from the Center for Medical Cannabis Research created in
1450	Section 53B-14-1402, appointed by the Center for Medical Cannabis Research.
1451	(b) The commissioner of the Department of Agriculture and Food shall ensure that at
1452	least one individual appointed under Subsection (2)(a)(ii)(A) or (B) also owns or
1453	operates a licensed cannabis processing facility.
1454	(3)(a) Subject to Subsection (3)(b), a member of the advisory board shall serve for a four
1455	year term.
1456	(b) When appointing the initial membership of the advisory board, the executive director

1457	and the commissioner of the Department of Agriculture and Food shall coordinate to
1458	appoint four advisory board members to serve a term of two years to ensure that
1459	approximately half of the board is appointed every two years.
1460	(4)(a) If an advisory board member is no longer able to serve as a member, a new
1461	member shall be appointed in the same manner as the original appointment.
1462	(b) A member appointed in accordance with Subsection (4)(a) shall serve for the
1463	remainder of the unexpired term of the original appointment.
1464	(5)(a) A majority of the advisory board members constitutes a quorum.
1465	(b) The action of a majority of a quorum constitutes an action of the advisory board.
1466	(c) For a term lasting one year, the advisory board shall annually designate members of
1467	the advisory board to serve as chair and vice-chair.
1468	(d) When designating the chair and vice-chair, the advisory board shall ensure that at
1469	least one individual described Subsection (2)(a)(i) is appointed as chair or vice-chair.
1470	(6) An advisory board member may not receive compensation or benefits for the member's
1471	service on the advisory board but may receive per diem and reimbursement for travel
1472	expenses incurred as an advisory board member in accordance with:
1473	(a) Sections 63A-3-106 and 63A-3-107; and
1474	(b) rules made by the Division of Finance pursuant to Sections 63A-3-106 and
1475	63A-3-107.
1476	(7) The department shall:
1477	(a) provide staff support for the advisory board; and
1478	(b) assist the advisory board in conducting meetings.
1479	(8) The advisory board may recommend:
1480	(a) to the department or the Department of Agriculture and Food changes to current or
1481	proposed medical cannabis rules or statutes; and
1482	(b) to the appropriate legislative committee whether the advisory board supports a
1483	change to medical cannabis statutes.
1484	(9) The advisory board shall:
1485	(a) review any draft rule that is authorized under [this chapter] Chapter 4, Part 2,
1486	Cannabinoid Research and Medical Cannabis, or Title 4, Chapter 41a, Cannabis
1487	Production Establishments and Pharmacies;
1488	(b) consult with the Department of Agriculture and Food regarding the issuance of an
1489	additional:
1490	(i) cultivation facility license under Section 4-41a-205; or

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1491	(ii) pharmacy license under Section 4-41a-1005;
1492	(c) consult with the department regarding cannabis patient education;
1493	(d) consult regarding the reasonableness of any fees set by the department or the
1494	Department of Agriculture and Food that pertain to the medical cannabis program;
1495	and
1496	(e) consult regarding any issue pertaining to medical cannabis when asked by the
1497	department or the Utah Department of Agriculture and Food.
1498	Section 20. Section <b>26B-4-201</b> is amended to read:
1499	26B-4-201 . Definitions.
1500	As used in this part:
1501	(1) "Active tetrahydrocannabinol" means THC, any THC analog, and
1502	tetrahydrocannabinolic acid.
1503	(2) "Administration of criminal justice" means the performance of detection, apprehension,
1504	detention, pretrial release, post-trial release, prosecution, and adjudication.
1505	(3) "Advertise" means information provided by a person in any medium:
1506	(a) to the public; and
1507	(b) that is not age restricted to an individual who is at least 21 years old.
1508	(4) "Advisory board" means the Medical Cannabis Policy Advisory Board created in
1509	Section 26B-1-435.
1510	(5) "Cannabis Research Review Board" means the Cannabis Research Review Board
1511	created in Section 26B-1-420.
1512	(6) "Cannabis" means marijuana.
1513	(7) "Cannabis processing facility" means the same as that term is defined in Section
1514	4-41a-102.
1515	(8) "Cannabis product" means a product that:
1516	(a) is intended for human use; and
1517	(b) contains cannabis or any tetrahydrocannabinol or THC analog in a total
1518	concentration of 0.3% or greater on a dry weight basis.
1519	(9) "Cannabis production establishment" means the same as that term is defined in Section
1520	4-41a-102.
1521	(10) "Cannabis production establishment agent" means the same as that term is defined in
1522	Section 4-41a-102.
1523	(11) "Cannabis production establishment agent registration card" means the same as that

term is defined in Section 4-41a-102.

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1525	(12) "Conditional medical cannabis card" means an electronic medical cannabis card that
1526	the department issues in accordance with Subsection 26B-4-213(1)(b) to allow an
1527	applicant for a medical cannabis card to access medical cannabis during the department's
1528	review of the application.
1529	(13) "Controlled substance database" means the controlled substance database created in
1530	Section 58-37f-201.
1531	(14) "Delivery address" means the same as that term is defined in Section 4-41a-102.
1532	(15) "Department" means the Department of Health and Human Services.
1533	(16) "Designated caregiver" means:
1534	(a) an individual:
1535	(i) whom an individual with a medical cannabis patient card or a medical cannabis
1536	guardian card designates as the patient's caregiver; and
1537	(ii) who registers with the department under Section 26B-4-214; or
1538	(b)(i) a facility that an individual designates as a designated caregiver in accordance
1539	with Subsection 26B-4-214(1)(b); or
1540	(ii) an assigned employee of the facility described in Subsection 26B-4-214(1)(b)(ii)
1541	(17) "Directions of use" means recommended routes of administration for a medical
1542	cannabis treatment and suggested usage guidelines.
1543	(18) "Dosing guidelines" means a quantity range and frequency of administration for a
1544	recommended treatment of medical cannabis.
1545	(19) "Government issued photo identification" means any of the following forms of
1546	identification:
1547	(a) a valid state-issued driver license or identification card;
1548	(b) a valid United States federal-issued photo identification, including:
1549	(i) a United States passport;
1550	(ii) a United States passport card;
1551	(iii) a United States military identification card; or
1552	(iv) a permanent resident card or alien registration receipt card; or
1553	(c) a foreign passport.
1554	(20) "Home delivery medical cannabis pharmacy" means a medical cannabis pharmacy that
1555	the department authorizes, as part of the pharmacy's license, to deliver medical cannabis
1556	shipments to a delivery address to fulfill electronic orders[-that the state central patient
1557	portal facilitates].

(21) "Inventory control system" means the system described in Section 4-41a-103.

1559	(22) "Legal dosage limit" means an amount that:
1560	(a) is sufficient to provide 30 days of treatment based on the dosing guidelines that the
1561	relevant recommending medical provider or [the state central patient portal or ]
1562	pharmacy medical provider, in accordance with Subsection 26B-4-230(5),
1563	recommends; and
1564	(b) may not exceed:
1565	(i) for unprocessed cannabis in a medicinal dosage form, 113 grams by weight; and
1566	(ii) for a cannabis product in a medicinal dosage form, a quantity that contains, in
1567	total, greater than 20 grams of active tetrahydrocannabinol.
1568	(23) "Legal use termination date" means a date on the label of a container of unprocessed
1569	cannabis flower:
1570	(a) that is 60 days after the date of purchase of the cannabis; and
1571	(b) after which, the cannabis is no longer in a medicinal dosage form outside of the
1572	primary residence of the relevant medical cannabis patient cardholder.
1573	(24) "Limited medical provider" means an individual who:
1574	(a) meets the recommending qualifications; and
1575	(b) has no more than 15 patients with a valid medical cannabis patient card as a result of
1576	the individual's recommendation, in accordance with Subsection 26B-4-204(1)(b).
1577	(25) "Marijuana" means the same as that term is defined in Section 58-37-2.
1578	(26) "Medical cannabis" or "medical cannabis product" means cannabis in a medicinal
1579	dosage form or a cannabis product in a medicinal dosage form.
1580	(27) "Medical cannabis card" means a medical cannabis patient card, a medical cannabis
1581	guardian card, a medical cannabis caregiver card, or a conditional medical cannabis card.
1582	(28) "Medical cannabis cardholder" means:
1583	(a) a holder of a medical cannabis card; or
1584	(b) a facility or assigned employee, described in Subsection (16)(b), only:
1585	(i) within the scope of the facility's or assigned employee's performance of the role of
1586	a medical cannabis patient cardholder's caregiver designation under Subsection
1587	26B-4-214(1)(b); and
1588	(ii) while in possession of documentation that establishes:
1589	(A) a caregiver designation described in Subsection 26B-4-214(1)(b);
1590	(B) the identity of the individual presenting the documentation; and
1591	(C) the relation of the individual presenting the documentation to the caregiver
1592	designation.

1593	(29) "Medical cannabis caregiver card" means an electronic document that a cardholder
1594	may print or store on an electronic device or a physical card or document that:
1595	(a) the department issues to an individual whom a medical cannabis patient cardholder
1596	or a medical cannabis guardian cardholder designates as a designated caregiver; and
1597	(b) is connected to the electronic verification system.
1598	(30) "Medical cannabis courier" means the same as that term is defined in Section
1599	4-41a-102.
1600	(31)(a) "Medical cannabis device" means a device that an individual uses to ingest or
1601	inhale [cannabis in a medicinal dosage form or a cannabis product in a medicinal
1602	dosage form] medical cannabis.
1603	(b) "Medical cannabis device" does not include a device that:
1604	(i) facilitates cannabis combustion; or
1605	(ii) an individual uses to ingest substances other than cannabis.
1606	(32) "Medical cannabis guardian card" means an electronic document that a cardholder may
1607	print or store on an electronic device or a physical card or document that:
1608	(a) the department issues to the parent or legal guardian of a minor with a qualifying
1609	condition; and
1610	(b) is connected to the electronic verification system.
1611	(33) "Medical cannabis ombudsman" means the same as that term is defined in Section
1612	<u>4-41a-102.</u>
1613	[(33)] (34) "Medical cannabis patient card" means an electronic document that a cardholder
1614	may print or store on an electronic device or a physical card or document that:
1615	(a) the department issues to an individual with a qualifying condition; and
1616	(b) is connected to the electronic verification system.
1617	[(34)] (35) "Medical cannabis pharmacy" means a person that:
1618	(a)(i) acquires or intends to acquire medical cannabis [or a cannabis product in a
1619	medicinal dosage form ]from a cannabis processing facility or another medical
1620	cannabis pharmacy or a medical cannabis device; or
1621	(ii) possesses medical cannabis or a medical cannabis device; and
1622	(b) sells or intends to sell medical cannabis or a medical cannabis device to a medical
1623	cannabis cardholder.
1624	[(35)] (36) "Medical cannabis pharmacy agent" means an individual who holds a valid
1625	medical cannabis pharmacy agent registration card issued by the department.
1626	[(36)] (37) "Medical cannabis pharmacy agent registration card" means a registration card

1627	issued by the department that authorizes an individual to act as a medical cannabis
1628	pharmacy agent.
1629	[(37)] (38) "Medical cannabis shipment" means the same as that term is defined in Section
1630	4-41a-102.
1631	[(38)] (39) "Medical cannabis treatment" means [eannabis in a medicinal dosage form, a
1632	eannabis product in a medicinal dosage form, or] medical cannabis or a medical cannabis
1633	device.
1634	[(39)] (40)(a) "Medicinal dosage form" means:
1635	(i) for processed medical cannabis, the following with a specific and consistent
1636	cannabinoid content:
1637	(A) a tablet;
1638	(B) a capsule;
1639	(C) a concentrated liquid or viscous oil;
1640	(D) a liquid suspension that does not exceed 30 milliliters;
1641	(E) a topical preparation;
1642	(F) a transdermal preparation;
1643	(G) a sublingual preparation;
1644	(H) a gelatinous cube, gelatinous rectangular cuboid, or lozenge in a cube or
1645	rectangular cuboid shape;
1646	(I) a resin or wax;
1647	(J) an aerosol;
1648	(K) a suppository preparation; or
1649	(L) a soft or hard confection that is a uniform rectangular cuboid or uniform
1650	spherical shape, is homogeneous in color and texture, and each piece is a single
1651	serving; or
1652	(ii) for unprocessed cannabis flower, a container described in Section 4-41a-602 that:
1653	(A) contains cannabis flower in a quantity that varies by no more than 10% from
1654	the stated weight at the time of packaging;
1655	(B) at any time the medical cannabis cardholder transports or possesses the
1656	container in public, is contained within an opaque bag or box that the medical
1657	cannabis pharmacy provides; and
1658	(C) is labeled with the container's content and weight, the date of purchase, the
1659	legal use termination date, and a barcode that provides information connected
1660	to an inventory control system.

1661	(b) "Medicinal dosage form" includes a portion of unprocessed cannabis flower that:
1662	(i) the medical cannabis cardholder has recently removed from the container
1663	described in Subsection $[(39)(a)(ii)]$ $(40)(a)(ii)$ for use; and
1664	(ii) does not exceed the quantity described in Subsection [(39)(a)(ii)] (40)(a)(ii).
1665	(c) "Medicinal dosage form" does not include:
1666	(i) any unprocessed cannabis flower outside of the container described in Subsection [
1667	(39)(a)(ii)] $(40)(a)(ii)$ , except as provided in Subsection $[(39)(b)]$ $(40)(b)$ ;
1668	(ii) any unprocessed cannabis flower in a container described in Subsection [
1669	$\frac{(39)(a)(ii)}{(40)(a)(ii)}$ after the legal use termination date;
1670	(iii) a process of vaporizing and inhaling concentrated cannabis by placing the
1671	cannabis on a nail or other metal object that is heated by a flame, including a
1672	blowtorch;
1673	(iv) a liquid suspension that is branded as a beverage;
1674	(v) a substance described in Subsection $[(39)(a)(i)]$ $(40)(a)(i)$ or (ii) if the substance is
1675	not measured in grams, milligrams, or milliliters; or
1676	(vi) a substance that contains or is covered to any degree with chocolate.
1677	[(40)] (41) "Nonresident patient" means an individual who:
1678	(a) is not a resident of Utah or has been a resident of Utah for less than 45 days;
1679	(b) has a currently valid medical cannabis card or the equivalent of a medical cannabis
1680	card under the laws of another state, district, territory, commonwealth, or insular
1681	possession of the United States; and
1682	(c) has been diagnosed with a qualifying condition as described in Section 26B-4-203.
1683	[(41)] (42) "Patient product information insert" means a single page document or webpage
1684	that contains information about a medical cannabis product regarding:
1685	(a) how to use the product;
1686	(b) common side effects;
1687	(c) serious side effects;
1688	(d) dosage;
1689	(e) contraindications;
1690	(f) safe storage;
1691	(g) information on when a product should not be used; and
1692	(h) other information the department deems appropriate in consultation with the
1693	cannabis processing facility that created the product.
1694	(43) "Pharmacy medical provider" means the medical provider required to be on site at a

1695	medical cannabis pharmacy under Section 26B-4-219.
1696	[(42)] (44) "Provisional patient card" means a card that:
1697	(a) the department issues to a minor with a qualifying condition for whom:
1698	(i) a recommending medical provider has recommended a medical cannabis
1699	treatment; and
1700	(ii) the department issues a medical cannabis guardian card to the minor's parent or
1701	legal guardian; and
1702	(b) is connected to the electronic verification system.
1703	[(43)] (45) "Qualified medical provider" means an individual:
1704	(a) who meets the recommending qualifications; and
1705	(b) whom the department registers to recommend treatment with cannabis in a medicinal
1706	dosage form under Section 26B-4-204.
1707	[(44)] (46) "Qualified Patient Enterprise Fund" means the enterprise fund created in Section
1708	26B-1-310.
1709	[(45)] (47) "Qualifying condition" means a condition described in Section 26B-4-203.
1710	[(46)] (48) "Recommend" or "recommendation" means, for a recommending medical
1711	provider, the act of suggesting the use of medical cannabis treatment, which:
1712	(a) certifies the patient's eligibility for a medical cannabis card; and
1713	(b) may include, at the recommending medical provider's discretion, directions of use,
1714	with or without dosing guidelines.
1715	[(47)] (49) "Recommending medical provider" means a qualified medical provider or a
1716	limited medical provider.
1717	[(48)] (50) "Recommending qualifications" means that an individual:
1718	(a)(i) has the authority to write a prescription;
1719	(ii) is licensed to prescribe a controlled substance under Title 58, Chapter 37, Utah
1720	Controlled Substances Act; and
1721	(iii) possesses the authority, in accordance with the individual's scope of practice, to
1722	prescribe a Schedule II controlled substance; and
1723	(b) is licensed as:
1724	(i) a podiatrist under Title 58, Chapter 5a, Podiatric Physician Licensing Act;
1725	(ii) an advanced practice registered nurse under Title 58, Chapter 31b, Nurse Practice
1726	Act;
1727	(iii) a physician under Title 58, Chapter 67, Utah Medical Practice Act, or Title 58,
1728	Chapter 68, Utah Osteopathic Medical Practice Act; or

1729	(iv) a physician assistant under Title 58, Chapter 70a, Utah Physician Assistant Act.
1730	[(49) "State central patient portal" means the website the department creates, in accordance
1731	with Section 26B-4-236, to facilitate patient safety, education, and an electronic medical
1732	eannabis order.]
1733	[(50)] (51) "State electronic verification system" means the system described in Section
1734	26B-4-202.
1735	[(51)] (52) "Targeted marketing" means the promotion by a qualified medical provider,
1736	medical clinic, or medical office that employs a qualified medical provider of a medical
1737	cannabis recommendation service using any of the following methods:
1738	(a) electronic communication to an individual who is at least 21 years old and has
1739	requested to receive promotional information;
1740	(b) an in-person marketing event that is held in an area where only an individual who is
1741	at least 21 years old may access the event;
1742	(c) other marketing material that is physically or digitally displayed in the office of the
1743	medical clinic or office that employs a qualified medical provider; or
1744	(d) a leaflet that a qualified medical provider, medical clinic, or medical office that
1745	employs a qualified medical provider shares with an individual who is at least 21
1746	years old.
1747	[(52)] (53) "Tetrahydrocannabinol" or "THC" means a substance derived from cannabis or a
1748	synthetic equivalent as described in Subsection 58-37-4(2)(a)(iii)(AA).
1749	[(53)] (54) "THC analog" means the same as that term is defined in Section 4-41-102.
1750	Section 21. Section 26B-4-202 is amended to read:
1751	26B-4-202 . Electronic verification system.
1752	(1) The Department of Agriculture and Food, the department, the Department of Public
1753	Safety, and the Division of Technology Services shall:
1754	(a) enter into a memorandum of understanding in order to determine the function and
1755	operation of the state electronic verification system in accordance with Subsection
1756	(2);
1757	(b) coordinate with the Division of Purchasing, under Title 63G, Chapter 6a, Utah
1758	Procurement Code, to develop a request for proposals for a third-party provider to
1759	develop and maintain the state electronic verification system in coordination with the
1760	Division of Technology Services; and
1761	(c) select a third-party provider who:
1762	(i) meets the requirements contained in the request for proposals issued under

1763	Subsection (1)(b); and
1764	(ii) may not have any commercial or ownership interest in a cannabis production
1765	establishment or a medical cannabis pharmacy.
1766	(2) The Department of Agriculture and Food, the department, the Department of Public
1767	Safety, and the Division of Technology Services shall ensure that the state electronic
1768	verification system described in Subsection (1):
1769	(a) allows an individual to apply for a medical cannabis patient card or, if applicable, a
1770	medical cannabis guardian card, provided that the card may not become active until:
1771	(i) the relevant qualified medical provider completes the associated medical cannabis
1772	recommendation; or
1773	(ii) for a medical cannabis card related to a limited medical provider's
1774	recommendation, the medical cannabis pharmacy completes the recording
1775	described in Subsection (2)(d);
1776	(b) allows an individual to apply to renew a medical cannabis patient card or a medical
1777	cannabis guardian card in accordance with Section 26B-4-213;
1778	(c) allows a qualified medical provider, or an employee described in Subsection (3)
1779	acting on behalf of the qualified medical provider, to:
1780	(i) access dispensing and card status information regarding a patient:
1781	(A) with whom the qualified medical provider has a provider-patient relationship;
1782	and
1783	(B) for whom the qualified medical provider has recommended or is considering
1784	recommending a medical cannabis card;
1785	(ii) electronically recommend treatment with [eannabis in a medicinal dosage form or
1786	a cannabis product in a medicinal dosage form] medical cannabis and optionally
1787	recommend dosing guidelines;
1788	(iii) electronically renew a recommendation to a medical cannabis patient cardholder
1789	or medical cannabis guardian cardholder:
1790	(A) using telehealth services, for the qualified medical provider who originally
1791	recommended a medical cannabis treatment during a face-to-face visit with the
1792	patient; or
1793	(B) during a face-to-face visit with the patient, for a qualified medical provider
1794	who did not originally recommend the medical cannabis treatment during a
1795	face-to-face visit; and
1796	(iv) submit an initial application, renewal application, or application payment on

1797	behalf of an individual applying for any of the following:
1798	(A) a medical cannabis patient card;
1799	(B) a medical cannabis guardian card; or
1800	(C) a medical cannabis caregiver card;
1801	(d) allows a medical cannabis pharmacy medical provider or medical cannabis pharmacy
1802	agent, in accordance with Subsection 4-41a-1101(10)(a), to:
1803	(i) access the electronic verification system to review the history within the system of
1804	a patient with whom the provider or agent is interacting, limited to read-only
1805	access for medical cannabis pharmacy agents unless the medical cannabis
1806	pharmacy's pharmacist in charge authorizes add and edit access;
1807	(ii) record a patient's recommendation from a limited medical provider, including any
1808	directions of use, dosing guidelines, or caregiver indications from the limited
1809	medical provider;
1810	(iii) record a limited medical provider's renewal of the provider's previous
1811	recommendation; and
1812	(iv) submit an initial application, renewal application, or application payment on
1813	behalf of an individual applying for any of the following:
1814	(A) a medical cannabis patient card;
1815	(B) a medical cannabis guardian card; or
1816	(C) a medical cannabis caregiver card;
1817	(e) connects with:
1818	(i) an inventory control system that a medical cannabis pharmacy uses to track in real
1819	time and archive purchases of any [eannabis in a medicinal dosage form, cannabis
1820	product in a medicinal dosage form,] medical cannabis or a medical cannabis
1821	device, including:
1822	(A) the time and date of each purchase;
1823	(B) the quantity and type of [eannabis, eannabis product,] medical cannabis or
1824	medical cannabis device purchased;
1825	(C) any cannabis production establishment, any medical cannabis pharmacy, or
1826	any medical cannabis courier associated with the [eannabis, eannabis product,]
1827	medical cannabis or medical cannabis device; and
1828	(D) the personally identifiable information of the medical cannabis cardholder
1829	who made the purchase; and
1830	(ii) any commercially available inventory control system that a cannabis production

1831	establishment utilizes in accordance with Section 4-41a-103 to use data that the
1832	Department of Agriculture and Food requires by rule, in accordance with Title
1833	63G, Chapter 3, Utah Administrative Rulemaking Act, from the inventory
1834	tracking system that a licensee uses to track and confirm compliance;
1835	(f) provides access to:
1836	(i) the department to the extent necessary to carry out the department's functions and
1837	responsibilities under this part;
1838	(ii) the Department of Agriculture and Food to the extent necessary to carry out the
1839	functions and responsibilities of the Department of Agriculture and Food under
1840	Title 4, Chapter 41a, Cannabis Production Establishments and Pharmacies; and
1841	(iii) the Division of Professional Licensing to the extent necessary to carry out the
1842	functions and responsibilities related to the participation of the following in the
1843	recommendation and dispensing of medical cannabis:
1844	(A) a podiatrist licensed under Title 58, Chapter 5a, Podiatric Physician Licensing
1845	Act;
1846	(B) a pharmacist licensed under Title 58, Chapter 17b, Pharmacy Practice Act;
1847	(C) an advanced practice registered nurse licensed under Title 58, Chapter 31b,
1848	Nurse Practice Act;
1849	(D) a physician licensed under Title 58, Chapter 67, Utah Medical Practice Act, or
1850	Title 58, Chapter 68, Utah Osteopathic Medical Practice Act; or
1851	(E) a physician assistant licensed under Title 58, Chapter 70a, Utah Physician
1852	Assistant Act;
1853	[(g) provides access to and interaction with the state central patient portal;]
1854	[(h)] (g) communicates dispensing information from a record that a medical cannabis
1855	pharmacy submits to the state electronic verification system under Subsection
1856	4-41a-1102(3)(a)(ii) to the controlled substance database;
1857	[(i)] (h) provides access to state or local law enforcement only to verify the validity of an
1858	individual's medical cannabis card for the administration of criminal justice and
1859	through a database used by law enforcement; and
1860	[(j)] (i) creates a record each time a person accesses the system that identifies the person
1861	who accesses the system and the individual whose records the person accesses.
1862	(3)(a) An employee of a qualified medical provider may access the electronic
1863	verification system for a purpose described in Subsection (2)(c) on behalf of the
1864	qualified medical provider if:

1865	(i) the qualified medical provider has designated the employee as an individual
1866	authorized to access the electronic verification system on behalf of the qualified
1867	medical provider;
1868	(ii) the qualified medical provider provides written notice to the department of the
1869	employee's identity and the designation described in Subsection (3)(a)(i); and
1870	(iii) the department grants to the employee access to the electronic verification
1871	system.
1872	(b) An employee of a business that employs a qualified medical provider may access the
1873	electronic verification system for a purpose described in Subsection (2)(c) on behalf
1874	of the qualified medical provider if:
1875	(i) the qualified medical provider has designated the employee as an individual
1876	authorized to access the electronic verification system on behalf of the qualified
1877	medical provider;
1878	(ii) the qualified medical provider and the employing business jointly provide written
1879	notice to the department of the employee's identity and the designation described
1880	in Subsection (3)(b)(i); and
1881	(iii) the department grants to the employee access to the electronic verification
1882	system.
1883	(4)(a) As used in this Subsection (4), "prescribing provider" means:
1884	(i) a podiatrist licensed under Title 58, Chapter 5a, Podiatric Physician Licensing Act
1885	(ii) an advanced practice registered nurse licensed under Title 58, Chapter 31b, Nurse
1886	Practice Act;
1887	(iii) a physician licensed under Title 58, Chapter 67, Utah Medical Practice Act, or
1888	Title 58, Chapter 68, Utah Osteopathic Medical Practice Act; or
1889	(iv) a physician assistant licensed under Title 58, Chapter 70a, Utah Physician
1890	Assistant Act.
1891	(b) A prescribing provider may access information in the electronic verification system
1892	regarding a patient the prescribing provider treats.
1893	(5) The department may release limited data that the system collects for the purpose of:
1894	(a) conducting medical and other department approved research;
1895	(b) providing the report required by Section 26B-4-222; and
1896	(c) other official department purposes.
1897	(6) The department shall make rules, in accordance with Title 63G, Chapter 3, Utah
1898	Administrative Rulemaking Act, to establish:

1899	(a) the limitations on access to the data in the state electronic verification system as
1900	described in this section; and
1901	(b) standards and procedures to ensure accurate identification of an individual requesting
1902	information or receiving information in this section.
1903	(7) Any person who negligently or recklessly releases any information in the state
1904	electronic verification system in violation of this section is guilty of a class C
1905	misdemeanor.
1906	(8) Any person who obtains or attempts to obtain information from the state electronic
1907	verification system by misrepresentation or fraud is guilty of a third degree felony.
1908	(9)(a) Except as provided in Subsections (9)(c) and (9)(e), a person may not knowingly
1909	and intentionally use, release, publish, or otherwise make available to any other
1910	person information obtained from the state electronic verification system for any
1911	purpose other than a purpose specified in this section.
1912	(b) Each separate violation of this Subsection (9) is:
1913	(i) a third degree felony; and
1914	(ii) subject to a civil penalty not to exceed \$5,000.
1915	(c) A law enforcement officer who uses the database used by law enforcement to access
1916	information in the electronic verification system for a reason that is not the
1917	administration of criminal justice is guilty of a class B misdemeanor.
1918	(d) The department shall determine a civil violation of this Subsection (9) in accordance
1919	with Title 63G, Chapter 4, Administrative Procedures Act.
1920	(e) Civil penalties assessed under this Subsection (9) shall be deposited into the General
1921	Fund.
1922	(f) This Subsection (9) does not prohibit a person who obtains information from the state
1923	electronic verification system under Subsection (2)(a), (c), or (f) from:
1924	(i) including the information in the person's medical chart or file for access by a
1925	person authorized to review the medical chart or file;
1926	(ii) providing the information to a person in accordance with the requirements of the
1927	Health Insurance Portability and Accountability Act of 1996; or
1928	(iii) discussing or sharing that information about the patient with the patient.
1929	Section 22. Section <b>26B-4-214</b> is amended to read:
1930	26B-4-214 . Medical cannabis caregiver card Registration Renewal
1931	Revocation.
1932	(1)(a) A cardholder described in Section 26B-4-213 may designate, through the state

1933	central patient portal, up to two individuals, or an individual and a facility in
1934	accordance with Subsection (1)(b), to serve as a designated caregiver for the
1935	cardholder.
1936	(b)(i) A cardholder described in Section 26B-4-213 may designate one of the
1937	following types of facilities as one of the caregivers described in Subsection (1)(a):
1938	(A) for a patient or resident, an assisted living facility, as that term is defined in
1939	Section 26B-2-201;
1940	(B) for a patient or resident, a nursing care facility, as that term is defined in
1941	Section 26B-2-201; or
1942	(C) for a patient, a general acute hospital, as that term is defined in Section
1943	26B-2-201.
1944	(ii) A facility may:
1945	(A) assign one or more employees to assist patients with medical cannabis
1946	treatment under the caregiver designation described in this Subsection (1)(b);
1947	and
1948	(B) receive a medical cannabis shipment from a medical cannabis pharmacy or a
1949	medical cannabis courier on behalf of the medical cannabis cardholder within
1950	the facility who designated the facility as a caregiver.
1951	(iii) The department shall make rules to regulate the practice of facilities and facility
1952	employees serving as designated caregivers under this Subsection (1)(b).
1953	(c) A parent or legal guardian described in Subsection 26B-4-213(2)(d), in consultation
1954	with the minor and the minor's qualified medical provider, may designate[, through
1955	the state central patient portal,] up to two individuals to serve as a designated
1956	caregiver for the minor, if the department determines that the parent or legal guardian
1957	is not eligible for a medical cannabis guardian card under Section 26B-4-213.
1958	(d)(i) Upon the entry of a caregiver designation under this Subsection (1) by a patient
1959	with a terminal illness described in Section 26B-4-203, the department shall issue
1960	to the designated caregiver an electronic conditional medical cannabis caregiver
1961	card, in accordance with this Subsection (1)(d).
1962	(ii) A conditional medical cannabis caregiver card is valid for the lesser of:
1963	(A) 60 days; or
1964	(B) the day on which the department completes the department's review and issues
1965	a medical cannabis caregiver card under Subsection (1)(a), denies the patient's
1966	medical cannabis caregiver card application, or revokes the conditional

1967	medical cannabis caregiver card under <u>Section</u> 26B-4-246.
1968	(iii) The department may issue a conditional medical cannabis card to an individual
1969	applying for a medical cannabis patient card for which approval of the
1970	Compassionate Use Board is not required.
1971	(iv) An individual described in Subsection (1)(b)(iii) has the rights, restrictions, and
1972	obligations under law applicable to a holder of the medical cannabis card for
1973	which the individual applies and for which the department issues the conditional
1974	medical cannabis card.
1975	(2) An individual that the department registers as a designated caregiver under this section
1976	and a facility described in Subsection (1)(b):
1977	(a) for an individual designated caregiver, may carry a valid medical cannabis caregiver
1978	card;
1979	(b) in accordance with this part, may purchase, possess, transport, or assist the patient in
1980	the use of [eannabis in a medicinal dosage form, a cannabis product in a medicinal
1981	dosage form,] medical cannabis or a medical cannabis device on behalf of the
1982	designating medical cannabis cardholder;
1983	(c) may not charge a fee to an individual to act as the individual's designated caregiver
1984	or for a service that the designated caregiver provides in relation to the role as a
1985	designated caregiver; and
1986	(d) may accept reimbursement from the designating medical cannabis cardholder for
1987	direct costs the designated caregiver incurs for assisting with the designating
1988	cardholder's medicinal use of cannabis.
1989	(3)(a) The department shall:
1990	(i) within 15 days after the day on which an individual submits an application in
1991	compliance with this section, issue a medical cannabis card to the applicant if the
1992	applicant:
1993	(A) is designated as a caregiver under Subsection (1);
1994	(B) is eligible for a medical cannabis caregiver card under Subsection (4); and
1995	(C) complies with this section; and
1996	(ii) notify the Department of Public Safety of each individual that the department
1997	registers as a designated caregiver.
1998	(b) The department shall ensure that a medical cannabis caregiver card contains the
1999	information described in Subsections (5)(b) and (3)(c)(i).
2000	(c) If a cardholder described in Section 26B-4-213 designates an individual as a

2001	caregiver who already holds a medical cannabis caregiver card, the individual with
2002	the medical cannabis caregiver card:
2003	(i) shall report to the department the information required of applicants under
2004	Subsection (5)(b) regarding the new designation;
2005	(ii) if the individual makes the report described in Subsection (3)(c)(i), is not required
2006	to file an application for another medical cannabis caregiver card;
2007	(iii) may receive an additional medical cannabis caregiver card in relation to each
2008	additional medical cannabis patient who designates the caregiver; and
2009	(iv) is not subject to an additional background check.
2010	(4) An individual is eligible for a medical cannabis caregiver card if the individual:
2011	(a) is at least 21 years old;
2012	(b) is a Utah resident;
2013	(c) pays to the department a fee in an amount that, subject to Subsection 26B-1-310(5),
2014	the department sets in accordance with Section 63J-1-504, plus the cost of the
2015	criminal background check described in Section 26B-4-215; and
2016	(d) signs an acknowledgment stating that the applicant received the information
2017	described in Subsection 26B-4-213(9)[-].
2018	(5) An eligible applicant for a medical cannabis caregiver card shall:
2019	(a) submit an application for a medical cannabis caregiver card to the department
2020	through an electronic application connected to the state electronic verification
2021	system; and
2022	(b) submit the following information in the application described in Subsection (5)(a):
2023	(i) the applicant's name, gender, age, and address;
2024	(ii) the name, gender, age, and address of the cardholder described in Section
2025	26B-4-213 who designated the applicant;
2026	(iii) if a medical cannabis guardian cardholder designated the caregiver, the name,
2027	gender, and age of the minor receiving a medical cannabis treatment in relation to
2028	the medical cannabis guardian cardholder; and
2029	(iv) any additional information that the department requests to assist in matching the
2030	application with the designating medical cannabis patient.
2031	(6) Except as provided in Subsection (6)(b), a medical cannabis caregiver card that the
2032	department issues under this section is valid for the lesser of:
2033	(a) an amount of time that the cardholder described in Section 26B-4-213 who
2034	designated the caregiver determines; or

2035	(b) the amount of time remaining before the card of the cardholder described in Section
2036	26B-4-213 expires.
2037	(7)(a) If a designated caregiver meets the requirements of Subsection (4), the designated
2038	caregiver's medical cannabis caregiver card renews automatically at the time the
2039	cardholder described in Section 26B-4-213 who designated the caregiver:
2040	(i) renews the cardholder's card; and
2041	(ii) renews the caregiver's designation, in accordance with Subsection (7)(b).
2042	(b) The department shall provide a method in the card renewal process to allow a
2043	cardholder described in Section 26B-4-213 who has designated a caregiver to:
2044	(i) signify that the cardholder renews the caregiver's designation;
2045	(ii) remove a caregiver's designation; or
2046	(iii) designate a new caregiver.
2047	(8) The department shall record the issuance or revocation of a medical cannabis card under
2048	this section in the controlled substance database.
2049	Section 23. Section 26B-4-222 is amended to read:
2050	26B-4-222 . Report.
2051	(1) By the November interim meeting each year, the department shall report to the Health
2052	and Human Services Interim Committee on:
2053	(a) the number of applications and renewal applications filed for medical cannabis cards;
2054	(b) the number of qualifying patients and designated caregivers;
2055	(c) the nature of the debilitating medical conditions of the qualifying patients;
2056	(d) the age and county of residence of cardholders;
2057	(e) the number of medical cannabis cards revoked;
2058	(f) the number of practitioners providing recommendations for qualifying patients;
2059	(g) the number of license applications and renewal license applications received;
2060	(h) the number of licenses the department has issued in each county;
2061	(i) the number of licenses the department has revoked;
2062	(j) the quantity of medical cannabis shipments[-that the state central patient portal
2063	facilitates];
2064	(k) the number of overall purchases of medical cannabis [and medical cannabis products-]
2065	from each medical cannabis pharmacy;
2066	(l) the expenses incurred and revenues generated from the medical cannabis program;
2067	and
2068	(m) an analysis of product availability in medical cannabis pharmacies in consultation

2069	with the Department of Agriculture and Food.
2070	(2) The report shall include information provided by the Center for Medical Cannabis
2071	Research described in Section 53B-17-1402.
2072	(3) The department may not include personally identifying information in the report
2073	described in this section.
2074	(4) The department shall report to the working group described in Section 36-12-8.2 as
2075	requested by the working group.
2076	Section 24. Section <b>26B-4-243</b> is amended to read:
2077	26B-4-243 . Guidance for treatment with medical cannabis.
2078	The department, in consultation with the Center for Medical Cannabis Research created
2079	in Section 53B-17-1402, shall:
2080	(1) develop evidence-based guidance for treatment with medical cannabis based on the
2081	latest medical research that shall include:
2082	(a) for each qualifying condition, a summary of the latest medical research regarding the
2083	treatment of the qualifying condition with medical cannabis;
2084	(b) risks, contraindications, side effects, and adverse reactions that are associated with
2085	medical cannabis use; and
2086	(c) potential drug interactions between medical cannabis and medications that have been
2087	approved by the United States Food and Drug Administration; [-and]
2088	(2) educate recommending medical providers, pharmacy medical providers, medical
2089	cannabis cardholders, and the public regarding:
2090	(a) the evidence-based guidance for treatment with medical cannabis described in
2091	Subsection (1)(a);
2092	(b) relevant warnings and safety information related to medical cannabis use; and
2093	(c) other topics related to medical cannabis use as determined by the department[-]; and
2094	(3) develop patient product information inserts for medical cannabis products in
2095	consultation with the cannabis processing facility that created the product and does not
2096	contain proprietary information about the product.
2097	Section 25. Section <b>26B-4-247</b> is amended to read:
2098	26B-4-247 . Department coordination.
2099	(1) The department shall:
2100	[(1)] (a) provide draft rules made under this chapter to the:
2101	(i) [-]advisory board for the advisory board's review; and
2102	(ii) medical cannabis ombudsman;

2103	[(2)] (b) consult with the advisory board regarding:
2104	[(a)] (i) patient education; and
2105	[(b)] (ii) fees set by the department that pertain to the medical cannabis program; and
2106	[(3)] (c) when appropriate, consult with the advisory board regarding issues that arise in
2107	the medical cannabis program.
2108	(2)(a) The department may not file a rule under Title 63G, Chapter 3, Utah
2109	Administrative Rulemaking Act, unless the medical cannabis ombudsman agrees the
2110	rule should be filed.
2111	(b) The 180 day rulemaking deadline described in Subsection 63G-3-301(14) is tolled
2112	while a rule is reviewed by the medical cannabis ombudsman.
2113	Section 26. Section 26B-4-248 is enacted to read:
2114	<u>26B-4-248</u> . Medical cannabis sales website.
2115	(1) The department shall issue a request for proposals to establish and maintain a medical
2116	cannabis sales website that:
2117	(a) is accessible to medical cannabis cardholders;
2118	(b) allows a cannabis processing facility to list a medical cannabis product on the
2119	website, including:
2120	(i) the product's name;
2121	(ii) the amount of inventory the cannabis processing facility has of the product;
2122	(iii) a short description of the product provided by the cannabis processing facility;
2123	(iv) the product's intended use, dosage, and relevant warnings; and
2124	(v) laboratory test results;
2125	(c) allows a medical cannabis cardholder to request a medical cannabis pharmacy to
2126	fulfill an order; and
2127	(d) notifies a medical cannabis pharmacy when an order has been requested.
2128	(2)(a) A medical cannabis pharmacy notified under Subsection (1)(d) shall contact the
2129	medical cannabis cardholder to inform the cardholder regarding whether the
2130	pharmacy will fulfill the order.
2131	(b) If the medical cannabis pharmacy agrees to fulfill the order, the medical cannabis
2132	pharmacy may:
2133	(i) set a price for the product;
2134	(ii) determine whether the pharmacy will provide home delivery if authorized to
2135	provide home delivery under Title 4, Chapter 41a, Cannabis Production
2136	Establishments and Pharmacies; and

2137	(iii) set a delivery fee if the product will be delivered to the cardholder.
2138	(c) If a medical cannabis pharmacy needs to order a medical cannabis product from a
2139	cannabis processing facility to fulfill an order under this section:
2140	(i) the medical cannabis pharmacy shall notify the cannabis processing facility that
2141	produces the product; and
2142	(ii) the cannabis processing facility shall provide the medical cannabis product to the
2143	medical cannabis pharmacy within 15 business days from the day on which the
2144	medical cannabis pharmacy notifies the cannabis processing facility under
2145	Subsection (2)(c)(i).
2146	(3) The department shall provide a link to the medical cannabis sales website on the
2147	department's website.
2148	(4) The department may not respond to the request for proposals described in Subsection (1).
2149	(5) The website shall begin operation on or before January 1, 2026.
2150	Section 27. Section 26B-4-249 is enacted to read:
2151	26B-4-249 . Medical cannabis ombudsman Duties Appeals.
2152	(1)(a) There is created a medical cannabis ombudsman within the Office of Ombuds
2153	within the department.
2154	(b) The department shall consult with the Department of Agriculture and Food regarding
2155	the selection of the medical cannabis ombudsman.
2156	(c) The medical cannabis ombudsman or an immediate family member of the medical
2157	cannabis ombudsman may not have an ownership interest in a cannabis production
2158	establishment or medical cannabis pharmacy.
2159	(2) The ombudsman shall:
2160	(a) develop and maintain expertise in laws and policies governing the rights and
2161	privileges of patients who hold medical cannabis cards;
2162	(b) provide training and information to private citizens, civic groups, governmental
2163	entities, and other interested parties across the state regarding:
2164	(i) the role and duties of the ombudsman; and
2165	(ii) the rights and privileges of medical cannabis patients;
2166	(c) develop a website to provide the information described in Subsection (2)(b) in a form
2167	that is easily accessible;
2168	(d) review proposed rules that are created under Title 4, Chapter 41a, Cannabis
2169	Production Establishments and Pharmacies, and Title 26B, Chapter 4, Part 2,
2170	Cannabinoid Research and Medical Cannabis;

2171	(e) cooperate and coordinate with governmental entities and other organizations in the
2172	community in exercising the duties under this section; and
2173	(f) as appropriate, make recommendations to the Department of Agriculture and Food
2174	and the department regarding the creation or modification of rules that the
2175	ombudsman considers necessary to carry out the ombudsman's duties under this
2176	section.
2177	(3)(a) The ombudsman shall:
2178	(i) determine which entities receive licenses:
2179	(A) under Section 4-41a-1005 in consultation with the Department of Agriculture
2180	and Food and in accordance with Section 4-41a-1005; and
2181	(B) described in this Subsection (3); and
2182	(ii) inform the Department of Agriculture and Food of the selections.
2183	(b)(i) Subject to the requirements of this Subsection (3) and the criteria established
2184	for obtaining a medical cannabis pharmacy license under Title 4, Chapter 41a,
2185	Cannabis Production Establishments and Pharmacies, the ombudsman shall:
2186	(A) before January 1, 2026, select one entity to receive a medical cannabis
2187	pharmacy license; and
2188	(B) before January 1, 2027, but not before January 1, 2026, select one entity to
2189	receive a medical cannabis pharmacy license.
2190	(ii) When selecting entities under this Subsection (3), if there is a conflict between
2191	the criteria established for obtaining a medical cannabis pharmacy license under
2192	Title 4, Chapter 41a, Cannabis Production Establishments and Pharmacies, and
2193	this section, this section controls.
2194	(c) For the license described in Subsection (3)(b)(i)(A), the ombudsman may not select
2195	an entity:
2196	(i) that owns any interest in or operates a medical cannabis production establishment;
2197	<u>or</u>
2198	(ii) that is owned, partially or entirely, or operated by a medical cannabis production
2199	<u>establishment.</u>
2200	(d) The ombudsman:
2201	(i) may not select an entity to receive a license under this Subsection (3) if the entity
2202	owns a financial interest in a medical cannabis pharmacy or is owned by an entity
2203	that owns a financial interest in a medical cannabis pharmacy; and
2204	(ii) shall select an entity that will site a medical cannabis pharmacy license issued

2205	under this Subsection (3) in an area:
2206	(A) designated as a medically underserved area as determined by the federal
2207	Health Resources and Services Administration; and
2208	(B) located in a county of the third, fourth, fifth, or sixth class.
2209	(e) A license described in this Subsection (3) may not be transferred to another entity
2210	unless that entity meets the requirements of Subsections (3)(c) and (3)(d) that the
2211	transferring entity met when obtaining the license.
2212	(4)(a) The ombudsman shall contract with a nonprofit entity that provides assistance to
2213	medical cannabis cardholders for purchasing medical cannabis or a medical cannabis
2214	device.
2215	(b) Subject to available funds, the contracted nonprofit entity may provide monthly \$150
2216	vouchers to a medical cannabis pharmacy as part of the program described in this
2217	Subsection (4).
2218	(c) A medical cannabis patient is eligible for the program if the individual is:
2219	(i) an active medical cannabis cardholder patient; and
2220	(ii) enrolled in Medicaid or Medicare.
2221	(d) The ombudsman may make rules to effectuate the program described in this
2222	Subsection (4) in accordance with Title 63G, Chapter 4, Administrative Procedures
2223	Act.
2224	(e) A contracted nonprofit entity shall provide the ombudsman an accounting each
2225	quarter of:
2226	(i) how money was used; and
2227	(ii) other metrics determined relevant by the ombudsman.
2228	(5)(a) The ombudsman shall hear all appeals for administrative action taken under Title
2229	4, Chapter 41a, Cannabis Production Establishments and Pharmacies as an informal
2230	proceeding under Title 63G, Chapter 4, Administrative Procedures Act.
2231	(b) The ombudsman shall create rules for hearing appeals in accordance with Title 63G,
2232	Chapter 3, Utah Administrative Rulemaking Act.
2233	(6) Before August 1, 2026, and each year thereafter, the ombudsman shall provide a report
2234	to the Medical Cannabis Governance Structure Working Group created in Section
2235	36-12-8.2 regarding:
2236	(a) the number of appeals heard under Subsection (5);
2237	(b) the number of patients served under Subsection (4); and
2238	(c) policy recommendations related to the medical cannabis program.

- Section 28. Section **63I-2-204** is amended to read:
- 2240 **63I-2-204** . Repeal dates: Title 4.
- 2241 (1) Section 4-11-117, Beekeeping working group -- Development of standards, is repealed
- 2242 May 1, 2025.
- 2243 (2) Subsection 4-41a-102(6), regarding the Cannabis Research Review Board, is repealed
- 2244 July 1, [<del>2026</del>] <u>2025</u>.
- 2245 (3) Section 4-46-104, Transition, is repealed July 1, 2024.
- Section 29. Section **63I-2-226** is amended to read:
- 2247 **63I-2-226** . Repeal dates: Titles 26 through 26B.
- 2248 (1) Section 26B-1-241, Tardive dyskinesia, is repealed July 1, 2024.
- 2249 (2) Section 26B-1-302, National Professional Men's Basketball Team Support of Women
- and Children Issues Restricted Account, is repealed July 1, 2024.
- 2251 (3) Section 26B-1-309, Medicaid Restricted Account, is repealed July 1, 2024.
- 2252 (4) Section 26B-1-313, Cancer Research Restricted Account, is repealed July 1, 2024.
- 2253 (5) Section 26B-1-420, Cannabis Research Review Board, is repealed July 1, [2026] 2025.
- 2254 (6) Subsection 26B-1-421(9)(a), regarding a report to the Cannabis Research Review
- 2255 Board, is repealed July 1, [<del>2026</del>] <u>2025</u>.
- 2256 (7) Section 26B-1-423, Rural Physician Loan Repayment Program Advisory Committee --
- 2257 Membership -- Compensation -- Duties, is repealed July 1, 2026.
- 2258 (8) Section 26B-2-243, Data collection and reporting requirements concerning incidents of
- abuse, neglect, or exploitation, is repealed July 1, 2027.
- 2260 (9) Section 26B-3-142, Long-acting injectables, is repealed July 1, 2024.
- 2261 (10) Subsection 26B-3-215(5), regarding reporting on coverage for in vitro fertilization and
- genetic testing, is repealed July 1, 2030.
- 2263 (11) Subsection 26B-4-201(5), regarding the Cannabis Research Review Board, is repealed
- 2264 July 1, [<del>2026</del>] 2025.
- 2265 (12) Subsection 26B-4-212(1)(b), regarding the Cannabis Research Review Board, is
- 2266 repealed July 1, [<del>2026</del>] 2025.
- 2267 (13) Section 26B-4-702, Creation of Utah Health Care Workforce Financial Assistance
- Program, is repealed July 1, 2027.
- 2269 (14) Subsection 26B-4-703(3)(b), regarding per diem and expenses for the Rural Physician
- 2270 Loan Repayment Program Advisory Committee, is repealed July 1, 2026.
- 2271 (15) Subsection 26B-4-703(3)(c), regarding expenses for the Rural Physician Loan
- 2272 Repayment Program, is repealed July 1, 2026.

- 2273 (16) Subsection 26B-4-703(6)(b), regarding recommendations from the Rural Physician
- Loan Repayment Program Advisory Committee, is repealed July 1, 2026.
- 2275 (17) Section 26B-5-117, Early childhood mental health support grant program, is repealed
- 2276 January 2, 2025.
- 2277 (18) Section 26B-5-302.5, Study concerning civil commitment and the Utah State Hospital,
- 2278 is repealed July 1, 2025.
- 2279 (19) Section 26B-6-414, Respite care services, is repealed July 1, 2025.
- 2280 (20) Section 26B-7-120, Invisible condition alert program education and outreach, is
- 2281 repealed July 1, 2025.
- Section 30. Section **63I-2-236** is amended to read:
- 2283 **63I-2-236** . Repeal dates: Title 36.
- 2284 (1) Section 36-12-8.2, Medical cannabis governance structure working group, is repealed
- 2285 July 1, [<del>2025</del>] <u>2026</u>.
- 2286 (2) Section 36-29-107.5, Murdered and Missing Indigenous Relatives Task Force --
- 2287 Creation -- Membership -- Quorum -- Compensation -- Staff -- Vacancies -- Duties --
- Interim report, is repealed November 30, 2024.
- 2289 (3) Section 36-29-109, Utah Broadband Center Advisory Commission, is repealed
- 2290 November 30, 2027.
- 2291 (4) Section 36-29-110, Blockchain and Digital Innovation Task Force, is repealed
- 2292 November 30, 2024.
- Section 31. **Repealer.**
- This bill repeals:
- Section 4-41a-801.1, Enforcement for medical cannabis pharmacies and couriers -- Fine
- 2296 **-- Citation.**
- 2297 Section 26B-4-236, State central patient portal -- Department duties.
- 2298 Section **4-41a-1104**, **Advertising**.
- 2299 Section **4-41a-403**, **Advertising**.
- 2300 Section **4-41a-604**, **Advertising**.
- Section 32. **Effective Date.**
- 2302 This bill takes effect on May 7, 2025.