Evan J. Vickers proposes the following substitute bill:

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Medical Cannabis Amendments

2025 GENERAL SESSION STATE OF UTAH

Chief Sponsor: Evan J. Vickers

House Sponsor: Walt Brooks

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LONG TITLE

4 General Description:

This bill amends provisions related to medical cannabis.

6 **Highlighted Provisions:**

- 7 This bill:
- 8 amends surveillance requirements;
- 9 allows the Cannabis Production Establishment and Pharmacy Licensing Advisory Board
- 10 (licensing board) to renew or approve medical cannabis courier licenses;
- 11 allows the licensing board to renew licenses as necessary instead of only in December;
- 12 amends reporting requirements;
- 13 limits the number of licenses that the Department of Agriculture and Food (department)
- may issue for cannabis processing facilities;
- 15 allows the department to issue letters of concern;
- removes the requirement that pharmacy and courier agent registration cards include the agent's employer on the card;
 - allows for medical cannabis cardholders to bring their own opaque bag or box to transport medical cannabis from the pharmacy;
 - requires medical cannabis pharmacies and couriers to report a change in ownership at least 45 days before the change occurs;
- requires qualified medical provider employee proxies to complete a course on health information privacy;
 - removes certain information from the medical cannabis card;
- 25 repeals provisions related to the Division of Finance and the medical cannabis program;
- 26 aligns continuing education provisions of qualified medical providers and pharmacy
- 27 medical providers;
 - authorizes the creation of patient product information inserts;

- 29 moves the repeal date for the Cannabis Research Review Board earlier one year;
- extends the repeal date for the Medical Cannabis Governance Structure Working Group;
- includes a coordination clause with H.B. 21, Criminal Code Recodification and Cross
- References, to align a definition and cross reference; and
- makes technical and conforming changes.
- 34 Money Appropriated in this Bill:
- 35 None
- **Other Special Clauses:**
- This bill provides a coordination clause.
- 38 Utah Code Sections Affected:
- 39 AMENDS:
- 40 **4-41a-102**, as last amended by Laws of Utah 2024, Chapters 217, 238 and 240
- 41 **4-41a-103**, as last amended by Laws of Utah 2023, Chapter 327
- 42 **4-41a-201**, as last amended by Laws of Utah 2024, Chapter 217
- 43 **4-41a-201.1**, as last amended by Laws of Utah 2024, Chapter 217
- 44 **4-41a-205**, as last amended by Laws of Utah 2020, Chapter 12
- 45 **4-41a-401**, as last amended by Laws of Utah 2024, Chapter 217
- 46 4-41a-801, as renumbered and amended by Laws of Utah 2018, Third Special Session,
- 47 Chapter 1
- 48 **4-41a-802**, as last amended by Laws of Utah 2024, Chapter 217
- 49 **4-41a-1001**, as last amended by Laws of Utah 2024, Chapters 217, 238 and 240
- **4-41a-1005**, as last amended by Laws of Utah 2024, Chapter 217
- **4-41a-1101**, as last amended by Laws of Utah 2024, Chapter 217
- **4-41a-1102**, as last amended by Laws of Utah 2024, Chapters 217, 240
- 53 **4-41a-1106**, as last amended by Laws of Utah 2024, Chapter 217
- 54 **4-41a-1202**, as last amended by Laws of Utah 2024, Chapters 217, 240
- 4-41a-1204, as last amended by Laws of Utah 2023, Chapter 317 and renumbered and
- amended by Laws of Utah 2023, Chapters 273, 307 and last amended by Coordination Clause,
- Laws of Utah 2023, Chapter 307
- 58 **26B-1-435**, as last amended by Laws of Utah 2024, Chapters 238, 240
- 59 **26B-4-201**, as last amended by Laws of Utah 2024, Chapters 217, 240
- 60 **26B-4-202**, as last amended by Laws of Utah 2024, Chapters 217, 240
- 61 **26B-4-204**, as last amended by Laws of Utah 2024, Chapter 217
- 62 **26B-4-213**, as last amended by Laws of Utah 2024, Chapters 217, 240

- 63 **26B-4-219**, as last amended by Laws of Utah 2024, Chapter 507
- **26B-4-222**, as last amended by Laws of Utah 2024, Chapter 240
- 65 **26B-4-243**, as enacted by Laws of Utah 2023, Chapter 281
- 66 **63I-2-204**, as last amended by Laws of Utah 2024, Third Special Session, Chapter 5
- 67 **63I-2-226**, as last amended by Laws of Utah 2024, Third Special Session, Chapter 5
- 68 **63I-2-236**, as last amended by Laws of Utah 2024, Third Special Session, Chapter 5
- 69 REPEALS:

- 4-41a-108, as renumbered and amended by Laws of Utah 2023, Chapters 273, 307 and
- 71 last amended by Coordination Clause, Laws of Utah 2023, Chapter 307
- 4-41a-801.1, as renumbered and amended by Laws of Utah 2023, Chapters 273, 307 and
- last amended by Coordination Clause, Laws of Utah 2023, Chapter 307
- 74 Utah Code Sections affected by Coordination Clause:
- **4-41a-102**, as last amended by Laws of Utah 2024, Chapters 217, 238 and 240
- 77 Be it enacted by the Legislature of the state of Utah:
- 78 The following section is affected by a coordination clause at the end of this bill.
- 79 Section 1. Section **4-41a-102** is amended to read:
- **4-41a-102** . **Definitions**.
- As used in this chapter:
- 82 (1) "Adulterant" means any poisonous or deleterious substance in a quantity that may be
- 83 injurious to health, including:
- 84 (a) pesticides;
- 85 (b) heavy metals;
- 86 (c) solvents;
- 87 (d) microbial life:
- 88 (e) artificially derived cannabinoid;
- 89 (f) toxins; or
- 90 (g) foreign matter.
- 91 (2) "Advertise" or "advertising" means information provided by a person in any medium:
- 92 (a) to the public; and
- 93 (b) that is not age restricted to an individual who is at least 21 years old.
- 94 (3) "Advisory board" means the Medical Cannabis Policy Advisory Board created in
- 95 Section 26B-1-435.
- 96 (4)(a) "Anticompetitive business practice" [means any practice that reduces the amount

97	of competition in the medical cannabis market that would be considered an attempt to
98	monopolize, as defined in Section 76-10-3103] means any practice that is an illegal
99	anticompetitive activity under Section 76-10-3104.
100	(b) "Anticompetitive business practice" may include:
101	(i) agreements that may be considered unreasonable when competitors interact to the
102	extent that they are:
103	(A) no longer acting independently; or
104	(B) when collaborating are able to wield market power together;
105	(ii) monopolizing or attempting to monopolize trade by:
106	(A) acting to maintain or acquire a dominant position in the market; or
107	(B) preventing new entry into the market; or
108	(iii) other conduct outlined in rule.
109	(5)(a) "Artificially derived cannabinoid" means a chemical substance that is created by a
110	chemical reaction that changes the molecular structure of any chemical substance
111	derived from the cannabis plant.
112	(b) "Artificially derived cannabinoid" does not include:
113	(i) a naturally occurring chemical substance that is separated from the cannabis plant
114	by a chemical or mechanical extraction process; or
115	(ii) a cannabinoid that is produced by decarboxylation from a naturally occurring
116	cannabinoid acid without the use of a chemical catalyst.
117	(6) "Cannabis Research Review Board" means the Cannabis Research Review Board
118	created in Section 26B-1-420.
119	(7) "Cannabis" means the same as that term is defined in Section 26B-4-201.
120	(8) "Cannabis concentrate" means:
121	(a) the product of any chemical or physical process applied to naturally occurring
122	biomass that concentrates or isolates the cannabinoids contained in the biomass; and
123	(b) any amount of a natural cannabinoid or artificially derived cannabinoid in an
124	artificially derived cannabinoid's purified state.
125	(9) "Cannabis cultivation byproduct" means any portion of a cannabis plant that is not
126	intended to be sold as a cannabis plant product.
127	(10) "Cannabis cultivation facility" means a person that:
128	(a) possesses cannabis;
129	(b) grows or intends to grow cannabis; and
130	(c) sells or intends to sell cannabis to a cannabis cultivation facility, a cannabis

131	processing fa	acility, or a	medical canna	bis research licer	isee.
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- 132 (11) "Cannabis cultivation facility agent" means an individual who
- holds a valid cannabis production establishment agent registration card with a cannabis
- cultivation facility designation.
- 135 (12) "Cannabis derivative product" means a product made using cannabis concentrate.
- 136 (13) "Cannabis plant product" means any portion of a cannabis plant intended to be sold in
- a form that is recognizable as a portion of a cannabis plant.
- 138 (14) "Cannabis processing facility" means a person that:
- (a) acquires or intends to acquire cannabis from a cannabis production establishment;
- (b) possesses cannabis with the intent to manufacture a cannabis product;
- (c) manufactures or intends to manufacture a cannabis product from unprocessed
- cannabis or a cannabis extract; and
- (d) sells or intends to sell a cannabis product to a medical cannabis pharmacy or a
- medical cannabis research licensee.
- 145 (15) "Cannabis processing facility agent" means an individual who
- holds a valid cannabis production establishment agent registration card with a cannabis
- processing facility designation.
- 148 (16) "Cannabis product" means the same as that term is defined in Section 26B-4-201.
- 149 (17) "Cannabis production establishment" means a cannabis cultivation facility, a cannabis
- processing facility, or an independent cannabis testing laboratory.
- 151 (18) "Cannabis production establishment agent" means a cannabis cultivation facility agent,
- a cannabis processing facility agent, or an independent cannabis testing laboratory agent.
- 153 (19) "Cannabis production establishment agent registration card" means a registration card
- that the department issues that:
- (a) authorizes an individual to act as a cannabis production establishment agent; and
- (b) designates the type of cannabis production establishment for which an individual is
- authorized to act as an agent.
- 158 (20) "Closed-door medical cannabis pharmacy" means a facility operated by a home
- delivery medical cannabis pharmacy for delivering cannabis or a medical cannabis
- product.
- 161 (21) "Community location" means a public or private elementary or secondary school, a
- 162 church, a public library, a public playground, or a public park.
- 163 (22) "Cultivation space" means, quantified in square feet, the horizontal area in which a
- 164 cannabis cultivation facility cultivates cannabis, including each level of horizontal area

- 165 if the cannabis cultivation facility hangs, suspends, stacks, or otherwise positions plants 166 above other plants in multiple levels. 167 (23) "Delivery address" means: (a) for a medical cannabis cardholder who is not a facility: 168 (i) the medical cannabis cardholder's home address; or 169 170 (ii) an address designated by the medical cannabis cardholder that: 171 (A) is the medical cannabis cardholder's workplace; and 172 (B) is not a community location; or 173 (b) for a medical cannabis cardholder that is a facility, the facility's address. 174 (24) "Department" means the Department of Agriculture and Food. 175 (25) "Family member" means a parent, step-parent, spouse, child, sibling, step-sibling, 176 uncle, aunt, nephew, niece, first cousin, mother-in-law, father-in-law, brother-in-law, 177 sister-in-law, son-in-law, daughter-in-law, grandparent, or grandchild. 178 (26) "Government issued photo identification" means the same as that term is defined in 179 Section 26B-4-201, including expired identification in accordance with Section 180 26B-4-244. 181 (27) "Home delivery medical cannabis pharmacy" means a medical cannabis pharmacy that 182 the department authorizes, as part of the pharmacy's license, to deliver medical cannabis 183 shipments to a delivery address to fulfill electronic orders that the state central patient 184 portal facilitates. 185 (28)(a) "Independent cannabis testing laboratory" means a person that: 186 (i) conducts a chemical or other analysis of cannabis or a cannabis product; or 187 (ii) acquires, possesses, and transports cannabis or a cannabis product with the intent 188 to conduct a chemical or other analysis of the cannabis or cannabis product. 189 (b) "Independent cannabis testing laboratory" includes a laboratory that the department 190 or a research university operates in accordance with Subsection 4-41a-201(14). 191 (29) "Independent cannabis testing laboratory agent" means an individual who 192 holds a valid cannabis production establishment agent registration card with an 193 independent cannabis testing laboratory designation. 194 (30) "Inventory control system" means a system described in Section 4-41a-103. 195 (31) "Licensing board" or "board" means the Cannabis Production Establishment and 196 Pharmacy Licensing Advisory Board created in Section 4-41a-201.1.
- 197 (32) "Medical cannabis" means the same as that term is defined in Section 26B-4-201.
- 198 (33) "Medical cannabis card" means the same as that term is defined in Section 26B-4-201.

- 199 (34) "Medical cannabis courier" means a courier that:
- 200 (a) the department licenses in accordance with Section 4-41a-1201; and
- 201 (b) contracts with a home delivery medical cannabis pharmacy to deliver medical
- cannabis shipments to fulfill electronic orders that the state central patient portal
- facilitates.
- 204 (35) "Medical cannabis courier agent" means an individual who:
- 205 (a) is an employee of a medical cannabis courier; and
- (b) who holds a valid medical cannabis courier agent registration card.
- 207 (36) "Medical cannabis pharmacy" means the same as that term is defined in Section 208 26B-4-201.
- 209 (37) "Medical cannabis pharmacy agent" means the same as that term is defined in Section 210 26B-4-201.
- 211 (38) "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
- 213 academic research.
- 214 (39) "Medical cannabis research licensee" means a research university that the department
- licenses to obtain and possess medical cannabis for academic research, in accordance
- 216 with Section 4-41a-901.
- 217 (40) "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
- facilitates.
- 221 (41) "Medical cannabis treatment" means the same as that term is defined in Section
- 222 26B-4-201.
- 223 (42) "Medicinal dosage form" means the same as that term is defined in Section 26B-4-201.
- 224 (43) "Patient product information insert" means the same as that term is defined in Section
- 225 26B-4-201.
- 226 [(43)] (44) "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
- 228 nearest whole number.
- 229 [(44)] (45) "Pharmacy medical provider" means the same as that term is defined in Section
- 230 26B-4-201.
- 231 [(45)] (46) "Qualified medical provider" means the same as that term is defined in Section
- 232 26B-4-201.

- [(46)] (47) "Qualified Production Enterprise Fund" means the fund created in Section 4-41a-104.
- 235 [(47)] (48) "Recommending medical provider" means the same as that term is defined in Section 26B-4-201.
- 237 [(48)] (49) "Research university" means the same as that term is defined in Section
- 238 53B-7-702 and a private, nonprofit college or university in the state that:
- (a) is accredited by the Northwest Commission on Colleges and Universities;
- (b) grants doctoral degrees; and
- 241 (c) has a laboratory containing or a program researching a schedule I controlled 242 substance described in Section 58-37-4.
- [(49)] (50) "State electronic verification system" means the system described in Section 244 26B-4-202.
- [(50)] (51) "Targeted marketing" means the promotion of a cannabis product, medical cannabis brand, or a medical cannabis device using any of the following methods:
- 247 (a) electronic communication to an individual who is at least 21 years old and has requested to receive promotional information;
- (b) an in-person marketing event that is:
- (i) held inside a medical cannabis pharmacy; and
- (ii) in an area where only a medical cannabis cardholder may access the event;
- 252 (c) other marketing material that is physically available or digitally displayed in a
 253 medical cannabis pharmacy; or
- 254 (d) a leaflet a medical cannabis pharmacy places in the opaque package or box that is 255 provided to an individual when obtaining medical cannabis:
- (i) in the medical cannabis pharmacy;
- 257 (ii) at the medical cannabis pharmacy's drive-through pick up window; or
- 258 (iii) in a medical cannabis shipment.
- [(51)] (52) "Tetrahydrocannabinol" or "THC" means the same as that term is defined in Section 4-41-102.
- 261 [(52)] (53) "THC analog" means the same as that term is defined in Section 4-41-102.
- 262 [(53)] (54) "Total composite tetrahydrocannabinol" means all detectable forms of tetrahydrocannabinol.
- [(54)] (55) "Total tetrahydrocannabinol" or "total THC" means the same as that term is defined in Section 4-41-102.
- Section 2. Section **4-41a-103** is amended to read:

267	4-41a-103 . Inventory control system.	
268	(1) Each cannabis production establishment and each medical cannabis pharmacy shall	
269	maintain an inventory control system that meets the requirements of this section.	
270	(2) A cannabis production establishment and a medical cannabis pharmacy shall ensure that	at
271	the inventory control system maintained by the establishment or pharmacy:	
272	(a) tracks cannabis using a unique identifier, in real time, from the point that a cannabi	is
273	plant is eight inches tall and has a root ball until the cannabis is disposed of or sold	l,
274	in the form of unprocessed cannabis or a cannabis product, to an individual with a	
275	medical cannabis card;	
276	(b) maintains in real time a record of the amount of cannabis and cannabis products in	
277	the possession of the establishment or pharmacy; and	
278	[(c) includes a video recording system that:]	
279	[(i) tracks all handling and processing of cannabis or a cannabis product in the	
280	establishment or pharmacy;]	
281	[(ii) is tamper proof; and]	
282	[(iii) stores a video record for at least 45 days; and]	
283	[(d)] (c) preserves compatibility with the state electronic verification system described	l in
284	Section 26B-4-202.	
285	(3) A cannabis production establishment and a medical cannabis pharmacy shall allow the	
286	following to access the cannabis production establishment's or the medical cannabis	
287	pharmacy's inventory control system at any time:	
288	(a) the department; and	
289	(b) the Department of Health and Human Services[; and] .	
290	[(e) a financial institution that the Division of Finance validates, in accordance with	
291	Subsection (6).]	
292	(4) The department may establish compatibility standards for an inventory control system	
293	by rule made in accordance with Title 63G, Chapter 3, Utah Administrative Rulemakin	ng
294	Act.	
295	(5)(a) The department shall make rules in accordance with Title 63G, Chapter 3, Utah	
296	Administrative Rulemaking Act, establishing requirements for aggregate or batch	
297	records regarding the planting and propagation of cannabis before being tracked in an	
298	inventory control system described in this section.	
299	(b) The department shall ensure that the rules described in Subsection (5)(a) address	

record-keeping for the amount of planted seed, number of cuttings taken, date and

301	time of cutting and planting, number of plants established, and number of plants
302	culled or dead.
303	(6)(a) The department may provide reports from the inventory control system to a
304	financial institution to allow them to reconcile transactions and other financial
305	activity of cannabis production establishments, medical cannabis pharmacies, and
306	medical cannabis couriers that use financial services that the financial institution
307	provides.
308	(b) A report:
309	(i) may only include information related to financial transactions; and
310	(ii) may not include any identifying patient information.
311	[(6)(a) The Division of Finance shall, in consultation with the state treasurer:]
312	[(i) in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
313	make rules to:]
314	[(A) establish a process for validating financial institutions for access to an
315	inventory control system in accordance with Subsections (3)(c) and (6)(b); and]
316	[(B) establish qualifications for the validation described in Subsection (6)(a)(i)(A);
317	[(ii) review applications the Division of Finance receives in accordance with the
318	process established under Subsection (6)(a)(i);]
319	[(iii) validate a financial institution that meets the qualifications described in
320	Subsection (6)(a)(i); and]
321	[(iv) provide a list of validated financial institutions to the department and the
322	Department of Health and Human Services.]
323	[(b) A financial institution that the Division of Finance validates under Subsection (6)(a):]
324	[(i) may only access an inventory control system for the purpose of reconciling
325	transactions and other financial activity of cannabis production establishments,
326	medical cannabis pharmacies, and medical cannabis couriers that use financial
327	services that the financial institution provides;]
328	[(ii) may only access information related to financial transactions; and]
329	[(iii) may not access any identifying patient information.]
330	Section 3. Section 4-41a-201 is amended to read:
331	4-41a-201 . Cannabis production establishment License.
332	(1) Except as provided in Subsection (14), a person may not operate a cannabis production
333	establishment without a license that the department issues under this chapter.
334	(2)(a)(i) Subject to Subsections (6), (7), (8), and (13) and to Section 4-41a-205, for a

335	licensing process that the department initiates after March 17, 2021, the
336	department, through the licensing board, shall issue licenses in accordance with
337	Section 4-41a-201.1.
338	(ii) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
339	the department shall make rules to specify a transparent and efficient process to:
340	(A) solicit applications for a license under this section;
841	(B) allow for comments and questions in the development of applications;
342	(C) timely and objectively evaluate applications;
343	(D) hold public hearings that the department deems appropriate; and
344	(E) select applicants to receive a license.
345	(iii) The department may not issue a license to operate a cannabis production
346	establishment to an applicant who is not eligible for a license under this section.
347	(b) An applicant is eligible for a license under this section if the applicant submits to the
348	licensing board:
349	(i) subject to Subsection (2)(c), a proposed name and address or, for a cannabis
350	cultivation facility, addresses of no more than two facility locations, located in a
351	zone described in Subsection 4-41a-406(2)(a) or (b), where the applicant will
352	operate the cannabis production establishment;
353	(ii) the name and address of any individual who has:
354	(A) for a publicly traded company, a financial or voting interest of 10% or greater
355	in the proposed cannabis production establishment;
356	(B) for a privately held company, a financial or voting interest in the proposed
357	cannabis production establishment; or
358	(C) the power to direct or cause the management or control of a proposed cannabis
359	production establishment;
360	(iii) an operating plan that:
861	(A) complies with Section 4-41a-204;
362	(B) includes operating procedures that comply with this chapter and any law the
363	municipality or county in which the person is located adopts that is consistent
364	with Section 4-41a-406; and
365	(C) the department or licensing board approves;
366	(iv) a statement that the applicant will obtain and maintain a liquid cash account with
367	a financial institution or a performance bond that a surety authorized to transact
368	surety business in the state issues in an amount of at least.

369	(A) \$100,000 for each cannabis cultivation facility for which the applicant applies;
370	or
371	(B) \$50,000 for each cannabis processing facility or independent cannabis testing
372	laboratory for which the applicant applies;
373	(v) an application fee in an amount that, subject to Subsection 4-41a-104(5), the
374	department sets in accordance with Section 63J-1-504; and
375	(vi) a description of any investigation or adverse action taken by any licensing
376	jurisdiction, government agency, law enforcement agency, or court in any state for
377	any violation or detrimental conduct in relation to any of the applicant's
378	cannabis-related operations or businesses.
379	(c)(i) A person may not locate a cannabis production establishment:
380	(A) within 1,000 feet of a community location; or
381	(B) in or within 600 feet of a district that the relevant municipality or county has
382	zoned as primarily residential.
383	(ii) The proximity requirements described in Subsection (2)(c)(i) shall be measured
384	from the nearest entrance to the cannabis production establishment by following
385	the shortest route of ordinary pedestrian travel to the property boundary of the
386	community location or residential area.
387	(iii) The licensing board may grant a waiver to reduce the proximity requirements in
388	Subsection (2)(c)(i) by up to 20% if the licensing board determines that it is not
389	reasonably feasible for the applicant to site the proposed cannabis production
390	establishment without the waiver.
391	(iv) An applicant for a license under this section shall provide evidence of
392	compliance with the proximity requirements described in Subsection (2)(c)(i).
393	(3) If the licensing board approves an application for a license under this section and
394	Section 4-41a-201.1:
395	(a) the applicant shall pay the [departmentan] department an initial license fee in an
396	amount that, subject to Subsection 4-41a-104(5), the department sets in accordance
397	with Section 63J-1-504; and
398	(b) the department shall notify the Department of Public Safety of the license approval
399	and the names of each individual described in Subsection (2)(b)(ii).
400	(4)(a) Except as provided in Subsection (4)(b), a cannabis production establishment shall
401	obtain a separate license for each type of cannabis production establishment and each
402	location of a cannabis production establishment.

403	(b) The licensing board may issue a cannabis cultivation facility license and a cannabis
404	processing facility license to a person to operate at the same physical location or at
405	separate physical locations.
406	(5) If the licensing board receives more than one application for a cannabis production
407	establishment within the same city or town, the licensing board shall consult with the
408	local land use authority before approving any of the applications pertaining to that city
409	or town.
410	(6) The licensing board may not issue a license to operate an independent cannabis testing
411	laboratory to a person who:
412	(a) holds a license or has an ownership interest in a medical cannabis pharmacy, a
413	cannabis processing facility, or a cannabis cultivation facility;
414	(b) has an owner, officer, director, or employee whose family member holds a license or
415	has an ownership interest in a medical cannabis pharmacy, a cannabis processing
416	facility, or a cannabis cultivation facility; or
417	(c) proposes to operate the independent cannabis testing laboratory at the same physical
418	location as a medical cannabis pharmacy, a cannabis processing facility, or a
419	cannabis cultivation facility.
420	(7) The licensing board may not issue a license to operate a cannabis production
421	establishment to an applicant if any individual described in Subsection (2)(b)(ii):
422	(a) has been convicted under state or federal law of:
423	(i) a felony in the preceding 10 years; or
424	(ii) after December 3, 2018, a misdemeanor for drug distribution;
425	(b) is younger than 21 years old; or
426	(c) after September 23, 2019, until January 1, 2023, is actively serving as a legislator.
427	(8)(a) If an applicant for a cannabis production establishment license under this section
428	holds a license under Title 4, Chapter 41, Hemp and Cannabinoid Act, the licensing
429	board may not give preference to the applicant based on the applicant's status as a
430	holder of the license.
431	(b) If an applicant for a license to operate a cannabis cultivation facility under this
432	section holds a license to operate a medical cannabis pharmacy under this title, the
433	licensing board may give consideration to the applicant based on the applicant's
434	status as a holder of a medical cannabis pharmacy license if:
435	(i) the applicant demonstrates that a decrease in costs to patients is more likely to

result from the applicant's vertical integration than from a more competitive

437	marketplace; and
438	(ii) the licensing board finds multiple other factors, in addition to the existing license
439	that support granting the new license.
440	(9) The licensing board may revoke a license under this part:
441	(a) if the cannabis production establishment does not begin cannabis production
442	operations within one year after the day on which the licensing board issues the
443	initial license;
444	(b) after the third of the same violation of this chapter in any of the licensee's licensed
445	cannabis production establishments or medical cannabis pharmacies;
446	(c) if any individual described in Subsection (2)(b) is convicted, while the license is
447	active, under state or federal law of:
448	(i) a felony; or
449	(ii) after December 3, 2018, a misdemeanor for drug distribution;
450	(d) if the licensee fails to provide the information described in Subsection (2)(b)(vi) at
451	the time of application, or fails to supplement the information described in
452	Subsection (2)(b)(vi) with any investigation or adverse action that occurs after the
453	submission of the application within 14 calendar days after the licensee receives
454	notice of the investigation or adverse action;
455	(e) if the cannabis production establishment demonstrates a willful or reckless disregard
456	for the requirements of this chapter or the rules the department makes in accordance
457	with this chapter;
458	(f) if, after a change of ownership described in Subsection (15)(b), the board determines
459	that the cannabis production establishment no longer meets the minimum standards
460	for licensure and operation of the cannabis production establishment described in this
461	chapter;
462	(g) for an independent cannabis testing laboratory, if the independent cannabis testing
463	laboratory fails to substantially meet the performance standards described in
464	Subsection (14)(b); or
465	(h) if, following an investigation conducted pursuant to Subsection 4-41a-201.1(11), the
466	board [identifies] finds that the licensee has participated in an anticompetitive
467	business [practices] practice.
468	(10)(a) A person who receives a cannabis production establishment license under this
469	chapter, if the municipality or county where the licensed cannabis production
470	establishment will be located requires a local land use permit, shall submit to the

471	licensing board a copy of the licensee's approved application for the land use permit
472	within 120 days after the day on which the licensing board issues the license.
473	(b) If a licensee fails to submit to the licensing board a copy of the licensee's approved
474	land use permit application in accordance with Subsection (10)(a), the licensing
475	board may revoke the licensee's license.
476	(11) The department shall deposit the proceeds of a fee that the department imposes under
477	this section into the Qualified Production Enterprise Fund.
478	(12) The department shall begin accepting applications under this part on or before January
479	1, 2020.
480	(13)(a) The department's authority, and consequently the licensing board's authority, to
481	issue a license under this section is plenary and is not subject to review.
482	(b) Notwithstanding Subsection (2)(a)(ii)(A), the decision of the department to award a
483	license to an applicant is not subject to:
484	(i) Title 63G, Chapter 6a, Part 16, Protests; or
485	(ii) Title 63G, Chapter 6a, Part 17, Procurement Appeals Board.
486	(14)(a) Notwithstanding this section, the department:
487	(i) may operate or partner with a research university to operate an independent
488	cannabis testing laboratory;
489	(ii) if the department operates or partners with a research university to operate an
490	independent cannabis testing laboratory, may not cease operating or partnering
491	with a research university to operate the independent cannabis testing laboratory
492	unless:
493	(A) the department issues at least two licenses to independent cannabis testing
494	laboratories; and
495	(B) the department has ensured that the licensed independent cannabis testing
496	laboratories have sufficient capacity to provide the testing necessary to support
497	the state's medical cannabis market; and
498	(iii) after ceasing department or research university operations under Subsection
499	(14)(a)(ii) shall resume independent cannabis testing laboratory operations at any
500	time if:
501	(A) fewer than two licensed independent cannabis testing laboratories are
502	operating; or
503	(B) the licensed independent cannabis testing laboratories become, in the
504	department's determination, unable to fully meet the market demand for testing.

505	(b)(i) The department shall make rules, in accordance with Title 63G, Chapter 3,
506	Utah Administrative Rulemaking Act, to establish performance standards for the
507	operation of an independent cannabis testing laboratory, including deadlines for
508	testing completion.
509	(ii) A license that the department issues to an independent cannabis testing laboratory
510	is contingent upon substantial satisfaction of the performance standards described
511	in Subsection (14)(b)(i), as determined by the board.
512	(15)(a) A cannabis production establishment license is not transferrable or assignable.
513	(b) If the ownership of a cannabis production establishment changes by 50% or more:
514	(i) the cannabis production establishment shall submit a new application described in
515	Subsection (2)(b), subject to Subsection (2)(c);
516	(ii) within 30 days of the submission of the application, the board shall:
517	(A) conduct the application review described in Section 4-41a-201.1; and
518	(B) award a license to the cannabis production establishment for the remainder of
519	the term of the cannabis production establishment's license before the
520	ownership change if the cannabis production establishment meets the minimum
521	standards for licensure and operation of the cannabis production establishment
522	described in this chapter; and
523	(iii) if the board approves the license application, notwithstanding Subsection (3), the
524	cannabis production establishment shall pay a license fee that the department sets
525	in accordance with Section 63J-1-504 in an amount that covers the board's cost of
526	conducting the application review.
527	Section 4. Section 4-41a-201.1 is amended to read:
528	4-41a-201.1 . Cannabis Production Establishment and Pharmacy Licensing
529	Advisory Board Composition Duties.
530	(1) There is created within the department the Cannabis Production Establishment and
531	Pharmacy Licensing Advisory Board.
532	(2) The commissioner shall:
533	(a) appoint the members of the [board] <u>licensing board</u> ;
534	(b) submit the name of each individual that the commissioner appoints under Subsection
535	(2)(a) to the governor for confirmation or rejection; and
536	(c) if the governor rejects an appointee that the commissioner submits under Subsection
537	(2)(b), appoint another individual in accordance with this Subsection (2).
538	(3)(a) Except as provided in Subsection [(3)(e)] (3)(b), the [board] licensing board shall

539	consist of the following eight members:
540	(i) the following seven voting members whom the commissioner appoints:
541	(A) one member of the public;
542	(B) one member with knowledge and experience in the pharmaceutical or
543	nutraceutical manufacturing industry;
544	(C) one member representing law enforcement;
545	(D) one member whom an organization representing medical cannabis patients
546	recommends;
547	(E) a chemist who has experience with cannabis and who is associated with a
548	research university;
549	(F) a pharmacist who is not associated with the medical cannabis industry; and
550	(G) an accountant; and
551	(ii) the commissioner or the commissioner's designee as a non-voting member, except
552	to cast a deciding vote in the event of a tie.
553	(b) The commissioner may appoint a ninth member to the [board] licensing board who
554	has a background in the cannabis cultivation and processing industry.
555	(c) The commissioner or the commissioner's designee shall serve as the chair of the [
556	board] licensing board.
557	(d) An individual is not eligible for appointment to be a member of the [board] licensing
558	board if the individual:
559	(i) has any commercial or ownership interest in a cannabis production establishment,
560	medical cannabis pharmacy, or medical cannabis courier;
561	(ii) has an owner, officer, director, or employee whose family member holds a license
562	or has an ownership interest in a cannabis production establishment, medical
563	cannabis pharmacy, or medical cannabis courier; or
564	(iii) is employed or contracted to lobby on behalf of any cannabis production
565	establishment, medical cannabis pharmacy, or medical cannabis courier.
566	(4)(a) Except as provided in Subsection (4)(b), a voting [board] licensing board member
567	shall serve a term of four years, beginning July 1 and ending June 30.
568	(b) Notwithstanding Subsection (4)(a), for the initial appointments to the [board]
569	licensing board, the commissioner shall stagger the length of the terms of [board]
570	licensing board members to ensure that the commissioner appoints two or three [board]
571	licensing board members every two years.
572	(c) As a [board] <u>licensing board</u> member's term expires:

573	(i) the [board] licensing board member is eligible for reappointment; and
574	(ii) the commissioner shall make an appointment, in accordance with Subsection (2),
575	for the new term before the end of the member's term.
576	(d) When a vacancy occurs on the [board] licensing board for any reason other than the
577	expiration of a [board] licensing board member's term, the commissioner shall appoint
578	a replacement to the vacant position, in accordance with Subsection (2), for the
579	unexpired term.
580	(e) In making appointments, the commissioner shall ensure that no two members of the [
581	board] licensing board are employed by or represent the same company or nonprofit
582	organization.
583	(f) The commissioner may remove a [board] licensing board member for cause, neglect
584	of duty, inefficiency, or malfeasance.
585	(5)(a)(i) Five members of the [board] <u>licensing board</u> constitute a quorum of the [
586	board] licensing board.
587	(ii) An action of the majority of the [board] <u>licensing board</u> members when a quorum
588	is present constitutes an action of the [board] licensing board.
589	(b) The department shall provide staff support to the [board] licensing board.
590	(c) A member of the [board] <u>licensing board</u> may not receive compensation or benefits
591	for the member's service, but may receive per diem and travel expenses in accordance
592	with:
593	(i) Section 63A-3-106;
594	(ii) Section 63A-3-107; and
595	(iii) rules made by the Division of Finance in accordance with Sections 63A-3-106
596	and 63A-3-107.
597	(6) The [board] <u>licensing board</u> shall:
598	(a) meet as called by the chair to review cannabis production establishment[-and].
599	medical cannabis pharmacy, and medical cannabis courier license applications;
600	(b) review each license application for compliance with:
601	(i) this chapter; and
602	(ii) department rules;
603	(c) conduct a public hearing to consider the license application;
604	(d) approve the department's license application forms and checklists; and
605	(e) make a determination on each license application.
606	(7) The [board] licensing board shall hold a public hearing to review a cannabis production

607	establishment's or medical cannabis pharmacy's license if the establishment:
608	(a) changes ownership by an interest of 20% or more;
609	(b) changes or adds a location;
610	(c) upgrades to a different licensing tier under department rule;
611	(d) changes extraction or formulation standard operating procedures;
612	(e) adds an industrial hemp processing or cultivation license to the same location as the
613	cannabis production establishment's processing facility; or
614	(f) as necessary based on the recommendation of the department.
615	(8) In a public hearing held under Subsection (7), the [board] licensing board may consider
616	the following in determining whether to approve a request to change pharmacy locations:
617	(a) medical cannabis availability, quality, and variety;
618	(b) whether geographic dispersal among licensees is sufficient to reasonably maximize
619	access to the largest number of medical cannabis cardholders;
620	(c) the extent to which the pharmacy can increase efficiency and reduce the cost to
621	patients of medical cannabis; and
622	(d) the factors listed in Subsection 4-41a-1004(7).
623	(9) In a public hearing held pursuant to Subsection (7), the [board] licensing board may not
624	approve a request to change a medical cannabis pharmacy location outside of the
625	pharmacy's current region established under Subsection 4-41a-1005(1)(c)(ii)(A).
626	(10)(a) The [board] <u>licensing board</u> shall meet [annually in December] as necessary to
627	consider cannabis production establishment[-and] , medical cannabis pharmacy, and
628	medical cannabis courier license renewal applications.
629	(b) During the meeting described in Subsection (10)(a):
630	(i) a representative from each applicant for renewal shall:
631	(A) attend in person or electronically; or
632	(B) submit information before the meeting, as the [board] licensing board may
633	require, for the [board's] licensing board's consideration;
634	(ii) the [board] <u>licensing board</u> shall consider, for each cannabis cultivation facility
635	seeking renewal, information including:
636	(A) the amount of biomass the licensee produced during the current calendar year;
637	(B) the amount of biomass the licensee projects to produce during the following
638	year;
639	(C) the amount of hemp waste the licensee currently holds;
640	(D) the current square footage or acres of growing area the licensee uses; and

641	(E) the square footage or acres of growing area the licensee projects to use in the
642	following year;
643	(iii) the [board] licensing board shall consider, for each cannabis processing facility
644	seeking renewal, information including:
645	(A) methods and procedures for extraction;
646	(B) standard operating procedures; and
647	(C) a complete listing of the medical dosage forms that the licensee produces; and
648	(iv) the [board] licensing board shall consider, for each cannabis pharmacy seeking
649	renewal, information including:
650	(A) product availability, quality, and variety;
651	(B) the pharmacy's operating procedures and practices; and
652	(C) the factors listed in Subsection 4-41a-1003(1).
653	(c) Following consideration of the information provided under Subsection (10)(b), the [
654	board] licensing board may elect to approve, deny, or issue conditional approval of a
655	cannabis production establishment or pharmacy license renewal application.
656	(d) The information a licensee or license applicant provides to the [board] <u>licensing board</u>
657	for a license determination constitutes a protected record under Subsection 63G-2-305
658	(1) or (2) if the applicant or licensee provides the [board] licensing board with the
659	information regarding business confidentiality required in Section 63G-2-309.
660	(11)(a) In cooperation with the attorney general, the [board] licensing board may
661	investigate information received by the department indicating that a licensee is
662	potentially engaging in anticompetitive business practices.
663	(b) In investigating potential anticompetitive business practices under this section, the
664	attorney general may issue civil investigative demands as set forth in Section
665	<u>76-10-3107.</u>
666	(12) The department shall:
667	(a) provide staff support for the licensing board;
668	(b) assist the licensing board in conducting meetings; and
669	(c) review all submitted applications for completion and accuracy.
670	Section 5. Section 4-41a-205 is amended to read:
671	4-41a-205. Number of licenses Cannabis cultivation facilities.
672	(1) Except as provided in Subsection (2)(a), the department shall issue at least five but not
673	more than eight licenses to operate a cannabis cultivation facility.
674	(2)(a) The department may issue a number of licenses to operate a cannabis cultivation

675	facility that, in addition to the licenses described in Subsection (1), does not cause the
676	total number of licenses to exceed 15 if the department determines, in consultation
677	with the Department of Health and Human Services and after an annual or more
678	frequent analysis of the current and anticipated market for medical cannabis, that
679	each additional license is necessary to provide an adequate supply, quality, or variety
680	of medical cannabis to medical cannabis cardholders.
681	(b) If the recipient of one of the initial licenses described in Subsection (1) ceases
682	operations for any reason or otherwise abandons the license, the department may but
683	is not required to grant the vacant license to another applicant based on an analysis as
684	described in Subsection (2)(a).
685	(3) If there are more qualified applicants than the number of available licenses for cannabis
686	cultivation facilities under Subsections (1) and (2), the department shall evaluate the
687	applicants and award the limited number of licenses described in Subsections (1) and (2)
688	to the applicants that best demonstrate:
689	(a) experience with establishing and successfully operating a business that involves:
690	(i) complying with a regulatory environment;
691	(ii) tracking inventory; and
692	(iii) training, evaluating, and monitoring employees;
693	(b) an operating plan that will best ensure the safety and security of patrons and the
694	community;
695	(c) positive connections to the local community; and
696	(d) the extent to which the applicant can increase efficiency and reduce the cost to
697	patients of medical cannabis.
698	(4) The department may conduct a face-to-face interview with an applicant for a license that
699	the department evaluates under Subsection (3).
700	(5) The licensing board may not issue more than 18 cannabis processing facility licenses.
701	Section 6. Section 4-41a-401 is amended to read:
702	4-41a-401. Cannabis production establishment General operating
703	requirements.
704	(1)(a) A cannabis production establishment shall operate in accordance with the
705	operating plan described in Sections 4-41a-201 and 4-41a-204.
706	(b) A cannabis production establishment shall notify the department before a change in
707	the cannabis production establishment's operating plan.

(c)(i) If a cannabis production establishment changes the cannabis production

709	establishment's operating plan, the establishment shall ensure that the new	
710	operating plan complies with this chapter.	
711	(ii) The department shall establish by rule, in accordance with Title 63G, Chapter	3,
712	Utah Administrative Rulemaking Act, a process to:	
713	(A) review a change notification described in Subsection (1)(b);	
714	(B) identify for the cannabis production establishment each point of	
715	noncompliance between the new operating plan and this chapter;	
716	(C) provide an opportunity for the cannabis production establishment to address	ess
717	each identified point of noncompliance; and	
718	(D) suspend or revoke a license if the cannabis production establishment fails	; to
719	cure the noncompliance.	
720	(2) A cannabis production establishment shall operate:	
721	(a) except as provided in Subsection (5), in a facility that is accessible only by an	
722	individual with a valid cannabis production establishment agent registration card	
723	issued under Section 4-41a-301; and	
724	(b) at the physical address provided to the department under Section 4-41a-201.	
725	(3) A cannabis production establishment may not employ an individual who is younger th	an
726	21 years old.	
727	(4) A cannabis production establishment may not employ an individual who has been	
728	convicted, under state or federal law, of:	
729	(a) a felony in the preceding 10 years; or	
730	(b) after December 3, 2018, a misdemeanor for drug distribution.	
731	(5) A cannabis production establishment may authorize an individual who is at least 18	
732	years old and is not a cannabis production establishment agent to access the cannabis	
733	production establishment if the cannabis production establishment:	
734	(a) tracks and monitors the individual at all times while the individual is at the cannab	ois
735	production establishment; and	
736	(b) maintains a record of the individual's access, including arrival and departure.	
737	(6) A cannabis production establishment shall operate in a facility that has:	
738	(a) a single, secure public entrance;	
739	(b) a security system with a backup power source that:	
740	(i) detects and records entry into the cannabis production establishment; and	
741	(ii) provides notice of an unauthorized entry to law enforcement when the cannab	is
742	production establishment is closed; and	

743	(c) a lock or equivalent restrictive security feature on any area where the cannabis
744	production establishment stores cannabis or a cannabis product.
745	(7)(a) A cannabis production establishment shall maintain a video surveillance system
746	that:
747	(i) tracks all handling and processing of cannabis or a cannabis product in the
748	establishment;
749	(ii) is tamper proof; and
750	(iii) stores a video record for at least 45 days.
751	(b) A cannabis production establishment shall provide the department access to the
752	video surveillance system upon request.
753	Section 7. Section 4-41a-801 is amended to read:
754	4-41a-801 . Enforcement Fine Citation.
755	(1)(a) If a person that is a cannabis production establishment, [or-]a cannabis production
756	establishment agent, a medical cannabis pharmacy, a medical cannabis pharmacy
757	agent, or a medical cannabis courier, violates this chapter, the department may:
758	[(a)] (i) revoke the person's license or [eannabis production establishment] agent
759	registration card;
760	[(b)] (ii) decline to renew the person's license or [eannabis production establishment]
761	agent registration card;[-or]
762	[(e)] (iii) assess the person an administrative penalty that the department establishes
763	by rule in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking
764	Act[-] <u>; or</u>
765	(iv) provide a letter of concern in accordance with Subsection (8).
766	(b) Except for a violation that threatens public health or for the third violation of the
767	same rule or statute in a 24-month period, the department shall issue a letter of
768	concern before taking other administrative action under this section.
769	(2) The department shall deposit an administrative penalty imposed under this section into
770	the General Fund.
771	(3)(a) The department may take an action described in Subsection (3)(b) if the
772	department concludes, upon investigation, that, for a person that is a cannabis
773	production establishment,[-or] a cannabis production establishment agent, a medical
774	cannabis pharmacy, a medical cannabis pharmacy agent, or a medical cannabis
775	<u>courier</u> :
776	(i) the person has violated the provisions of this chapter, a rule made under this

///	chapter, or an order issued under this chapter; or
778	(ii) the person produced cannabis or a cannabis product batch that contains a
779	substance, other than cannabis, that poses a significant threat to human health.
780	(b) If the department makes the determination about a person described in Subsection
781	(3)(a), the department [shall] may:
782	(i) issue the person a written administrative citation;
783	(ii) attempt to negotiate a stipulated settlement;
784	(iii) seize, embargo, or destroy the cannabis or cannabis product batch;
785	(iv) order the person to cease and desist from the action that creates a violation; [and]
786	<u>or</u>
787	(v) direct the person to appear before an adjudicative proceeding conducted under
788	Title 63G, Chapter 4, Administrative Procedures Act.
789	(4) The department may, for a person subject to an uncontested citation, a stipulated
790	settlement, or a finding of a violation in an adjudicative proceeding under this section,
791	for a fine amount not already specified in law, assess the person, who is not an
792	individual, a fine of up to \$5,000 per violation, in accordance with a fine schedule that
793	the department establishes by rule in accordance with Title 63G, Chapter 3, Utah
794	Administrative Rulemaking Act.
795	(5) The department may not revoke a [eannabis production establishment's-]license without
796	first directing the [eannabis production establishment] licensee to appear before an
797	adjudicative proceeding conducted under Title 63G, Chapter 4, Administrative
798	Procedures Act.
799	(6) If within 20 calendar days after the day on which a department serves a citation for a
800	violation of this chapter, the person that is the subject of the citation fails to request a
801	hearing to contest the citation, the citation becomes the department's final order.
802	(7) The department may, for a person who fails to comply with a citation under this section:
803	(a) refuse to issue or renew the person's license or [eannabis production establishment-]
804	agent registration card; or
805	(b) suspend, revoke, or place on probation the person's license or [eannabis production
806	establishment-]registration card.
807	(8)(a) A letter of concern shall describe:
808	(i) the violation including the statute or rule being violated;
809	(ii) possible options to remedy the issue; and
810	(iii) possible consequences for not remedying the violation

811	(b) Under a letter of concern, the department shall provide the person at least 30 days to
812	remedy the violation.
813	(c) If the person fails to remedy the violation described in a letter of concern, the
814	department may take other enforcement action as described in this section.
815	(d) If a letter of concern is resolved without an enforcement action being taken under
816	Subsection (8)(c), the department may not report that a letter of concern was issued to
817	the licensing board.
818	[(8)] (9)(a) Except where a criminal penalty is expressly provided for a specific violation
819	of this chapter, or where civil and criminal penalties are provided for violations of
820	Section 76-10-31, if an individual:
821	(i) violates a provision of this chapter, the individual is:
822	(A) guilty of an infraction; and
823	(B) subject to a \$100 fine; or
824	(ii) intentionally or knowingly violates a provision of this chapter or violates this
825	chapter three or more times, the individual is:
826	(A) guilty of a class B misdemeanor; and
827	(B) subject to a \$1,000 fine.
828	(b) An individual who is guilty of a violation described in Subsection (8)(a) is not guilty
829	of a violation of Title 58, Chapter 37, Utah Controlled Substances Act, for the
830	conduct underlying the violation described in Subsection (8)(a).
831	[(9)] (10) Nothing in this section prohibits:
832	(a) the department from referring potential criminal activity to law enforcement[-]; or
833	(b) the attorney general from investigating or prosecuting individuals or businesses for
834	violations of Title 76, Chapter 10, Part 31, Utah Antitrust Act.
835	Section 8. Section 4-41a-802 is amended to read:
836	4-41a-802 . Report.
837	(1) At or before the November interim meeting each year, the department shall report to the
838	Health and Human Services Interim Committee on:
839	(a) the number of applications and renewal applications that the department receives
840	under this chapter;
841	(b) the number of each type of [cannabis production facility] license that the department [
842	licenses] issues in each county;
843	(c) the amount of cannabis that licensees grow;
844	(d) the amount of cannabis that licensees manufacture into cannabis products;

845	(e) the number of licenses the department revokes under this chapter;
846	(f) the department's operation of an independent cannabis testing laboratory under
847	Section 4-41a-201, including:
848	(i) the cannabis and cannabis products the department tested; and
849	(ii) the results of the tests the department performed;
850	(g) the expenses incurred and revenues generated under this chapter;[-and]
851	(h) the total quantity of medical cannabis shipments;
852	(i) the number of overall purchases of medical cannabis from each medical cannabis
853	pharmacy; and
854	[(h)] (j) an analysis of product availability in medical cannabis pharmacies in
855	consultation with the Department of Health and Human Services.
856	(2) The department may not include personally identifying information in the report
857	described in this section.
858	(3) The department shall report to the working group described in Section 36-12-8.2 as
859	requested by the working group.
860	Section 9. Section 4-41a-1001 is amended to read:
861	4-41a-1001 . Medical cannabis pharmacy License Eligibility.
862	(1) A person may not:
863	(a) operate as a medical cannabis pharmacy without a license that the department issues
864	under this part;
865	(b) obtain a medical cannabis pharmacy license if obtaining the license would cause the
866	person to exceed the pharmacy ownership limit;
867	(c) obtain a partial ownership share of a medical cannabis pharmacy if obtaining the
868	partial ownership share would cause the person to exceed the pharmacy ownership
869	limit; or
870	(d) enter into any contract or agreement that allows the person to directly or indirectly
871	control the operations of a medical cannabis pharmacy if the person's control of the
872	medical cannabis pharmacy would cause the person to effectively exceed the
873	pharmacy ownership limit.
874	(2)(a)(i) Subject to Subsections (4) and (5) and to Section 4-41a-1005, the [
875	department shall issue a license to operate a medical cannabis pharmacy through
876	the licensing board created under Section 4-41a-201.1] licensing board shall issue
877	a license to operate a medical cannabis pharmacy.
878	(ii) The [department] licensing board may not issue a license to operate a medical

879	cannabis pharmacy to an applicant who is not eligible for a license under this
880	section.
881	(b) An applicant is eligible for a license under this section if the applicant submits to the [
882	department] licensing board:
883	(i) subject to Subsection (2)(c), a proposed name and address where the applicant will
884	operate the medical cannabis pharmacy;
885	(ii) the name and address of an individual who:
886	(A) for a publicly traded company, has a financial or voting interest of 10% or
887	greater in the proposed medical cannabis pharmacy;
888	(B) for a privately held company, a financial or voting interest in the proposed
889	medical cannabis pharmacy; or
890	(C) has the power to direct or cause the management or control of a proposed
891	medical cannabis pharmacy;
892	(iii) for each application that the applicant submits to the department, a statement
893	from the applicant that the applicant will obtain and maintain:
894	(A) a performance bond in the amount of \$100,000 issued by a surety authorized
895	to transact surety business in the state; or
896	(B) a liquid cash account in the amount of \$100,000 with a financial institution;
897	(iv) an operating plan that:
898	(A) complies with Section 4-41a-1004;
899	(B) includes operating procedures to comply with the operating requirements for a
900	medical cannabis pharmacy described in this part and with a relevant municipal
901	or county law that is consistent with Section 4-41a-1106; and
902	(C) the department approves;
903	(v) an application fee in an amount that, subject to Subsection 4-41a-104(5), the
904	department sets in accordance with Section 63J-1-504; and
905	(vi) a description of any investigation or adverse action taken by any licensing
906	jurisdiction, government agency, law enforcement agency, or court in any state for
907	any violation or detrimental conduct in relation to any of the applicant's
908	cannabis-related operations or businesses.
909	(c)(i) A person may not locate a medical cannabis pharmacy:
910	(A) within 200 feet of a community location; or
911	(B) in or within 600 feet of a district that the relevant municipality or county has
912	zoned as primarily residential.

913 (ii) The proximity requirements described in Subsection (2)(c)(i) shall be measured 914 from the nearest entrance to the medical cannabis pharmacy establishment by 915 following the shortest route of ordinary pedestrian travel to the property boundary 916 of the community location or residential area. 917 (iii) The [department] licensing board may grant a waiver to reduce the proximity 918 requirements in Subsection (2)(c)(i) by up to 20% if the department determines 919 that it is not reasonably feasible for the applicant to cite the proposed medical 920 cannabis pharmacy without the waiver. 921 (iv) An applicant for a license under this section shall provide evidence of 922 compliance with the proximity requirements described in Subsection (2)(c)(i). 923 (d) The [department] licensing board may not issue a license to an eligible applicant that 924 the department has selected to receive a license until the selected eligible applicant 925 complies with the bond or liquid cash requirement described in Subsection (2)(b)(iii). 926 (e) If the [department] licensing board receives more than one application for a medical 927 cannabis pharmacy within the same city or town, the department shall consult with 928 the local land use authority before approving any of the applications pertaining to that 929 city or town. 930 (f) In considering the issuance of a medical cannabis pharmacy license under this 931 section, the [department] licensing board may consider the extent to which the 932 pharmacy can increase efficiency and reduce cost to patients of medical cannabis. 933 (3) If the [department] licensing board selects an applicant for a medical cannabis pharmacy 934 license under this section, the department shall: 935 (a) charge the applicant an initial license fee in an amount that, subject to Subsection 936 4-41a-104(5), the department sets in accordance with Section 63J-1-504; 937 (b) notify the Department of Public Safety of the license approval and the names of each 938 individual described in Subsection (2)(b)(ii); and 939 (c) charge the licensee a fee in an amount that, subject to Subsection 4-41a-104(5), the 940 department sets in accordance with Section 63J-1-504, for any change in location, 941 ownership, or company structure. 942 (4) The [department] licensing board may not issue a license to operate a medical cannabis 943 pharmacy to an applicant if an individual described in Subsection (2)(b)(ii): 944 (a) has been convicted under state or federal law of: 945 (i) a felony in the preceding 10 years; or 946 (ii) after December 3, 2018, a misdemeanor for drug distribution;

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this chapter;

- 947 (b) is younger than 21 years old; or 948 (c) after September 23, 2019, until January 1, 2023, is actively serving as a legislator. 949 (5)(a) If an applicant for a medical cannabis pharmacy license under this section holds 950 another license under this chapter, the [department] licensing board may not give 951 preference to the applicant based on the applicant's status as a holder of the license. 952 (b) If an applicant for a medical cannabis pharmacy license under this section holds a 953 license to operate a cannabis cultivation facility under this section, the [department] 954 licensing board may give consideration to the applicant's status as a holder of the 955 license if: 956 (i) the applicant demonstrates that a decrease in costs to patients is more likely to 957 result from the applicant's vertical integration than from a more competitive 958 marketplace; and 959 (ii) the department finds multiple other factors, in addition to the existing license, that 960 support granting the new license. 961 (6) The [licensing board] licensing board may revoke a license under this part: 962 (a) if the medical cannabis pharmacy does not begin operations within one year after the 963 day on which the department issues an announcement of the department's intent to 964 award a license to the medical cannabis pharmacy; 965 (b) after the third of the same violation of this chapter in any of the licensee's licensed 966 cannabis production establishments or medical cannabis pharmacies; 967 (c) if an individual described in Subsection (2)(b)(ii) is convicted, while the license is 968 active, under state or federal law of: 969 (i) a felony; or 970 (ii) after December 3, 2018, a misdemeanor for drug distribution; 971 (d) if the licensee fails to provide the information described in Subsection (2)(b)(vi) at 972 the time of application, or fails to supplement the information described in 973 Subsection (2)(b)(vi) with any investigation or adverse action that occurs after the 974 submission of the application within 14 calendar days after the licensee receives 975 notice of the investigation or adverse action; 976 (e) if the medical cannabis pharmacy demonstrates a willful or reckless disregard for the 977 requirements of this chapter or the rules the department makes in accordance with
 - (f) if, after a change of ownership described in Subsection [(11)(c)] (10)(c), the department determines that the medical cannabis pharmacy no longer meets the

board shall:

981	minimum standards for licensure and operation of the medical cannabis pharmacy
982	described in this chapter; or
983	(g) if through an investigation conducted under Subsection 4-41a-201.1(11) and in
984	accordance with Title 63G, Chapter 4, Administrative Procedures Act, the [board]
985	licensing board finds that the licensee has participated in anticompetitive business
986	practices.
987	(7)(a) A person who receives a medical cannabis pharmacy license under this chapter, if
988	the municipality or county where the licensed medical cannabis pharmacy will be
989	located requires a local land use permit, shall submit to the department a copy of the
990	licensee's approved application for the land use permit within 120 days after the day
991	on which the department issues the license.
992	(b) If a licensee fails to submit to the department a copy the licensee's approved land use
993	permit application in accordance with Subsection (7)(a), the department may revoke
994	the licensee's license.
995	(8) The department shall deposit the proceeds of a fee imposed by this section into the
996	Qualified Production Enterprise Fund.
997	[(9) The department shall begin accepting applications under this part on or before March 1,
998	2020.]
999	[(10)] (9)(a) The [department's] licensing board's authority to issue a license under this
1000	section is plenary and is not subject to review.
1001	(b) Notwithstanding Subsection (2), the decision of the department to award a license to
1002	an applicant is not subject to:
1003	(i) Title 63G, Chapter 6a, Part 16, Protests; or
1004	(ii) Title 63G, Chapter 6a, Part 17, Procurement Appeals Board.
1005	[(11)] (10)(a) A medical cannabis pharmacy license is not transferrable or assignable.
1006	(b) A medical cannabis pharmacy shall report in writing to the department no later than [
1007	10] 45 business days before the date of any change of ownership of the medical
1008	cannabis pharmacy.
1009	(c) If the ownership of a medical cannabis pharmacy changes by 50% or more:
1010	(i) concurrent with the report described in Subsection [(11)(b)] (10)(b), the medical
1011	cannabis pharmacy shall submit a new application described in Subsection (2)(b)
1012	subject to Subsection (2)(c);
1013	(ii) within 30 days of the submission of the application, the [department] licensing

1015	(A) conduct an application review; and
1016	(B) award a license to the medical cannabis pharmacy for the remainder of the
1017	term of the medical cannabis pharmacy's license before the ownership change
1018	if the medical cannabis pharmacy meets the minimum standards for licensure
1019	and operation of the medical cannabis pharmacy described in this chapter; and
1020	(iii) if the department approves the license application, notwithstanding Subsection
1021	(3), the medical cannabis pharmacy shall pay a license fee that the department sets
1022	in accordance with Section 63J-1-504 in an amount that covers the department's
1023	cost of conducting the application review.
1024	Section 10. Section 4-41a-1005 is amended to read:
1025	4-41a-1005 . Maximum number of licenses.
1026	(1)(a) Except as provided in Subsection (1)(b) or (d), if a sufficient number of applicants
1027	apply, the department shall issue up to 15 medical cannabis pharmacy licenses in
1028	accordance with this section.
1029	(b) If an insufficient number of qualified applicants apply for the available number of
1030	medical cannabis pharmacy licenses, the department shall issue a medical cannabis
1031	pharmacy license to each qualified applicant.
1032	(c) The department may issue the licenses described in Subsection (1)(a) in accordance
1033	with this Subsection (1)(c).
1034	(i) Using one procurement process, the department may issue eight licenses to an
1035	initial group of medical cannabis pharmacies and six licenses to a second group of
1036	medical cannabis pharmacies.
1037	(ii) The department shall:
1038	(A) divide the state into no less than four geographic regions, set by the
1039	department in rule;
1040	(B) issue at least one license in each geographic region during each phase of
1041	issuing licenses; and
1042	(C) complete the process of issuing medical cannabis pharmacy licenses no later
1043	than July 1, 2020.
1044	(iii) In issuing a 15th license under Subsection (1), the department shall ensure that
1045	the license recipient will locate the medical cannabis pharmacy within Dagget,
1046	Duchesne, Uintah, Carbon, Sevier, Emery, Grand, or San Juan County.
1047	(d)(i) The department may issue licenses to operate a medical cannabis pharmacy in
1048	addition to the licenses described in Subsection (1)(a) if the department

1049	determines, in consultation with the Department of Health and Human Services
1050	and after an annual or more frequent analysis of the current and anticipated market
1051	for medical cannabis, that each additional license is necessary to provide an
1052	adequate supply, quality, or variety of medical cannabis to medical cannabis
1053	cardholders.
1054	(ii) The department shall:
1055	(A) in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking
1056	Act, make rules to establish criteria and processes for the consultation,
1057	analysis, and application for a license described in Subsection (1)(d)(i); and
1058	(B) report to the Executive Appropriations Committee of the Legislature before
1059	each time the department issues an additional license under Subsection
1060	(1)(d)(i) regarding the results of the consultation and analysis described in
1061	Subsection (1)(d)(i) and the application of the criteria described in Subsection
1062	(1)(d)(ii)(A).
1063	(2)(a) If there are more qualified applicants than there are available licenses for medical
1064	cannabis pharmacies, the department shall:
1065	(i) evaluate each applicant and award the license to the applicant that best
1066	demonstrates:
1067	(A) experience with establishing and successfully operating a business that
1068	involves complying with a regulatory environment, tracking inventory, and
1069	training, evaluating, and monitoring employees;
1070	(B) an operating plan that will best ensure the safety and security of patrons and
1071	the community;
1072	(C) positive connections to the local community;
1073	(D) the suitability of the proposed location and the location's accessibility for
1074	qualifying patients;
1075	(E) the extent to which the applicant can increase efficiency and reduce the cost of
1076	medical cannabis for patients; and
1077	(F) a strategic plan described in Subsection 4-41a-1004(7) that has a
1078	comparatively high likelihood of success; and
1079	(ii) ensure a geographic dispersal among licensees that is sufficient to reasonably
1080	maximize access to the largest number of medical cannabis cardholders.
1081	(b) In making the evaluation described in Subsection (2)(a), the department may give
1082	increased consideration to applicants who indicate a willingness to [+]

1083	[(i)] operate as a home delivery medical cannabis pharmacy that accepts electronic
1084	medical cannabis orders that the state central patient portal facilitates[; and] .
1085	[(ii) accept payments through:]
1086	[(A) a payment provider that the Division of Finance approves, in consultation
1087	with the state treasurer, in accordance with Section 4-41a-108; or]
1088	[(B) a financial institution in accordance with Subsection 4-41a-108(4).]
1089	(3) The department may conduct a face-to-face interview with an applicant for a license that
1090	the department evaluates under Subsection (2).
1091	Section 11. Section 4-41a-1101 is amended to read:
1092	4-41a-1101 . Operating requirements General.
1093	(1)(a) A medical cannabis pharmacy shall operate:
1094	(i) at the physical address provided to the department under Section 4-41a-1001; and
1095	(ii) in accordance with the operating plan provided to the department under Section
1096	4-41a-1001 and, if applicable, Section 4-41a-1004.
1097	(b) A medical cannabis pharmacy shall notify the department before a change in the
1098	medical cannabis pharmacy's physical address or operating plan.
1099	(2) An individual may not enter a medical cannabis pharmacy unless the individual:
1100	(a) is at least 18 years old or is an emancipated minor under Section 80-7-105; and
1101	(b) except as provided in Subsection (4):
1102	(i) possesses a valid:
1103	(A) medical cannabis pharmacy agent registration card;
1104	(B) pharmacy medical provider registration card; or
1105	(C) medical cannabis card;
1106	(ii) is an employee of the department performing an inspection under Section
1107	4-41a-1103; or
1108	(iii) is another individual as the department provides.
1109	(3) A medical cannabis pharmacy may not employ an individual who is younger than 21
1110	years old.
1111	(4) Notwithstanding Subsection (2)(a), a medical cannabis pharmacy may authorize an
1112	individual who is not a medical cannabis pharmacy agent or pharmacy medical provider
1113	to access the medical cannabis pharmacy if the medical cannabis pharmacy tracks and
1114	monitors the individual at all times while the individual is at the medical cannabis
1115	pharmacy and maintains a record of the individual's access.
1116	(5) A medical cannabis pharmacy shall operate in a facility that has:

1117	(a) a single, secure public entrance;
1118	(b) a security system with a backup power source that:
1119	(i) detects and records entry into the medical cannabis pharmacy; and
1120	(ii) provides notice of an unauthorized entry to law enforcement when the medical
1121	cannabis pharmacy is closed; and
1122	(c) a lock on each area where the medical cannabis pharmacy stores cannabis or a
1123	cannabis product.
1124	(6) A medical cannabis pharmacy shall post, both clearly and conspicuously in the medical
1125	cannabis pharmacy, the limit on the purchase of cannabis described in Subsection
1126	4-41a-1102(2).
1127	(7) Except for an emergency situation described in Subsection [26B-4-213(3)(e)]
1128	26B-4-213(3)(b), a medical cannabis pharmacy may not allow any individual to
1129	consume cannabis on the property or premises of the medical cannabis pharmacy.
1130	(8) A medical cannabis pharmacy may not sell cannabis or a cannabis product without first
1131	indicating on the cannabis or cannabis product label the name of the medical cannabis
1132	pharmacy.
1133	(9)(a) Each medical cannabis pharmacy shall retain in the pharmacy's records the
1134	following information regarding each recommendation underlying a transaction:
1135	(i) the recommending medical provider's name, address, and telephone number;
1136	(ii) the patient's name and address;
1137	(iii) the date of issuance;
1138	(iv) directions of use and dosing guidelines or an indication that the recommending
1139	medical provider did not recommend specific directions of use or dosing
1140	guidelines; and
1141	(v) if the patient did not complete the transaction, the name of the medical cannabis
1142	cardholder who completed the transaction.
1143	(b)(i) Except as provided in Subsection (9)(b)(iii), a medical cannabis pharmacy may
1144	not sell medical cannabis unless the medical cannabis has a label securely affixed
1145	to the container indicating the following minimum information:
1146	(A) the name, address, and telephone number of the medical cannabis pharmacy;
1147	(B) the unique identification number that the medical cannabis pharmacy assigns:
1148	(C) the date of the sale;
1149	(D) the name of the patient;
1150	(E) the name of the recommending medical provider who recommended the

1151	medical cannabis treatment;
1152	(F) directions for use and cautionary statements, if any;
1153	(G) the amount dispensed and the cannabinoid content;
1154	(H) the suggested use date;
1155	(I) for unprocessed cannabis flower, the legal use termination date; and
1156	(J) any other requirements that the department determines, in consultation with the
1157	Division of Professional Licensing and the Board of Pharmacy.
1158	(ii) A medical cannabis pharmacy is exempt from the requirement to provide the
1159	following information under Subsection (9)(b)(i) if the information is already
1160	provided on the product label that a cannabis production establishment affixes:
1161	(A) a unique identification number;
1162	(B) directions for use and cautionary statements;
1163	(C) amount and cannabinoid content; and
1164	(D) a suggested use date.
1165	(iii) If the size of a medical cannabis container does not allow sufficient space to
1166	include the labeling requirements described in Subsection (9)(b)(i), the medical
1167	cannabis pharmacy may provide the following information described in
1168	Subsection (9)(b)(i) on a supplemental label attached to the container or an
1169	informational enclosure that accompanies the container:
1170	(A) the cannabinoid content;
1171	(B) the suggested use date; and
1172	(C) any other requirements that the department determines.
1173	(iv) A medical cannabis pharmacy may sell medical cannabis to another medical
1174	cannabis pharmacy without a label described in Subsection (9)(b)(i).
1175	(10) A pharmacy medical provider or medical cannabis pharmacy agent shall:
1176	(a) upon receipt of an order from a limited medical provider in accordance with
1177	Subsections 26B-4-204(1)(b) through (d):
1178	(i) for a written order or an electronic order under circumstances that the department
1179	determines, contact the limited medical provider or the limited medical provider's
1180	office to verify the validity of the recommendation; and
1181	(ii) for an order that the pharmacy medical provider or medical cannabis pharmacy
1182	agent verifies under Subsection (10)(a)(i) or an electronic order that is not subject
1183	to verification under Subsection (10)(a)(i), enter the limited medical provider's
1184	recommendation or renewal, including any associated directions of use, dosing

1185	guidelines, or caregiver indication, in the state electronic verification system;
1186	(b) in processing an order for a holder of a conditional medical cannabis card described
1187	in Subsection 26B-4-213(1)(b) that appears irregular or suspicious in the judgment of
1188	the pharmacy medical provider or medical cannabis pharmacy agent, contact the
1189	recommending medical provider or the recommending medical provider's office to
1190	verify the validity of the recommendation before processing the cardholder's order;
1191	(c) unless the medical cannabis cardholder has had a consultation under Subsection
1192	26B-4-231(5), verbally offer to a medical cannabis cardholder at the time of a
1193	purchase of cannabis, a cannabis product, or a medical cannabis device, personal
1194	counseling with the pharmacy medical provider; and
1195	(d) provide a telephone number or website by which the cardholder may contact a
1196	pharmacy medical provider for counseling.
1197	(11)(a) A medical cannabis pharmacy may create a medical cannabis disposal program
1198	that allows an individual to deposit unused or excess medical cannabis or cannabis
1199	residue from a medical cannabis device in a locked box or other secure receptacle
1200	within the medical cannabis pharmacy.
1201	(b) A medical cannabis pharmacy with a disposal program described in Subsection
1202	(11)(a) shall ensure that only a medical cannabis pharmacy agent or pharmacy
1203	medical provider can access deposited medical cannabis.
1204	(c) A medical cannabis pharmacy shall dispose of any deposited medical cannabis by:
1205	(i) rendering the deposited medical cannabis unusable and unrecognizable before
1206	transporting deposited medical cannabis from the medical cannabis pharmacy; and
1207	(ii) disposing of the deposited medical cannabis in accordance with:
1208	(A) federal and state law, rules, and regulations related to hazardous waste;
1209	(B) the Resource Conservation and Recovery Act, 42 U.S.C. Sec. 6991 et seq.;
1210	(C) Title 19, Chapter 6, Part 5, Solid Waste Management Act; and
1211	(D) other regulations that the department makes in accordance with Title 63G,
1212	Chapter 3, Utah Administrative Rulemaking Act.
1213	(12) A medical cannabis pharmacy:
1214	(a) shall employ a pharmacist who is licensed under Title 58, Chapter 17b, Pharmacy
1215	Practice Act, as a pharmacy medical provider;
1216	(b) may employ a physician who has the authority to write a prescription and is licensed
1217	under Title 58, Chapter 67, Utah Medical Practice Act, or Title 58, Chapter 68, Utah
1218	Osteopathic Medical Practice Act, as a pharmacy medical provider:

1219	(c) shall ensure that a pharmacy medical provider described in Subsection (12)(a) works
1220	onsite during all business hours;
1221	(d) shall designate one pharmacy medical provider described in Subsection (12)(a) as the
1222	pharmacist-in-charge to oversee the operation of and generally supervise the medical
1223	cannabis pharmacy;[-and]
1224	(e) shall allow the pharmacist-in-charge to determine which cannabis and cannabis
1225	products the medical cannabis pharmacy maintains in the medical cannabis
1226	pharmacy's inventory[-];
1227	(f) shall maintain a video surveillance system that:
1228	(i) tracks all handling of medical cannabis in the pharmacy;
1229	(ii) is tamper proof; and
1230	(iii) stores a video record for at least 45 days;
1231	(g) shall provide the department access to the video surveillance system upon request;
1232	<u>and</u>
1233	(h) if a patient product information insert is available, shall provide a patient who
1234	purchases a medical cannabis product the medical cannabis product's patient product
1235	information insert using any of the following methods:
1236	(i) a physical document;
1237	(ii) an email message;
1238	(iii) a text message; or
1239	(iv) a quick response code.
1240	(13) The department shall establish by rule, in accordance with Title 63G, Chapter 3, Utah
1241	Administrative Rulemaking Act, protocols for a recall of cannabis and cannabis products
1242	by a medical cannabis pharmacy.
1243	Section 12. Section 4-41a-1102 is amended to read:
1244	4-41a-1102 . Dispensing Amount a medical cannabis pharmacy may dispense
1245	Reporting Form of cannabis or cannabis product.
1246	(1)(a) A medical cannabis pharmacy may not sell a product other than:
1247	[(i) cannabis in a medicinal dosage form that the medical cannabis pharmacy
1248	acquired from another medical cannabis pharmacy or a cannabis processing
1249	facility that is licensed under Section 4-41a-201;]
1250	[(ii)] (i) [a cannabis product in a medicinal dosage form] medical cannabis that the
1251	medical cannabis pharmacy acquired from another medical cannabis pharmacy or
1252	a cannabis processing facility that is licensed under Section 4-41a-201:

1253	[(iii)] (ii) a medical cannabis device; or
1254	[(iv)] (iii) educational material related to the medical use of cannabis.
1255	(b) A medical cannabis pharmacy may only sell an item listed in Subsection (1)(a) to an
1256	individual with:
1257	(i)(A) a medical cannabis card; or
1258	(B) a Department of Health and Human Services registration described in
1259	Subsection 26B-4-213(10); and
1260	(ii) a corresponding government issued photo identification.
1261	(c) Notwithstanding Subsection (1)(a), a medical cannabis pharmacy may not sell a
1262	cannabis-based drug that the United States Food and Drug Administration has
1263	approved.
1264	(d) Notwithstanding Subsection (1)(b), a medical cannabis pharmacy may not sell a
1265	medical cannabis device or medical cannabis to an individual described in Subsection
1266	26B-4-213(2)(a)(i)(B) or to a minor described in Subsection 26B-4-213(2)(c) unless
1267	the individual or minor has the approval of the Compassionate Use Board in
1268	accordance with Subsection 26B-1-421(5).
1269	(2) A medical cannabis pharmacy:
1270	(a) may dispense to a medical cannabis cardholder, in any one 28-day period, up to the
1271	legal dosage limit of:
1272	(i) unprocessed cannabis that:
1273	(A) is in a medicinal dosage form; and
1274	(B) carries a label clearly displaying the amount of tetrahydrocannabinol and
1275	cannabidiol in the cannabis; and
1276	(ii) a cannabis product that is in a medicinal dosage form; and
1277	(b) may not dispense:
1278	(i) except for a medical cannabis cardholder approved under Subsection 26B-4-245(2).
1279	more medical cannabis than described in Subsection (2)(a); or
1280	(ii) any medical cannabis to an individual whose recommending medical provider did
1281	not recommend directions of use and dosing guidelines, until the individual
1282	consults with the pharmacy medical provider in accordance with Subsection
1283	26B-4-231(5).
1284	(3)(a) A medical cannabis pharmacy shall:
1285	(i)(A) access the state electronic verification system before dispensing [eannabis
1286	or a cannabis product] medical cannabis to a medical cannabis cardholder in

1287	order to determine if the cardholder or, where applicable, the associated patient
1288	has met the maximum amount of medical cannabis described in Subsection (2);
1289	and
1290	(B) if the verification in Subsection (3)(a)(i)(A) indicates that the individual has
1291	met the maximum amount described in Subsection (2), decline the sale, and
1292	notify the recommending medical provider who made the underlying
1293	recommendation;
1294	(ii) submit a record to the state electronic verification system each time the medical
1295	cannabis pharmacy dispenses medical cannabis to a medical cannabis cardholder;
1296	(iii) ensure that the pharmacy medical provider who is a licensed pharmacist reviews
1297	each medical cannabis transaction before dispensing the medical cannabis to the
1298	cardholder in accordance with pharmacy practice standards;
1299	(iv) package any medical cannabis[that is] in a container that:
1300	(A) complies with Subsection 4-41a-602(1)(b) or, if applicable, provisions related
1301	to a container for unprocessed cannabis flower in the definition of "medicinal
1302	dosage form" in Section 26B-4-201; and
1303	(B) is tamper-resistant and tamper-evident;[-and]
1304	[(C) provides an opaque bag or box for the medical cannabis cardholder's use in
1305	transporting the container in public;]
1306	(v) for a product that is a cube that is designed for ingestion through chewing or
1307	holding in the mouth for slow dissolution, include a separate, off-label warning
1308	about the risks of over-consumption; and
1309	(vi) beginning January 1, 2024, for [a cannabis product] medical cannabis that is
1310	cannabis flower, vaporizer cartridges, or concentrate, provide the product's terpene
1311	profiles collected under Subsection 4-41a-701(4) at or before the point of sale.
1312	(b) A medical cannabis cardholder transporting or possessing the container described in
1313	Subsection (3)(a)(iv) in public shall keep the container within the opaque bag or box
1314	that the medical cannabis pharmacist provides.
1315	(c) A medical cannabis pharmacy shall provide an opaque bag or box for the medical
1316	cannabis cardholder to use in transporting the medical cannabis in public if the
1317	medical cannabis cardholder does not provide an opaque bag or box.
1318	(4)(a) Except as provided in Subsection (4)(b), a medical cannabis pharmacy may not
1319	sell medical cannabis in the form of a cigarette or a medical cannabis device that is
1320	intentionally designed or constructed to resemble a cigarette.

1321	(b) A medical cannabis pharmacy may sell a medical cannabis device that warms
1322	cannabis material into a vapor without the use of a flame and that delivers cannabis to
1323	an individual's respiratory system.
1324	(5)(a) A medical cannabis pharmacy may not give, at no cost, a product that the medical
1325	cannabis pharmacy is allowed to sell under Subsection (1)(a)(i)[,] or (ii)[, or (iii)].
1326	(b) A medical cannabis pharmacy may give, at no cost, educational material related to
1327	the medical use of cannabis.
1328	(6) A medical cannabis pharmacy may purchase and store medical cannabis devices
1329	regardless of whether the seller has a cannabis-related license under this chapter or Title
1330	26B, Utah Health and Human Services Code.
1331	Section 13. Section 4-41a-1106 is amended to read:
1332	4-41a-1106. Medical cannabis pharmacy agent Registration.
1333	(1) An individual may not serve as a medical cannabis pharmacy agent of a medical
1334	cannabis pharmacy unless the department registers the individual as a medical cannabis
1335	pharmacy agent.
1336	(2) A recommending medical provider may not act as a medical cannabis pharmacy agent,
1337	have a financial or voting interest of 2% or greater in a medical cannabis pharmacy, or
1338	have the power to direct or cause the management or control of a medical cannabis
1339	pharmacy.
1340	(3)(a) The department shall, within 15 days after the day on which the department
1341	receives a complete application from a medical cannabis pharmacy on behalf of a
1342	prospective medical cannabis pharmacy agent, register and issue a medical cannabis
1343	pharmacy agent registration card to the prospective agent if the medical cannabis
1344	pharmacy:
1345	(i) provides to the department:
1346	(A) the prospective agent's name and address;
1347	(B) the name and location of the licensed medical cannabis pharmacy where the
1348	prospective agent seeks to act as the medical cannabis pharmacy agent; and
1349	(C) the submission required under Subsection (3)(b); and
1350	(ii) pays a fee to the department in an amount that, subject to Subsection 4-41a-104
1351	(5), the department sets in accordance with Section 63J-1-504.
1352	(b) Each prospective agent described in Subsection (3)(a) shall:
1353	(i) submit to the department:
1354	(A) a fingerprint card in a form acceptable to the Department of Public Safety; and

1355	(B) a signed waiver in accordance with Subsection 53-10-108(4) acknowledging
1356	the registration of the prospective agent's fingerprints in the Federal Bureau of
1357	Investigation Next Generation Identification System's Rap Back Service; and
1358	(ii) consent to a fingerprint background check by:
1359	(A) the Bureau of Criminal Identification; and
1360	(B) the Federal Bureau of Investigation.
1361	(c) The Bureau of Criminal Identification shall:
1362	(i) check the fingerprints the prospective agent submits under Subsection (3)(b)
1363	against the applicable state, regional, and national criminal records databases,
1364	including the Federal Bureau of Investigation Next Generation Identification
1365	System;
1366	(ii) report the results of the background check to the department;
1367	(iii) maintain a separate file of fingerprints that prospective agents submit under
1368	Subsection (3)(b) for search by future submissions to the local and regional
1369	criminal records databases, including latent prints;
1370	(iv) request that the fingerprints be retained in the Federal Bureau of Investigation
1371	Next Generation Identification System's Rap Back Service for search by future
1372	submissions to national criminal records databases, including the Next Generation
1373	Identification System and latent prints; and
1374	(v) establish a privacy risk mitigation strategy to ensure that the department only
1375	receives notifications for an individual with whom the department maintains an
1376	authorizing relationship.
1377	(d) The department shall:
1378	(i) assess an individual who submits fingerprints under Subsection (3)(b) a fee in an
1379	amount that the department sets in accordance with Section 63J-1-504 for the
1380	services that the Bureau of Criminal Identification or another authorized agency
1381	provides under this section; and
1382	(ii) remit the fee described in Subsection (3)(d)(i) to the Bureau of Criminal
1383	Identification.
1384	[(4) The department shall designate, on an individual's medical cannabis pharmacy agent
1385	registration card the name of the medical cannabis pharmacy where the individual is
1386	registered as an agent.]
1387	[(5)] (4) A medical cannabis pharmacy agent shall comply with a certification standard that
1388	the department develops in collaboration with the Division of Professional Licensing

1389	and the Board of Pharmacy, or a third-party certification standard that the department
1390	designates by rule, in collaboration with the Division of Professional Licensing and the
1391	Board of Pharmacy and in accordance with Title 63G, Chapter 3, Utah Administrative
1392	Rulemaking Act.
1393	[(6)] (5) The department shall ensure that the certification standard described in Subsection [
1394	(5)] (4) includes training in:
1395	(a) Utah medical cannabis law; and
1396	(b) medical cannabis pharmacy best practices.
1397	[(7)] (6) The department may revoke the medical cannabis pharmacy agent registration card
1398	of, or refuse to issue a medical cannabis pharmacy agent registration card to, an
1399	individual who:
1400	(a) violates the requirements of this chapter; or
1401	(b) is convicted under state or federal law of:
1402	(i) a felony within the preceding 10 years; or
1403	(ii) after December 3, 2018, a misdemeanor for drug distribution.
1404	[(8)] (7)(a) A medical cannabis pharmacy agent registration card expires two years after
1405	the day on which the department issues or renews the card.
1406	(b) A medical cannabis pharmacy agent may renew the agent's registration card if the
1407	agent:
1408	(i) is eligible for a medical cannabis pharmacy agent registration card under this
1409	section;
1410	(ii) certifies to the department in a renewal application that the information in
1411	Subsection (3)(a) is accurate or updates the information; and
1412	(iii) pays to the department a renewal fee in an amount that:
1413	(A) subject to Subsection 4-41a-104(5), the department sets in accordance with
1414	Section 63J-1-504; and
1415	(B) may not exceed the cost of the relatively lower administrative burden of
1416	renewal in comparison to the original application process.
1417	[(9)] (8)(a) As a condition precedent to registration and renewal of a medical cannabis
1418	pharmacy agent registration card, a medical cannabis pharmacy agent shall:
1419	(i) complete at least one hour of continuing education regarding patient privacy and
1420	federal health information privacy laws that is offered by the department under
1421	Subsection $[(9)(b)]$ (8)(b) or an accredited or approved continuing education
1422	provider that the department recognizes as offering continuing education

1423	appropriate for the medical cannabis pharmacy practice; and
1424	(ii) make a continuing education report to the department in accordance with a
1425	process that the department establishes by rule, in accordance with Title 63G,
1426	Chapter 3, Utah Administrative Rulemaking Act, and in collaboration with the
1427	Division of Professional Licensing and the Board of Pharmacy.
1428	(b) The department may, in consultation with the Division of Professional Licensing,
1429	develop the continuing education described in this Subsection [(9)] (8).
1430	(c) The pharmacist-in-charge described in Section 26B-4-219 shall ensure that each
1431	medical cannabis pharmacy agent working in the medical cannabis pharmacy who
1432	has access to the state electronic verification system is in compliance with this
1433	Subsection $\left[\frac{(9)}{8}\right]$.
1434	(d) A medical cannabis pharmacy agent may not access the electronic verification
1435	system following the termination of the medical cannabis pharmacy agent's
1436	employment.
1437	[(10)] (9) A medical cannabis pharmacy shall:
1438	(a) maintain a list of employees that have a medical cannabis pharmacy agent
1439	registration card; and
1440	(b) provide the list to the department upon request.
1441	Section 14. Section 4-41a-1202 is amended to read:
1442	4-41a-1202 . Home delivery of medical cannabis shipments Medical cannabis
1443	couriers License.
1444	(1) The department shall make rules, in accordance with Title 63G, Chapter 3, Utah
1445	Administrative Rulemaking Act, to ensure the safety, security, and efficiency of a home
1446	delivery medical cannabis pharmacy's fulfillment of electronic medical cannabis orders
1447	that the state central patient portal facilitates, including rules regarding the safe and
1448	controlled delivery of medical cannabis shipments.
1449	(2) A person may not operate as a medical cannabis courier without a license that the [
1450	department] licensing board issues under this section.
1451	(3)(a) Subject to Subsections (5) and (6), the [department] licensing board shall issue a
1452	license to operate as a medical cannabis courier to an applicant who is eligible for a
1453	license under this section.
1454	(b) An applicant is eligible for a license under this section if the applicant submits to the
1455	department] licensing board:
1456	(i) the name and address of an individual who:

1457	(A) has a financial or voting interest of 10% or greater in the proposed medical
1458	cannabis courier; or
1459	(B) has the power to direct or cause the management or control of a proposed
1460	cannabis production establishment;
1461	(ii) an operating plan that includes operating procedures to comply with the operating
1462	requirements for a medical cannabis courier described in this chapter; and
1463	(iii) an application fee in an amount that, subject to Subsection 4-41a-104(5), the
1464	department sets in accordance with Section 63J-1-504.
1465	(4) If the [department] licensing board determines that an applicant is eligible for a license
1466	under this section, the department shall:
1467	(a) charge the applicant an initial license fee in an amount that, subject to Subsection
1468	4-41a-104(5), the department sets in accordance with Section 63J-1-504; and
1469	(b) notify the Department of Public Safety of the license approval and the names of each
1470	individual described in Subsection (3)(b)(i).
1471	(5) The [department] licensing board may not issue a license to operate as a medical
1472	cannabis courier to an applicant if an individual described in Subsection (3)(b)(i):
1473	(a) has been convicted under state or federal law of:
1474	(i) a felony in the preceding 10 years; or
1475	(ii) after September 23, 2019, a misdemeanor for drug distribution; or
1476	(b) is younger than 21 years old.
1477	(6) The [department] licensing board may revoke a license under this part if:
1478	(a) the medical cannabis courier does not begin operations within one year after the day
1479	on which the department issues the initial license;
1480	(b) the medical cannabis courier makes the same violation of this chapter three times;
1481	(c) an individual described in Subsection (3)(b)(i) is convicted, while the license is
1482	active, under state or federal law of:
1483	(i) a felony; or
1484	(ii) after September 23, 2019, a misdemeanor for drug distribution; or
1485	(d) after a change of ownership described in Subsection (14)(c), the [department]
1486	licensing board determines that the medical cannabis courier no longer meets the
1487	minimum standards for licensure and operation of the medical cannabis courier
1488	described in this chapter.
1489	(7) The department shall deposit the proceeds of a fee imposed by this section [in] into the
1490	Qualified Production Enterprise Fund

1491	(8) The [department's] licensing board's authority to issue a license under this section is
1492	plenary and is not subject to review.
1493	(9) Each applicant for a license as a medical cannabis courier shall submit, at the time of
1494	application, from each individual who has a financial or voting interest of 10% or
1495	greater in the applicant or who has the power to direct or cause the management or
1496	control of the applicant:
1497	(a) a fingerprint card in a form acceptable to the Department of Public Safety;
1498	(b) a signed waiver in accordance with Subsection 53-10-108(4) acknowledging the
1499	registration of the individual's fingerprints in the Federal Bureau of Investigation
1500	Next Generation Identification System's Rap Back Service; and
1501	(c) consent to a fingerprint background check by:
1502	(i) the Bureau of Criminal Identification; and
1503	(ii) the Federal Bureau of Investigation.
1504	(10) The Bureau of Criminal Identification shall:
1505	(a) check the fingerprints the applicant submits under Subsection (9) against the
1506	applicable state, regional, and national criminal records databases, including the
1507	Federal Bureau of Investigation Next Generation Identification System;
1508	(b) report the results of the background check to the department;
1509	(c) maintain a separate file of fingerprints that applicants submit under Subsection (9)
1510	for search by future submissions to the local and regional criminal records databases,
1511	including latent prints;
1512	(d) request that the fingerprints be retained in the Federal Bureau of Investigation Next
1513	Generation Identification System's Rap Back Service for search by future
1514	submissions to national criminal records databases, including the Next Generation
1515	Identification System and latent prints; and
1516	(e) establish a privacy risk mitigation strategy to ensure that the department only
1517	receives notifications for an individual with whom the department maintains an
1518	authorizing relationship.
1519	(11) The department shall:
1520	(a) assess an individual who submits fingerprints under Subsection (9) a fee in an
1521	amount that the department sets in accordance with Section 63J-1-504 for the
1522	services that the Bureau of Criminal Identification or another authorized agency
1523	provides under this section; and
1524	(b) remit the fee described in Subsection (11)(a) to the Bureau of Criminal Identification.

1525	(12) The [department] licensing board shall renew a license under this section every year if,
1526	at the time of renewal:
1527	(a) the licensee meets the requirements of this section; and
1528	(b) the licensee pays the department a license renewal fee in an amount that, subject to
1529	Subsection 4-41a-104(5), the department sets in accordance with Section 63J-1-504.
1530	(13) A person applying for a medical cannabis courier license shall submit to the [
1531	department] licensing board a proposed operating plan that complies with this section
1532	and that includes:
1533	(a) a description of the physical characteristics of any proposed facilities, including a
1534	floor plan and an architectural elevation, and delivery vehicles;
1535	(b) a description of the credentials and experience of each officer, director, or owner of
1536	the proposed medical cannabis courier;
1537	(c) the medical cannabis courier's employee training standards;
1538	(d) a security plan; and
1539	(e) storage and delivery protocols, both short and long term, to ensure that medical
1540	cannabis shipments are stored and delivered in a manner that is sanitary and
1541	preserves the integrity of the cannabis.
1542	(14)(a) A medical cannabis courier license is not transferable or assignable.
1543	(b) A medical cannabis courier shall report in writing to the department no later than [10]
1544	45 business days before the date of any change of ownership of the medical cannabis
1545	courier.
1546	(c) If the ownership of a medical cannabis courier changes by 50% or more:
1547	(i) concurrent with the report described in Subsection (14)(b), the medical cannabis
1548	courier shall submit a new application described in Subsection (3)(b);
1549	(ii) within 30 days of the submission of the application, the [department] licensing
1550	<u>board</u> shall:
1551	(A) conduct an application review; and
1552	(B) award a license to the medical cannabis courier for the remainder of the term
1553	of the medical cannabis courier's license before the ownership change if the
1554	medical cannabis courier meets the minimum standards for licensure and
1555	operation of the medical cannabis courier described in this chapter; and
1556	(iii) if the [department] licensing board approves the license application,
1557	notwithstanding Subsection (4), the medical cannabis courier shall pay a license
1558	fee that the department sets in accordance with Section 63J-1-504 in an amount

1559	that covers the [board] <u>licensing board</u> 's cost of conducting the application review.
1560	(15)(a) Except as provided in Subsection(15)(b), a person may not advertise regarding
1561	the transportation of medical cannabis.
1562	(b) Notwithstanding Subsection (14)(a) and subject to Section 4-41a-109, a licensed
1563	home delivery medical cannabis pharmacy or a licensed medical cannabis courier
1564	may advertise:
1565	(i) a green cross;
1566	(ii) the pharmacy's or courier's name and logo; and
1567	(iii) that the pharmacy or courier is licensed to transport medical cannabis shipments.
1568	Section 15. Section 4-41a-1204 is amended to read:
1569	4-41a-1204. Medical cannabis courier agent Background check Registration
1570	card Rebuttable presumption.
1571	(1) An individual may not serve as a medical cannabis courier agent unless the department
1572	registers the individual as a medical cannabis courier agent.
1573	(2)(a) The department shall, within 15 days after the day on which the department
1574	receives a complete application from a medical cannabis courier on behalf of a
1575	medical cannabis courier agent, register and issue a medical cannabis courier agent
1576	registration card to the prospective agent if the medical cannabis courier:
1577	(i) provides to the department:
1578	(A) the prospective agent's name and address;
1579	(B) the name and address of the medical cannabis courier;
1580	(C) the name and address of each home delivery medical cannabis pharmacy with
1581	which the medical cannabis courier contracts to deliver medical cannabis
1582	shipments; and
1583	(D) the submission required under Subsection (2)(b);
1584	(ii) as reported under Subsection (2)(c), has not been convicted under state or federal
1585	law of:
1586	(A) a felony; or
1587	(B) after December 3, 2018, a misdemeanor for drug distribution; and
1588	(iii) pays the department a fee in an amount that, subject to Subsection 4-41a-104(5),
1589	the department sets in accordance with Section 63J-1-504.
1590	(b) Each prospective agent described in Subsection (2)(a) shall:
1591	(i) submit to the department:
1592	(A) a fingerprint card in a form acceptable to the Department of Public Safety; and

1593	(B) a signed waiver in accordance with Subsection 53-10-108(4) acknowledging
1594	the registration of the prospective agent's fingerprints in the Federal Bureau of
1595	Investigation Next Generation Identification System's Rap Back Service; and
1596	(ii) consent to a fingerprint background check by:
1597	(A) the Bureau of Criminal Identification; and
1598	(B) the Federal Bureau of Investigation.
1599	(c) The Bureau of Criminal Identification shall:
1600	(i) check the fingerprints the prospective agent submits under Subsection (2)(b)
1601	against the applicable state, regional, and national criminal records databases,
1602	including the Federal Bureau of Investigation Next Generation Identification
1603	System;
1604	(ii) report the results of the background check to the department;
1605	(iii) maintain a separate file of fingerprints that prospective agents submit under
1606	Subsection (2)(b) for search by future submissions to the local and regional
1607	criminal records databases, including latent prints;
1608	(iv) request that the fingerprints be retained in the Federal Bureau of Investigation
1609	Next Generation Identification System's Rap Back Service for search by future
1610	submissions to national criminal records databases, including the Next Generation
1611	Identification System and latent prints; and
1612	(v) establish a privacy risk mitigation strategy to ensure that the department only
1613	receives notifications for an individual with whom the department maintains an
1614	authorizing relationship.
1615	(d) The department shall:
1616	(i) assess an individual who submits fingerprints under Subsection (2)(b) a fee in an
1617	amount that the department sets in accordance with Section 63J-1-504 for the
1618	services that the Bureau of Criminal Identification or another authorized agency
1619	provides under this section; and
1620	(ii) remit the fee described in Subsection (2)(d)(i) to the Bureau of Criminal
1621	Identification.
1622	[(3) The department shall designate on an individual's medical cannabis courier agent
1623	registration card the name of the medical cannabis pharmacy where the individual is
1624	registered as an agent and each home delivery medical cannabis courier for which the
1625	medical cannabis courier delivers medical cannabis shipments.]
1626	[(4)] (3)(a) A medical cannabis courier agent shall comply with a certification standard

1627	that the department develops, in collaboration with the Division of Professional
1628	Licensing and the Board of Pharmacy, or a third-party certification standard that the
1629	department designates by rule in collaboration with the Division of Professional
1630	Licensing and the Board of Pharmacy and in accordance with Title 63G, Chapter 3,
1631	Utah Administrative Rulemaking Act.
1632	(b) The department shall ensure that the certification standard described in Subsection [
1633	$\frac{(4)(a)}{(3)(a)}$ includes training in:
1634	(i) Utah medical cannabis law;
1635	(ii) the medical cannabis shipment process; and
1636	(iii) medical cannabis courier agent best practices.
1637	[(5)] (4)(a) A medical cannabis courier agent registration card expires two years after the
1638	day on which the department issues or renews the card.
1639	(b) A medical cannabis courier agent may renew the agent's registration card if the agent:
1640	(i) is eligible for a medical cannabis courier agent registration card under this section
1641	(ii) certifies to the department in a renewal application that the information in
1642	Subsection (2)(a) is accurate or updates the information; and
1643	(iii) pays to the department a renewal fee in an amount that:
1644	(A) subject to Subsection 4-41a-104(5), the department sets in accordance with
1645	Section 63J-1-504; and
1646	(B) may not exceed the cost of the relatively lower administrative burden of
1647	renewal in comparison to the original application process.
1648	[(6)] (5) The department may revoke or refuse to issue or renew the medical cannabis
1649	courier agent registration card of an individual who:
1650	(a) violates the requirements of this chapter; or
1651	(b) is convicted under state or federal law of:
1652	(i) a felony within the preceding 10 years; or
1653	(ii) after December 3, 2018, a misdemeanor for drug distribution.
1654	[(7)] (6) A medical cannabis courier agent whom the department has registered under this
1655	section shall carry the agent's medical cannabis courier agent registration card with the
1656	agent at all times when:
1657	(a) the agent is on the premises of the medical cannabis courier, a medical cannabis
1658	pharmacy, or a delivery address; and
1659	(b) the agent is handling a medical cannabis shipment.
1660	[(8)] (7) If a medical cannabis courier agent handling a medical cannabis shipment

1661	possesses the shipment in compliance with Subsection [(7)] (6):
1662	(a) there is a rebuttable presumption that the agent possesses the shipment legally; and
1663	(b) there is no probable cause, based solely on the agent's possession of the medical
1664	cannabis shipment that the agent is engaging in illegal activity.
1665	[(9)] (8)(a) A medical cannabis courier agent who violates Subsection [(7)] (6) is:
1666	(i) guilty of an infraction; and
1667	(ii) subject to a \$100 fine.
1668	(b) An individual who is guilty of a violation described in Subsection $[(9)(a)]$ (8)(a) is
1669	not guilty of a violation of Title 58, Chapter 37, Utah Controlled Substances Act, for
1670	the conduct underlying the violation described in Subsection $[(9)(a)]$ (8)(a).
1671	[(10)] (9) A medical cannabis courier shall:
1672	(a) maintain a list of employees who have a medical cannabis courier agent card; and
1673	(b) provide the list to the department upon request.
1674	Section 16. Section 26B-1-435 is amended to read:
1675	26B-1-435 . Medical Cannabis Policy Advisory Board creation Membership
1676	Duties.
1677	(1) There is created within the department the Medical Cannabis Policy Advisory Board.
1678	(2)(a) The advisory board shall consist of the following members:
1679	(i) appointed by the executive director:
1680	(A) a qualified medical provider who has recommended medical cannabis to at
1681	least 100 patients before being appointed;
1682	(B) a medical research professional;
1683	(C) a mental health specialist;
1684	(D) an individual who represents an organization that advocates for medical
1685	cannabis patients;
1686	(E) an individual who holds a medical cannabis patient card; and
1687	(F) a member of the general public who does not hold a medical cannabis card; and
1688	(ii) appointed by the commissioner of the Department of Agriculture and Food:
1689	(A) an individual who owns or operates a licensed cannabis cultivation facility, as
1690	defined in Section 4-41a-102;
1691	(B) an individual who owns or operates a licensed medical cannabis pharmacy;
1692	and
1693	(C) a law enforcement officer.
1694	(b) The commissioner of the Department of Agriculture and Food shall ensure that at

1695	least one individual appointed under Subsection (2)(a)(ii)(A) or (B) also owns or
1696	operates a licensed cannabis processing facility.
1697	(3)(a) Subject to Subsection (3)(b), a member of the advisory board shall serve for a four
1698	year term.
1699	(b) When appointing the initial membership of the advisory board, the executive director
1700	and the commissioner of the Department of Agriculture and Food shall coordinate to
1701	appoint four advisory board members to serve a term of two years to ensure that
1702	approximately half of the board is appointed every two years.
1703	(4)(a) If an advisory board member is no longer able to serve as a member, a new
1704	member shall be appointed in the same manner as the original appointment.
1705	(b) A member appointed in accordance with Subsection (4)(a) shall serve for the
1706	remainder of the unexpired term of the original appointment.
1707	(5)(a) A majority of the advisory board members constitutes a quorum.
1708	(b) The action of a majority of a quorum constitutes an action of the advisory board.
1709	(c) For a term lasting one year, the advisory board shall annually designate members of
1710	the advisory board to serve as chair and vice-chair.
1711	(d) When designating the chair and vice-chair, the advisory board shall ensure that at
1712	least one individual described Subsection (2)(a)(i) is appointed as chair or vice-chair.
1713	(6) An advisory board member may not receive compensation or benefits for the member's
1714	service on the advisory board but may receive per diem and reimbursement for travel
1715	expenses incurred as an advisory board member in accordance with:
1716	(a) Sections 63A-3-106 and 63A-3-107; and
1717	(b) rules made by the Division of Finance pursuant to Sections 63A-3-106 and
1718	63A-3-107.
1719	(7) The department shall:
1720	(a) provide staff support for the advisory board; and
1721	(b) assist the advisory board in conducting meetings.
1722	(8) The advisory board may recommend:
1723	(a) to the department or the Department of Agriculture and Food changes to current or
1724	proposed medical cannabis rules or statutes; and
1725	(b) to the appropriate legislative committee whether the advisory board supports a
1726	change to medical cannabis statutes.
1727	(9) The advisory board shall:
1728	(a) review any draft rule that is authorized under [this chapter] Chapter 4, Part 2,

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- 1729 Cannabinoid Research and Medical Cannabis, or Title 4, Chapter 41a, Cannabis 1730 Production Establishments and Pharmacies; 1731 (b) consult with the Department of Agriculture and Food regarding the issuance of an additional: 1732 1733 (i) cultivation facility license under Section 4-41a-205; or 1734 (ii) pharmacy license under Section 4-41a-1005; 1735 (c) consult with the department regarding cannabis patient education; 1736 (d) consult regarding the reasonableness of any fees set by the department or the 1737 Department of Agriculture and Food that pertain to the medical cannabis program; 1738 and 1739 (e) consult regarding any issue pertaining to medical cannabis when asked by the 1740 department or the Utah Department of Agriculture and Food. 1741 Section 17. Section **26B-4-201** is amended to read: 1742 26B-4-201. Definitions. 1743 As used in this part: 1744 (1) "Active tetrahydrocannabinol" means THC, any THC analog, and 1745 tetrahydrocannabinolic acid. 1746 (2) "Administration of criminal justice" means the performance of detection, apprehension, 1747 detention, pretrial release, post-trial release, prosecution, and adjudication. 1748 (3) "Advertise" means information provided by a person in any medium: 1749 (a) to the public; and 1750 (b) that is not age restricted to an individual who is at least 21 years old. 1751 (4) "Advisory board" means the Medical Cannabis Policy Advisory Board created in 1752 Section 26B-1-435. 1753 (5) "Cannabis Research Review Board" means the Cannabis Research Review Board 1754 created in Section 26B-1-420. 1755 (6) "Cannabis" means marijuana. 1756 (7) "Cannabis processing facility" means the same as that term is defined in Section 1757 4-41a-102. 1758 (8) "Cannabis product" means a product that: 1759 (a) is intended for human use; and (b) contains cannabis or any tetrahydrocannabinol or THC analog in a total 1760

(9) "Cannabis production establishment" means the same as that term is defined in Section

concentration of 0.3% or greater on a dry weight basis.

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(c) a foreign passport.

1763	4-41a-102.
1764	(10) "Cannabis production establishment agent" means the same as that term is defined in
1765	Section 4-41a-102.
1766	(11) "Cannabis production establishment agent registration card" means the same as that
1767	term is defined in Section 4-41a-102.
1768	(12) "Conditional medical cannabis card" means an electronic medical cannabis card that
1769	the department issues in accordance with Subsection 26B-4-213(1)(b) to allow an
1770	applicant for a medical cannabis card to access medical cannabis during the department's
1771	review of the application.
1772	(13) "Controlled substance database" means the controlled substance database created in
1773	Section 58-37f-201.
1774	(14) "Delivery address" means the same as that term is defined in Section 4-41a-102.
1775	(15) "Department" means the Department of Health and Human Services.
1776	(16) "Designated caregiver" means:
1777	(a) an individual:
1778	(i) whom an individual with a medical cannabis patient card or a medical cannabis
1779	guardian card designates as the patient's caregiver; and
1780	(ii) who registers with the department under Section 26B-4-214; or
1781	(b)(i) a facility that an individual designates as a designated caregiver in accordance
1782	with Subsection 26B-4-214(1)(b); or
1783	(ii) an assigned employee of the facility described in Subsection 26B-4-214(1)(b)(ii)
1784	(17) "Directions of use" means recommended routes of administration for a medical
1785	cannabis treatment and suggested usage guidelines.
1786	(18) "Dosing guidelines" means a quantity range and frequency of administration for a
1787	recommended treatment of medical cannabis.
1788	(19) "Government issued photo identification" means any of the following forms of
1789	identification:
1790	(a) a valid state-issued driver license or identification card;
1791	(b) a valid United States federal-issued photo identification, including:
1792	(i) a United States passport;
1793	(ii) a United States passport card;
1794	(iii) a United States military identification card; or
1795	(iv) a permanent resident card or alien registration receipt card; or

1797	(20) "Home delivery medical cannabis pharmacy" means a medical cannabis pharmacy that
1798	the department authorizes, as part of the pharmacy's license, to deliver medical cannabis
1799	shipments to a delivery address to fulfill electronic orders that the state central patient
1800	portal facilitates.
1801	(21) "Inventory control system" means the system described in Section 4-41a-103.
1802	(22) "Legal dosage limit" means an amount that:
1803	(a) is sufficient to provide 30 days of treatment based on the dosing guidelines that the
1804	relevant recommending medical provider or the state central patient portal or
1805	pharmacy medical provider, in accordance with Subsection 26B-4-230(5),
1806	recommends; and
1807	(b) may not exceed:
1808	(i) for unprocessed cannabis in a medicinal dosage form, 113 grams by weight; and
1809	(ii) for a cannabis product in a medicinal dosage form, a quantity that contains, in
1810	total, greater than 20 grams of active tetrahydrocannabinol.
1811	(23) "Legal use termination date" means a date on the label of a container of unprocessed
1812	cannabis flower:
1813	(a) that is 60 days after the date of purchase of the cannabis; and
1814	(b) after which, the cannabis is no longer in a medicinal dosage form outside of the
1815	primary residence of the relevant medical cannabis patient cardholder.
1816	(24) "Limited medical provider" means an individual who:
1817	(a) meets the recommending qualifications; and
1818	(b) has no more than 15 patients with a valid medical cannabis patient card as a result of
1819	the individual's recommendation, in accordance with Subsection 26B-4-204(1)(b).
1820	(25) "Marijuana" means the same as that term is defined in Section 58-37-2.
1821	(26) "Medical cannabis" means cannabis in a medicinal dosage form or a cannabis product
1822	in a medicinal dosage form.
1823	(27) "Medical cannabis card" means a medical cannabis patient card, a medical cannabis
1824	guardian card, a medical cannabis caregiver card, or a conditional medical cannabis card.
1825	(28) "Medical cannabis cardholder" means:
1826	(a) a holder of a medical cannabis card; or
1827	(b) a facility or assigned employee, described in Subsection (16)(b), only:
1828	(i) within the scope of the facility's or assigned employee's performance of the role of
1829	a medical cannabis patient cardholder's caregiver designation under Subsection
1830	26B-4-214(1)(b); and

1831	(ii) while in possession of documentation that establishes:
1832	(A) a caregiver designation described in Subsection 26B-4-214(1)(b);
1833	(B) the identity of the individual presenting the documentation; and
1834	(C) the relation of the individual presenting the documentation to the caregiver
1835	designation.
1836	(29) "Medical cannabis caregiver card" means an electronic document that a cardholder
1837	may print or store on an electronic device or a physical card or document that:
1838	(a) the department issues to an individual whom a medical cannabis patient cardholder
1839	or a medical cannabis guardian cardholder designates as a designated caregiver; and
1840	(b) is connected to the electronic verification system.
1841	(30) "Medical cannabis courier" means the same as that term is defined in Section
1842	4-41a-102.
1843	(31)(a) "Medical cannabis device" means a device that an individual uses to ingest or
1844	inhale cannabis in a medicinal dosage form or a cannabis product in a medicinal
1845	dosage form.
1846	(b) "Medical cannabis device" does not include a device that:
1847	(i) facilitates cannabis combustion; or
1848	(ii) an individual uses to ingest substances other than cannabis.
1849	(32) "Medical cannabis guardian card" means an electronic document that a cardholder may
1850	print or store on an electronic device or a physical card or document that:
1851	(a) the department issues to the parent or legal guardian of a minor with a qualifying
1852	condition; and
1853	(b) is connected to the electronic verification system.
1854	(33) "Medical cannabis patient card" means an electronic document that a cardholder may
1855	print or store on an electronic device or a physical card or document that:
1856	(a) the department issues to an individual with a qualifying condition; and
1857	(b) is connected to the electronic verification system.
1858	(34) "Medical cannabis pharmacy" means a person that:
1859	(a)(i) acquires or intends to acquire medical cannabis or a cannabis product in a
1860	medicinal dosage form from a cannabis processing facility or another medical
1861	cannabis pharmacy or a medical cannabis device; or
1862	(ii) possesses medical cannabis or a medical cannabis device; and
1863	(b) sells or intends to sell medical cannabis or a medical cannabis device to a medical
1864	cannabis cardholder.

1865	(35) "Medical cannabis pharmacy agent" means an individual who holds a valid medical
1866	cannabis pharmacy agent registration card issued by the department.
1867	(36) "Medical cannabis pharmacy agent registration card" means a registration card issued
1868	by the department that authorizes an individual to act as a medical cannabis pharmacy
1869	agent.
1870	(37) "Medical cannabis shipment" means the same as that term is defined in Section
1871	4-41a-102.
1872	(38) "Medical cannabis treatment" means cannabis in a medicinal dosage form, a cannabis
1873	product in a medicinal dosage form, or a medical cannabis device.
1874	(39)(a) "Medicinal dosage form" means:
1875	(i) for processed medical cannabis, the following with a specific and consistent
1876	cannabinoid content:
1877	(A) a tablet;
1878	(B) a capsule;
1879	(C) a concentrated liquid or viscous oil;
1880	(D) a liquid suspension that does not exceed 30 milliliters;
1881	(E) a topical preparation;
1882	(F) a transdermal preparation;
1883	(G) a sublingual preparation;
1884	(H) a gelatinous cube, gelatinous rectangular cuboid, or lozenge in a cube or
1885	rectangular cuboid shape;
1886	(I) a resin or wax;
1887	(J) an aerosol;
1888	(K) a suppository preparation; or
1889	(L) a soft or hard confection that is a uniform rectangular cuboid or uniform
1890	spherical shape, is homogeneous in color and texture, and each piece is a single
1891	serving; or
1892	(ii) for unprocessed cannabis flower, a container described in Section 4-41a-602 that:
1893	(A) contains cannabis flower in a quantity that varies by no more than 10% from
1894	the stated weight at the time of packaging;
1895	(B) at any time the medical cannabis cardholder transports or possesses the
1896	container in public, is contained within an opaque bag or box that the medical
1897	cannabis pharmacy provides; and
1898	(C) is labeled with the container's content and weight, the date of purchase, the

1899	legal use termination date, and a barcode that provides information connected
1900	to an inventory control system.
1901	(b) "Medicinal dosage form" includes a portion of unprocessed cannabis flower that:
1902	(i) the medical cannabis cardholder has recently removed from the container
1903	described in Subsection (39)(a)(ii) for use; and
1904	(ii) does not exceed the quantity described in Subsection (39)(a)(ii).
1905	(c) "Medicinal dosage form" does not include:
1906	(i) any unprocessed cannabis flower outside of the container described in Subsection
1907	(39)(a)(ii), except as provided in Subsection (39)(b);
1908	(ii) any unprocessed cannabis flower in a container described in Subsection
1909	(39)(a)(ii) after the legal use termination date;
1910	(iii) a process of vaporizing and inhaling concentrated cannabis by placing the
1911	cannabis on a nail or other metal object that is heated by a flame, including a
1912	blowtorch;
1913	(iv) a liquid suspension that is branded as a beverage;
1914	(v) a substance described in Subsection (39)(a)(i) or (ii) if the substance is not
1915	measured in grams, milligrams, or milliliters; or
1916	(vi) a substance that contains or is covered to any degree with chocolate.
1917	(40) "Nonresident patient" means an individual who:
1918	(a) is not a resident of Utah or has been a resident of Utah for less than 45 days;
1919	(b) has a currently valid medical cannabis card or the equivalent of a medical cannabis
1920	card under the laws of another state, district, territory, commonwealth, or insular
1921	possession of the United States; and
1922	(c) has been diagnosed with a qualifying condition as described in Section 26B-4-203.
1923	(41) "Patient product information insert" means a single page document or webpage that
1924	contains information about a medical cannabis product regarding:
1925	(a) how to use the product;
1926	(b) common side effects;
1927	(c) serious side effects;
1928	(d) dosage;
1929	(e) contraindications;
1930	(f) safe storage;
1931	(g) information on when a product should not be used; and
1932	(h) other information the department deems appropriate in consultation with the

1933	cannabis processing facility that created the product.
1934	[(41)] (42) "Pharmacy medical provider" means the medical provider required to be on site
1935	at a medical cannabis pharmacy under Section 26B-4-219.
1936	[(42)] (43) "Provisional patient card" means a card that:
1937	(a) the department issues to a minor with a qualifying condition for whom:
1938	(i) a recommending medical provider has recommended a medical cannabis
1939	treatment; and
1940	(ii) the department issues a medical cannabis guardian card to the minor's parent or
1941	legal guardian; and
1942	(b) is connected to the electronic verification system.
1943	[(43)] (44) "Qualified medical provider" means an individual:
1944	(a) who meets the recommending qualifications; and
1945	(b) whom the department registers to recommend treatment with cannabis in a medicinal
1946	dosage form under Section 26B-4-204.
1947	[(44)] (45) "Qualified Patient Enterprise Fund" means the enterprise fund created in Section
1948	26B-1-310.
1949	[(45)] (46) "Qualifying condition" means a condition described in Section 26B-4-203.
1950	[(46)] (47) "Recommend" or "recommendation" means, for a recommending medical
1951	provider, the act of suggesting the use of medical cannabis treatment, which:
1952	(a) certifies the patient's eligibility for a medical cannabis card; and
1953	(b) may include, at the recommending medical provider's discretion, directions of use,
1954	with or without dosing guidelines.
1955	[(47)] (48) "Recommending medical provider" means a qualified medical provider or a
1956	limited medical provider.
1957	[(48)] (49) "Recommending qualifications" means that an individual:
1958	(a)(i) has the authority to write a prescription;
1959	(ii) is licensed to prescribe a controlled substance under Title 58, Chapter 37, Utah
1960	Controlled Substances Act; and
1961	(iii) possesses the authority, in accordance with the individual's scope of practice, to
1962	prescribe a Schedule II controlled substance; and
1963	(b) is licensed as:
1964	(i) a podiatrist under Title 58, Chapter 5a, Podiatric Physician Licensing Act;
1965	(ii) an advanced practice registered nurse under Title 58, Chapter 31b, Nurse Practice
1966	Act;

1967	(iii) a physician under Title 58, Chapter 67, Utah Medical Practice Act, or Title 58,
1968	Chapter 68, Utah Osteopathic Medical Practice Act; or
1969	(iv) a physician assistant under Title 58, Chapter 70a, Utah Physician Assistant Act.
1970	[(49)] (50) "State central patient portal" means the website the department creates, in
1971	accordance with Section 26B-4-236, to facilitate patient safety, education, and an
1972	electronic medical cannabis order.
1973	[(50)] (51) "State electronic verification system" means the system described in Section
1974	26B-4-202.
1975	[(51)] (52) "Targeted marketing" means the promotion by a qualified medical provider,
1976	medical clinic, or medical office that employs a qualified medical provider of a medical
1977	cannabis recommendation service using any of the following methods:
1978	(a) electronic communication to an individual who is at least 21 years old and has
1979	requested to receive promotional information;
1980	(b) an in-person marketing event that is held in an area where only an individual who is
1981	at least 21 years old may access the event;
1982	(c) other marketing material that is physically or digitally displayed in the office of the
1983	medical clinic or office that employs a qualified medical provider; or
1984	(d) a leaflet that a qualified medical provider, medical clinic, or medical office that
1985	employs a qualified medical provider shares with an individual who is at least 21
1986	years old.
1987	[(52)] (53) "Tetrahydrocannabinol" or "THC" means a substance derived from cannabis or a
1988	synthetic equivalent as described in Subsection 58-37-4(2)(a)(iii)(AA).
1989	[(53)] (54) "THC analog" means the same as that term is defined in Section 4-41-102.
1990	Section 18. Section 26B-4-202 is amended to read:
1991	26B-4-202 . Electronic verification system.
1992	(1) The Department of Agriculture and Food, the department, the Department of Public
1993	Safety, and the Division of Technology Services shall:
1994	(a) enter into a memorandum of understanding in order to determine the function and
1995	operation of the state electronic verification system in accordance with Subsection
1996	(2);
1997	(b) coordinate with the Division of Purchasing, under Title 63G, Chapter 6a, Utah
1998	Procurement Code, to develop a request for proposals for a third-party provider to
1999	develop and maintain the state electronic verification system in coordination with the
2000	Division of Technology Services: and

2001	(c) select a third-party provider who:
2002	(i) meets the requirements contained in the request for proposals issued under
2003	Subsection (1)(b); and
2004	(ii) may not have any commercial or ownership interest in a cannabis production
2005	establishment or a medical cannabis pharmacy.
2006	(2) The Department of Agriculture and Food, the department, the Department of Public
2007	Safety, and the Division of Technology Services shall ensure that the state electronic
2008	verification system described in Subsection (1):
2009	(a) allows an individual to apply for a medical cannabis patient card or, if applicable, a
2010	medical cannabis guardian card, provided that the card may not become active until:
2011	(i) the relevant qualified medical provider completes the associated medical cannabis
2012	recommendation; or
2013	(ii) for a medical cannabis card related to a limited medical provider's
2014	recommendation, the medical cannabis pharmacy completes the recording
2015	described in Subsection (2)(d);
2016	(b) allows an individual to apply to renew a medical cannabis patient card or a medical
2017	cannabis guardian card in accordance with Section 26B-4-213;
2018	(c) allows a qualified medical provider, or an employee described in Subsection (3)
2019	acting on behalf of the qualified medical provider, to:
2020	(i) access dispensing and card status information regarding a patient:
2021	(A) with whom the qualified medical provider has a provider-patient relationship;
2022	and
2023	(B) for whom the qualified medical provider has recommended or is considering
2024	recommending a medical cannabis card;
2025	(ii) electronically recommend treatment with cannabis in a medicinal dosage form or
2026	a cannabis product in a medicinal dosage form and optionally recommend dosing
2027	guidelines;
2028	(iii) electronically renew a recommendation to a medical cannabis patient cardholder
2029	or medical cannabis guardian cardholder:
2030	(A) using telehealth services, for the qualified medical provider who originally
2031	recommended a medical cannabis treatment during a face-to-face visit with the
2032	patient; or
2033	(B) during a face-to-face visit with the patient, for a qualified medical provider
2034	who did not originally recommend the medical cannabis treatment during a

2035	face-to-face visit; and
2036	(iv) submit an initial application, renewal application, or application payment on
2037	behalf of an individual applying for any of the following:
2038	(A) a medical cannabis patient card;
2039	(B) a medical cannabis guardian card; or
2040	(C) a medical cannabis caregiver card;
2041	(d) allows a medical cannabis pharmacy medical provider or medical cannabis pharmacy
2042	agent, in accordance with Subsection 4-41a-1101(10)(a), to:
2043	(i) access the electronic verification system to review the history within the system of
2044	a patient with whom the provider or agent is interacting, limited to read-only
2045	access for medical cannabis pharmacy agents unless the medical cannabis
2046	pharmacy's pharmacist in charge authorizes add and edit access;
2047	(ii) record a patient's recommendation from a limited medical provider, including any
2048	directions of use, dosing guidelines, or caregiver indications from the limited
2049	medical provider;
2050	(iii) record a limited medical provider's renewal of the provider's previous
2051	recommendation; and
2052	(iv) submit an initial application, renewal application, or application payment on
2053	behalf of an individual applying for any of the following:
2054	(A) a medical cannabis patient card;
2055	(B) a medical cannabis guardian card; or
2056	(C) a medical cannabis caregiver card;
2057	(e) connects with:
2058	(i) an inventory control system that a medical cannabis pharmacy uses to track in real
2059	time and archive purchases of any cannabis in a medicinal dosage form, cannabis
2060	product in a medicinal dosage form, or a medical cannabis device, including:
2061	(A) the time and date of each purchase;
2062	(B) the quantity and type of cannabis, cannabis product, or medical cannabis
2063	device purchased;
2064	(C) any cannabis production establishment, any medical cannabis pharmacy, or
2065	any medical cannabis courier associated with the cannabis, cannabis product,
2066	or medical cannabis device; and
2067	(D) the personally identifiable information of the medical cannabis cardholder
2068	who made the purchase; and

2069	(ii) any commercially available inventory control system that a cannabis production
2070	establishment utilizes in accordance with Section 4-41a-103 to use data that the
2071	Department of Agriculture and Food requires by rule, in accordance with Title
2072	63G, Chapter 3, Utah Administrative Rulemaking Act, from the inventory
2073	tracking system that a licensee uses to track and confirm compliance;
2074	(f) provides access to:
2075	(i) the department to the extent necessary to carry out the department's functions and
2076	responsibilities under this part;
2077	(ii) the Department of Agriculture and Food to the extent necessary to carry out the
2078	functions and responsibilities of the Department of Agriculture and Food under
2079	Title 4, Chapter 41a, Cannabis Production Establishments and Pharmacies; and
2080	(iii) the Division of Professional Licensing to the extent necessary to carry out the
2081	functions and responsibilities related to the participation of the following in the
2082	recommendation and dispensing of medical cannabis:
2083	(A) a podiatrist licensed under Title 58, Chapter 5a, Podiatric Physician Licensing
2084	Act;
2085	(B) a pharmacist licensed under Title 58, Chapter 17b, Pharmacy Practice Act;
2086	(C) an advanced practice registered nurse licensed under Title 58, Chapter 31b,
2087	Nurse Practice Act;
2088	(D) a physician licensed under Title 58, Chapter 67, Utah Medical Practice Act, or
2089	Title 58, Chapter 68, Utah Osteopathic Medical Practice Act; or
2090	(E) a physician assistant licensed under Title 58, Chapter 70a, Utah Physician
2091	Assistant Act;
2092	(g) provides access to and interaction with the state central patient portal;
2093	(h) communicates dispensing information from a record that a medical cannabis
2094	pharmacy submits to the state electronic verification system under Subsection
2095	4-41a-1102(3)(a)(ii) to the controlled substance database;
2096	(i) provides access to state or local law enforcement only to verify the validity of an
2097	individual's medical cannabis card for the administration of criminal justice and
2098	through a database used by law enforcement; and
2099	(j) creates a record each time a person accesses the system that identifies the person who
2100	accesses the system and the individual whose records the person accesses.
2101	(3)(a) An employee of a qualified medical provider may access the electronic
2102	verification system for a purpose described in Subsection (2)(c) on behalf of the

2103	qualified medical provider if:
2104	(i) the qualified medical provider has designated the employee as an individual
2105	authorized to access the electronic verification system on behalf of the qualified
2106	medical provider;
2107	(ii) the qualified medical provider provides written notice to the department of the
2108	employee's identity and the designation described in Subsection (3)(a)(i); and
2109	(iii) the department grants to the employee access to the electronic verification
2110	system.
2111	(b) An employee of a business that employs a qualified medical provider may access the
2112	electronic verification system for a purpose described in Subsection (2)(c) on behalf
2113	of the qualified medical provider if:
2114	(i) the qualified medical provider has designated the employee as an individual
2115	authorized to access the electronic verification system on behalf of the qualified
2116	medical provider;
2117	(ii) the qualified medical provider and the employing business jointly provide written
2118	notice to the department of the employee's identity and the designation described
2119	in Subsection (3)(b)(i); and
2120	(iii) the department grants to the employee access to the electronic verification
2121	system.
2122	(c) Every two years, an employee described in Subsections (3)(a) and (3)(b) shall
2123	complete at least one hour of education regarding health information privacy laws
2124	that is offered by the department or an accredited or approved education provider that
2125	the department recognizes before the department may grant the employee access to
2126	the electronic verification system.
2127	(4)(a) As used in this Subsection (4), "prescribing provider" means:
2128	(i) a podiatrist licensed under Title 58, Chapter 5a, Podiatric Physician Licensing Act
2129	(ii) an advanced practice registered nurse licensed under Title 58, Chapter 31b, Nurse
2130	Practice Act;
2131	(iii) a physician licensed under Title 58, Chapter 67, Utah Medical Practice Act, or
2132	Title 58, Chapter 68, Utah Osteopathic Medical Practice Act; or
2133	(iv) a physician assistant licensed under Title 58, Chapter 70a, Utah Physician
2134	Assistant Act.
2135	(b) A prescribing provider may access information in the electronic verification system
2136	regarding a patient the prescribing provider treats.

2137	(5) The department may release limited data that the system collects for the purpose of:
2138	(a) conducting medical and other department approved research;
2139	(b) providing the report required by Section 26B-4-222; and
2140	(c) other official department purposes.
2141	(6) The department shall make rules, in accordance with Title 63G, Chapter 3, Utah
2142	Administrative Rulemaking Act, to establish:
2143	(a) the limitations on access to the data in the state electronic verification system as
2144	described in this section; and
2145	(b) standards and procedures to ensure accurate identification of an individual requesting
2146	information or receiving information in this section.
2147	(7) Any person who negligently or recklessly releases any information in the state
2148	electronic verification system in violation of this section is guilty of a class C
2149	misdemeanor.
2150	(8) Any person who obtains or attempts to obtain information from the state electronic
2151	verification system by misrepresentation or fraud is guilty of a third degree felony.
2152	(9)(a) Except as provided in Subsections (9)(c) and (9)(e), a person may not knowingly
2153	and intentionally use, release, publish, or otherwise make available to any other
2154	person information obtained from the state electronic verification system for any
2155	purpose other than a purpose specified in this section.
2156	(b) Each separate violation of this Subsection (9) is:
2157	(i) a third degree felony; and
2158	(ii) subject to a civil penalty not to exceed \$5,000.
2159	(c) A law enforcement officer who uses the database used by law enforcement to access
2160	information in the electronic verification system for a reason that is not the
2161	administration of criminal justice is guilty of a class B misdemeanor.
2162	(d) The department shall determine a civil violation of this Subsection (9) in accordance
2163	with Title 63G, Chapter 4, Administrative Procedures Act.
2164	(e) Civil penalties assessed under this Subsection (9) shall be deposited into the General
2165	Fund.
2166	(f) This Subsection (9) does not prohibit a person who obtains information from the state
2167	electronic verification system under Subsection (2)(a), (c), or (f) from:
2168	(i) including the information in the person's medical chart or file for access by a
2169	person authorized to review the medical chart or file;
2170	(ii) providing the information to a person in accordance with the requirements of the

2171	Health Insurance Portability and Accountability Act of 1996; or
2172	(iii) discussing or sharing that information about the patient with the patient.
2173	Section 19. Section 26B-4-204 is amended to read:
2174	26B-4-204. Qualified medical provider registration Continuing education
2175	Treatment recommendation Limited medical provider.
2176	(1)(a)(i) Except as provided in Subsection (1)(b), an individual may not recommend a
2177	medical cannabis treatment unless the department registers the individual as a
2178	qualified medical provider in accordance with this section.
2179	(ii) Notwithstanding Subsection (1)(a)(i), a qualified medical provider who is
2180	podiatrist licensed under Title 58, Chapter 5a, Podiatric Physician Licensing Act,
2181	may not recommend a medical cannabis treatment except within the course and
2182	scope of a practice of podiatry, as that term is defined in Section 58-5a-102.
2183	(b) An individual who meets the recommending qualifications may recommend a
2184	medical cannabis treatment as a limited medical provider without registering under
2185	Subsection (1)(a) if:
2186	(i) the individual recommends the use of medical cannabis to the patient through an
2187	order described in Subsection (1)(c) after:
2188	(A) a face-to-face visit for an initial recommendation or the renewal of a
2189	recommendation for a patient for whom the limited medical provider did not
2190	make the patient's original recommendation; or
2191	(B) a visit using telehealth services for a renewal of a recommendation for a
2192	patient for whom the limited medical provider made the patient's original
2193	recommendation; and
2194	(ii) the individual's recommendation or renewal would not cause the total number of
2195	the individual's patients who have a valid medical cannabis patient card or
2196	provisional patient card resulting from the individual's recommendation to exceed
2197	15.
2198	(c) The individual described in Subsection (1)(b) shall communicate the individual's
2199	recommendation through an order for the medical cannabis pharmacy to record the
2200	individual's recommendation or renewal in the state electronic verification system
2201	under the individual's recommendation that:
2202	(i)(A) the individual or the individual's employee sends electronically to a medical
2203	cannabis pharmacy; or
2204	(B) the individual gives to the patient in writing for the patient to deliver to a

2205	medical cannabis pharmacy; and
2206	(ii) may include:
2207	(A) directions of use or dosing guidelines; and
2208	(B) an indication of a need for a caregiver in accordance with Subsection [
2209	26B-4-213(3)(e)] <u>26B-4-213(3)(b)</u> .
2210	(d) If the limited medical provider gives the patient a written recommendation to deliver
2211	to a medical cannabis pharmacy under Subsection (1)(c)(i)(B), the limited medical
2212	provider shall ensure that the document includes all of the information that is
2213	included on a prescription the provider would issue for a controlled substance,
2214	including:
2215	(i) the date of issuance;
2216	(ii) the provider's name, address and contact information, controlled substance license
2217	information, and signature; and
2218	(iii) the patient's name, address and contact information, age, and diagnosed
2219	qualifying condition.
2220	(e) In considering making a recommendation as a limited medical provider, an
2221	individual may consult information that the department makes available on the
2222	department's website for recommending providers.
2223	(2)(a) The department shall, within 15 days after the day on which the department
2224	receives an application from an individual, register and issue a qualified medical
2225	provider registration card to the individual if the individual:
2226	(i) provides to the department the individual's name and address;
2227	(ii) provides to the department an acknowledgment that the individual has completed
2228	four hours of continuing education related to medical cannabis;
2229	(iii) provides to the department evidence that the individual meets the recommending
2230	qualifications;
2231	(iv) for an applicant on or after November 1, 2021, provides to the department the
2232	information described in Subsection (10)(a); and
2233	(v) pays the department a fee in an amount that:
2234	(A) the department sets, in accordance with Section 63J-1-504; and
2235	(B) does not exceed \$300 for an initial registration.
2236	(b) The department may not register an individual as a qualified medical provider if the
2237	individual is:
2238	(i) a pharmacy medical provider; or

2239	(11) an owner, officer, director, board member, employee, or agent of a cannabis
2240	production establishment, a medical cannabis pharmacy, or a medical cannabis
2241	courier.
2242	(3)(a) An individual shall complete the continuing education related to medical cannabis
2243	in the following amounts:
2244	(i) for an individual as a condition precedent to registration, four hours; and
2245	(ii) for a qualified medical provider as a condition precedent to renewal, four hours
2246	every two years.
2247	(b) The department may, in consultation with the Division of Professional Licensing,
2248	develop continuing education related to medical cannabis.
2249	(c) The continuing education described in this Subsection (3) may discuss:
2250	(i) the provisions of this part;
2251	(ii) general information about medical cannabis under federal and state law;
2252	(iii) the latest scientific research on the endocannabinoid system and medical
2253	cannabis, including risks and benefits;
2254	(iv) recommendations for medical cannabis as it relates to the continuing care of a
2255	patient in pain management, risk management, potential addiction, or palliative
2256	care; and
2257	(v) best practices for recommending the form and dosage of medical cannabis based
2258	on the qualifying condition underlying a medical cannabis recommendation.
2259	(4)(a) Except as provided in Subsection (4)(b), a qualified medical provider may not
2260	recommend a medical cannabis treatment to more than 1.5% of the total amount of
2261	medical cannabis patient cardholders.
2262	(b) If a qualified medical provider receives payment from an insurance plan for services
2263	provided under this chapter, then the patient whose insurance plan was billed does
2264	not count toward the 1.5% patient cap described in Subsection (4)(a).
2265	(5) A recommending medical provider may recommend medical cannabis to an individual
2266	under this part only in the course of a provider-patient relationship after the
2267	recommending medical provider has completed and documented in the patient's medical
2268	record a thorough assessment of the patient's condition and medical history based on the
2269	appropriate standard of care for the patient's condition.
2270	(6)(a) Except as provided in Subsections (6)(b) and (c), a person may not advertise that
2271	the person or the person's employee recommends a medical cannabis treatment.
2272	(b) Notwithstanding Subsection (6)(a) and Section 4-41a-109, a qualified medical

2273	provider, medical clinic, or medical office that employs a qualified medical provider
2274	may advertise only the following:
2275	(i) a green cross;
2276	(ii) the provider's or clinic's name and logo;
2277	(iii) a qualifying condition that the individual treats;
2278	(iv) that the qualified medical provider, medical clinic, or medical office evaluates
2279	patients for medical cannabis recommendations;
2280	(v) a scientific study regarding medical cannabis use; or
2281	(vi) contact information.
2282	(c) Notwithstanding Subsection (6)(a) and Section 4-41a-109, qualified medical
2283	provider, medical clinic, or medical office that employs a qualified medical provider
2284	may engage in targeted marketing, as determined by the department through rule, for
2285	advertising medical cannabis recommendation services.
2286	(7)(a) A qualified medical provider registration card expires two years after the day on
2287	which the department issues the card.
2288	(b) The department shall renew a qualified medical provider's registration card if the
2289	provider:
2290	(i) applies for renewal;
2291	(ii) is eligible for a qualified medical provider registration card under this section,
2292	including maintaining an unrestricted license under the recommending
2293	qualifications;
2294	(iii) certifies to the department in a renewal application that the information in
2295	Subsection (2)(a) is accurate or updates the information;
2296	(iv) submits a report detailing the completion of the continuing education
2297	requirement described in Subsection (3); and
2298	(v) pays the department a fee in an amount that:
2299	(A) the department sets, in accordance with Section 63J-1-504; and
2300	(B) does not exceed \$50 for a registration renewal.
2301	(8) The department may revoke the registration of a qualified medical provider who fails to
2302	maintain compliance with the requirements of this section.
2303	(9) A recommending medical provider may not:
2304	(a) receive any compensation or benefit for the qualified medical provider's medical
2305	cannabis treatment recommendation from:
2306	(i) a cannabis production establishment or an owner, officer, director, board member,

2307	employee, or agent of a cannabis production establishment;
2308	(ii) a medical cannabis pharmacy or an owner, officer, director, board member,
2309	employee, or agent of a medical cannabis pharmacy; or
2310	(iii) a recommending medical provider or pharmacy medical provider; or
2311	(b) provide a medical cannabis recommendation at a medical clinic or medical office
2312	that is violating the advertising limitations described in Subsection (6).
2313	(10)(a) Each quarter, a qualified medical provider shall report to the department, in a
2314	manner designated by the department:
2315	(i) if applicable, that the qualified medical provider or the entity that employs the
2316	qualified medical provider represents online or on printed material that the
2317	qualified medical provider is a qualified medical provider or offers medical
2318	cannabis recommendations to patients; and
2319	(ii)(A) for cash payment without insurance, the fee amount that the qualified
2320	medical provider or the entity that employs the qualified medical provider
2321	charges a patient for a medical cannabis recommendation as an actual cash
2322	rate; and
2323	(B) whether the qualified medical provider or the entity that employs the qualified
2324	medical provider bills insurance.
2325	(b) The department shall:
2326	(i) ensure that the following information related to qualified medical providers and
2327	entities described in Subsection (10)(a)(i) is available on the department's website
2328	or on the health care price transparency tool under Subsection (10)(b)(ii):
2329	(A) the name of the qualified medical provider and, if applicable, the name of the
2330	entity that employs the qualified medical provider;
2331	(B) the address of the qualified medical provider's office or, if applicable, the
2332	entity that employs the qualified medical provider; and
2333	(C) the fee amount described in Subsection (10)(a)(ii)(A); and
2334	(ii) share data collected under this Subsection (10) with the state auditor for use in the
2335	health care price transparency tool described in Section 67-3-11.
2336	Section 20. Section 26B-4-213 is amended to read:
2337	26B-4-213. Medical cannabis patient card Medical cannabis guardian card
2338	Conditional medical cannabis card Application Fees Studies.
2339	(1)(a) Subject to Section 26B-4-246, within 15 days after the day on which an individual
2340	who satisfies the eligibility criteria in this section or Section 26B-4-214 submits an

2341	application in accordance with this section or Section 26B-4-214, the department
2342	shall:
2343	(i) issue a medical cannabis patient card to an individual described in Subsection
2344	(2)(a);
2345	(ii) issue a medical cannabis guardian card to an individual described in Subsection
2346	(2)(b);
2347	(iii) issue a provisional patient card to a minor described in Subsection (2)(c); and
2348	(iv) issue a medical cannabis caregiver card to an individual described in Subsection
2349	26B-4-214(4).
2350	(b)(i) Upon the entry of a recommending medical provider's medical cannabis
2351	recommendation for a patient in the state electronic verification system, either by
2352	the provider or the provider's employee or by a medical cannabis pharmacy
2353	medical provider or medical cannabis pharmacy in accordance with Subsection
2354	4-41a-1101(10)(a), the department shall issue to the patient an electronic
2355	conditional medical cannabis card, in accordance with this Subsection (1)(b).
2356	(ii) A conditional medical cannabis card is valid for the lesser of:
2357	(A) 60 days; or
2358	(B) the day on which the department completes the department's review and issues
2359	a medical cannabis card under Subsection (1)(a), denies the patient's medical
2360	cannabis card application, or revokes the conditional medical cannabis card
2361	under Subsection (8).
2362	(iii) The department may issue a conditional medical cannabis card to an individual
2363	applying for a medical cannabis patient card for which approval of the
2364	Compassionate Use Board is not required.
2365	(iv) An individual described in Subsection (1)(b)(iii) has the rights, restrictions, and
2366	obligations under law applicable to a holder of the medical cannabis card for
2367	which the individual applies and for which the department issues the conditional
2368	medical cannabis card.
2369	(2)(a) An individual is eligible for a medical cannabis patient card if:
2370	(i)(A) the individual is at least 21 years old; or
2371	(B) the individual is 18, 19, or 20 years old, the individual petitions the
2372	Compassionate Use Board under Section 26B-1-421, and the Compassionate
2373	Use Board recommends department approval of the petition;
2374	(ii) the individual is a Utah resident;

2375	(iii) the individual's recommending medical provider recommends treatment with
2376	medical cannabis in accordance with Subsection (4);
2377	(iv) the individual signs an acknowledgment stating that the individual received the
2378	information described in Subsection (9); and
2379	(v) the individual pays to the department a fee in an amount that, subject to
2380	Subsection 26B-1-310(5), the department sets in accordance with Section
2381	63J-1-504.
2382	(b)(i) An individual is eligible for a medical cannabis guardian card if the individual:
2383	(A) is at least 18 years old;
2384	(B) is a Utah resident;
2385	(C) is the parent or legal guardian of a minor for whom the minor's recommending
2386	medical provider recommends a medical cannabis treatment, the individual
2387	petitions the Compassionate Use Board under Section 26B-1-421, and the
2388	Compassionate Use Board recommends department approval of the petition;
2389	(D) the individual signs an acknowledgment stating that the individual received
2390	the information described in Subsection (9); and
2391	(E) pays to the department a fee in an amount that, subject to Subsection
2392	26B-1-310(5), the department sets in accordance with Section 63J-1-504, plus
2393	the cost of the criminal background check described in Section 26B-4-215.
2394	(ii) The department shall notify the Department of Public Safety of each individual
2395	that the department registers for a medical cannabis guardian card.
2396	(c)(i) A minor is eligible for a provisional patient card if:
2397	(A) the minor has a qualifying condition;
2398	(B) the minor's recommending medical provider recommends a medical cannabis
2399	treatment to address the minor's qualifying condition;
2400	(C) one of the minor's parents or legal guardians petitions the Compassionate Use
2401	Board under Section 26B-1-421, and the Compassionate Use Board
2402	recommends department approval of the petition; and
2403	(D) the minor's parent or legal guardian is eligible for a medical cannabis guardian
2404	card under Subsection (2)(b) or designates a caregiver under Subsection (2)(d)
2405	who is eligible for a medical cannabis caregiver card under Section 26B-4-214.
2406	(ii) The department shall automatically issue a provisional patient card to the minor
2407	described in Subsection (2)(c)(i) at the same time the department issues a medical
2408	cannabis guardian card to the minor's parent or legal guardian.

2409	(d) If the parent or legal guardian of a minor described in Subsections (2)(c)(i)(A)
2410	through (C) does not qualify for a medical cannabis guardian card under Subsection
2411	(2)(b), the parent or legal guardian may designate up to two caregivers in accordance
2412	with Subsection 26B-4-214(1)(c) to ensure that the minor has adequate and safe
2413	access to the recommended medical cannabis treatment.
2414	(3)(a) An individual who is eligible for a medical cannabis card described in Subsection
2415	(2)(a) or (b) shall submit an application for a medical cannabis card to the department:
2416	(i) through an electronic application connected to the state electronic verification
2417	system;
2418	(ii) with the recommending medical provider; and
2419	(iii) with information including:
2420	(A) the applicant's name, gender, age, and address;
2421	(B) the number of the applicant's government issued photo identification;
2422	(C) for a medical cannabis guardian card, the name, gender, and age of the minor
2423	receiving a medical cannabis treatment under the cardholder's medical cannabis
2424	guardian card; and
2425	(D) for a provisional patient card, the name of the minor's parent or legal guardian
2426	who holds the associated medical cannabis guardian card.
2427	[(b) The department shall ensure that a medical cannabis card the department issues
2428	under this section contains the information described in Subsection (3)(a)(iii).]
2429	[(e)] (b)(i) If a recommending medical provider determines that, because of age,
2430	illness, or disability, a medical cannabis patient cardholder requires assistance in
2431	administering the medical cannabis treatment that the recommending medical
2432	provider recommends, the recommending medical provider may indicate the
2433	cardholder's need in the state electronic verification system, either directly or, for
2434	a limited medical provider, through the order described in Subsections 26B-4-204
2435	(1)(c) and (d).
2436	(ii) If a recommending medical provider makes the indication described in
2437	Subsection $[(3)(c)(i)]$ $(3)(b)(i)$:
2438	(A) the department shall add a label to the relevant medical cannabis patient card
2439	indicating the cardholder's need for assistance;
2440	(B) any adult who is 18 years old or older and who is physically present with the
2441	cardholder at the time the cardholder needs to use the recommended medical
2442	cannabis treatment may handle the medical cannabis treatment and any

2443	associated medical cannabis device as needed to assist the cardholder in
2444	administering the recommended medical cannabis treatment; and
2445	(C) an individual of any age who is physically present with the cardholder in the
2446	event of an emergency medical condition, as that term is defined in Section
2447	31A-1-301, may handle the medical cannabis treatment and any associated
2448	medical cannabis device as needed to assist the cardholder in administering the
2449	recommended medical cannabis treatment.
2450	(iii) A non-cardholding individual acting under Subsection [(3)(e)(ii)(B)] (3)(b)(ii)(B)
2451	or (C) may not:
2452	(A) ingest or inhale medical cannabis;
2453	(B) possess, transport, or handle medical cannabis or a medical cannabis device
2454	outside of the immediate area where the cardholder is present or with an intent
2455	other than to provide assistance to the cardholder; or
2456	(C) possess, transport, or handle medical cannabis or a medical cannabis device
2457	when the cardholder is not in the process of being dosed with medical cannabis
2458	(4) To recommend a medical cannabis treatment to a patient or to renew a recommendation,
2459	a recommending medical provider shall:
2460	(a) visit with the patient face-to-face for an initial recommendation unless the patient:
2461	(i) prefers a virtual visit; and
2462	(ii)(A) is on hospice or has a terminal illness according to the patient's medical
2463	provider; or
2464	(B) is a resident of an assisted living facility, as defined in Section 26B-2-201, or
2465	a nursing care facility, as defined in Section 26B-2-201;
2466	(b) before recommending or renewing a recommendation for medical cannabis in a
2467	medicinal dosage form or a cannabis product in a medicinal dosage form:
2468	(i) verify the patient's and, for a minor patient, the minor patient's parent or legal
2469	guardian's government issued photo identification described in Subsection (3)(a);
2470	(ii) review any record related to the patient and, for a minor patient, the patient's
2471	parent or legal guardian in:
2472	(A) for a qualified medical provider, the state electronic verification system; and
2473	(B) the controlled substance database created in Section 58-37f-201; and
2474	(iii) consider the recommendation in light of the patient's qualifying condition,
2475	history of substance use or opioid use disorder, and history of medical cannabis
2476	and controlled substance use during a visit with the patient; and

2477	(c) state in the recommending medical provider's recommendation that the patient:
2478	(i) suffers from a qualifying condition, including the type of qualifying condition; and
2479	(ii) may benefit from treatment with cannabis in a medicinal dosage form or a
2480	cannabis product in a medicinal dosage form.
2481	(5)(a) Except as provided in Subsection (5)(b) or (c), a medical cannabis card that the
2482	department issues under this section is valid for the lesser of:
2483	(i) an amount of time that the recommending medical provider determines; or
2484	(ii) one year from the day the card is issued.
2485	(b)(i) A medical cannabis card that the department issues in relation to a terminal
2486	illness described in Section 26B-4-203 expires after one year.
2487	(ii) The recommending medical provider may revoke a recommendation that the
2488	provider made in relation to a terminal illness described in Section 26B-4-203 if
2489	the medical cannabis cardholder no longer has the terminal illness.
2490	(c) A medical cannabis card that the department issues in relation to acute pain as
2491	described in Section 26B-4-203 expires 30 days after the day on which the
2492	department first issues a conditional or full medical cannabis card.
2493	(6)(a) A medical cannabis patient card or a medical cannabis guardian card is renewable
2494	if:
2495	(i) at the time of renewal, the cardholder meets the requirements of Subsection (2)(a)
2496	or (b); or
2497	(ii) the cardholder received the medical cannabis card through the recommendation of
2498	the Compassionate Use Board under Section 26B-1-421.
2499	(b) The recommending medical provider who made the underlying recommendation for
2500	the card of a cardholder described in Subsection (6)(a) may renew the cardholder's
2501	card through phone or video conference with the cardholder, at the recommending
2502	medical provider's discretion.
2503	(c) Before having access to a renewed card, a cardholder under Subsection (2)(a) or (b)
2504	shall pay to the department a renewal fee in an amount that:
2505	(i) subject to Subsection 26B-1-310(5), the department sets in accordance with
2506	Section 63J-1-504; and
2507	(ii) may not exceed the cost of the relatively lower administrative burden of renewal
2508	in comparison to the original application process.
2509	(d) If a minor meets the requirements of Subsection (2)(c), the minor's provisional
2510	patient card renews automatically at the time the minor's parent or legal guardian

2511	renews the parent or legal guardian's associated medical cannabis guardian card.
2512	(7)(a) A cardholder under this section shall carry the cardholder's valid medical cannabis
2513	card with the patient's name.
2514	(b)(i) A medical cannabis patient cardholder or a provisional patient cardholder may
2515	purchase, in accordance with this part and the recommendation underlying the
2516	card, cannabis in a medicinal dosage form, a cannabis product in a medicinal
2517	dosage form, or a medical cannabis device.
2518	(ii) A cardholder under this section may possess or transport, in accordance with this
2519	part and the recommendation underlying the card, cannabis in a medicinal dosage
2520	form, a cannabis product in a medicinal dosage form, or a medical cannabis
2521	device.
2522	(iii) To address the qualifying condition underlying the medical cannabis treatment
2523	recommendation:
2524	(A) a medical cannabis patient cardholder or a provisional patient cardholder may
2525	use medical cannabis or a medical cannabis device; and
2526	(B) a medical cannabis guardian cardholder may assist the associated provisional
2527	patient cardholder with the use of medical cannabis or a medical cannabis
2528	device.
2529	(8)(a) The department may revoke a medical cannabis card that the department issues
2530	under this section if:
2531	(i) the recommending medical provider withdraws the medical provider's
2532	recommendation for medical cannabis; or
2533	(ii) the cardholder:
2534	(A) violates this part; or
2535	(B) is convicted under state or federal law of, after March 17, 2021, a drug
2536	distribution offense.
2537	(b) The department may not refuse to issue a medical cannabis card to a patient solely
2538	based on a prior revocation under Subsection (8)(a)(i).
2539	(9) The department shall establish by rule, in accordance with Title 63G, Chapter 3, Utah
2540	Administrative Rulemaking Act, a process to provide information regarding the
2541	following to an individual receiving a medical cannabis card:
2542	(a) risks associated with medical cannabis treatment;
2543	(b) the fact that a condition's listing as a qualifying condition does not suggest that
2544	medical cannabis treatment is an effective treatment or cure for that condition, as

2545	described in Subsection 26B-4-203(1); and
2546	(c) other relevant warnings and safety information that the department determines.
2547	(10) The department may establish procedures by rule, in accordance with Title 63G,
2548	Chapter 3, Utah Administrative Rulemaking Act, to implement the application and
2549	issuance provisions of this section.
2550	(11)(a) The department shall establish by rule, in accordance with Title 63G, Chapter 3,
2551	Utah Administrative Rulemaking Act, a process to allow an individual from another
2552	state to register with the department in order to purchase medical cannabis or a
2553	medical cannabis device from a medical cannabis pharmacy while the individual is
2554	visiting the state.
2555	(b) The department may only provide the registration process described in Subsection
2556	(11)(a):
2557	(i) to a nonresident patient; and
2558	(ii) for no more than two visitation periods per calendar year of up to 21 calendar
2559	days per visitation period.
2560	(12)(a) A person may submit to the department a request to conduct a research study
2561	using medical cannabis cardholder data that the state electronic verification system
2562	contains.
2563	(b) The department shall review a request described in Subsection (12)(a) to determine
2564	whether an institutional review board, as that term is defined in Section 26B-4-201,
2565	could approve the research study.
2566	(c) At the time an individual applies for a medical cannabis card, the department shall
2567	notify the individual:
2568	(i) of how the individual's information will be used as a cardholder;
2569	(ii) that by applying for a medical cannabis card, unless the individual withdraws
2570	consent under Subsection (12)(d), the individual consents to the use of the
2571	individual's information for external research; and
2572	(iii) that the individual may withdraw consent for the use of the individual's
2573	information for external research at any time, including at the time of application
2574	(d) An applicant may, through the medical cannabis card application, and a medical
2575	cannabis cardholder may, through the state central patient portal, withdraw the
2576	applicant's or cardholder's consent to participate in external research at any time.
2577	(e) The department may release, for the purposes of a study described in this Subsection
2578	(12) information about a cardholder under this section who consents to participate

2579	under Subsection (12)(c).
2580	(f) If an individual withdraws consent under Subsection (12)(d), the withdrawal of
2581	consent:
2582	(i) applies to external research that is initiated after the withdrawal of consent; and
2583	(ii) does not apply to research that was initiated before the withdrawal of consent.
2584	(g) The department may establish standards for a medical research study's validity, by
2585	rule made in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking
2586	Act.
2587	(13) The department shall record the issuance or revocation of a medical cannabis card
2588	under this section in the controlled substance database.
2589	Section 21. Section 26B-4-219 is amended to read:
2590	26B-4-219 . Pharmacy medical providers Registration Continuing education.
2591	(1)(a) A medical cannabis pharmacy:
2592	(i) shall employ a pharmacist who is licensed under Title 58, Chapter 17b, Pharmacy
2593	Practice Act, as a pharmacy medical provider;
2594	(ii) may employ a physician who has the authority to write a prescription and is
2595	licensed under Title 58, Chapter 67, Utah Medical Practice Act, or Title 58,
2596	Chapter 68, Utah Osteopathic Medical Practice Act, as a pharmacy medical
2597	provider;
2598	(iii) shall ensure that a pharmacy medical provider described in Subsection (1)(a)(i)
2599	works onsite during all business hours; and
2600	(iv) shall designate one pharmacy medical provider described in Subsection (1)(a)(i)
2601	as the pharmacist-in-charge to oversee the operation of and generally supervise
2602	the medical cannabis pharmacy.
2603	(b) The pharmacist-in-charge shall determine which cannabis and cannabis products the
2604	medical cannabis pharmacy maintains in the medical cannabis pharmacy's inventory.
2605	(c) An individual may not serve as a pharmacy medical provider unless the department
2606	registers the individual as a pharmacy medical provider in accordance with
2607	Subsection (2).
2608	(2)(a) The department shall, within 15 days after the day on which the department
2609	receives an application from a medical cannabis pharmacy on behalf of a prospective
2610	pharmacy medical provider, register and issue a pharmacy medical provider
2611	registration card to the prospective pharmacy medical provider if the medical
2612	cannabis pharmacy:

2613	(i) provides to the department:
2614	(A) the prospective pharmacy medical provider's name and address;
2615	(B) the name and location of the licensed medical cannabis pharmacy where the
2616	prospective pharmacy medical provider seeks to act as a pharmacy medical
2617	provider;
2618	(C) [a report detailing the completion of the continuing education requirement
2619	described in Subsection (3);] an acknowledgment that the individual has
2620	completed four hours of continuing education related to medical cannabis; and
2621	(D) evidence that the prospective pharmacy medical provider is a pharmacist who
2622	is licensed under Title 58, Chapter 17b, Pharmacy Practice Act, or a physician
2623	who has the authority to write a prescription and is licensed under Title 58,
2624	Chapter 67, Utah Medical Practice Act, or Title 58, Chapter 68, Utah
2625	Osteopathic Medical Practice Act; and
2626	(ii) pays a fee to the department in an amount that, subject to Subsection 26B-1-310
2627	(5), the department sets in accordance with Section 63J-1-504.
2628	(b) The department may not register a recommending medical provider as a pharmacy
2629	medical provider.
2630	(3)(a) A pharmacy medical provider shall complete the continuing education described
2631	in this Subsection (3) in the following amounts:
2632	(i) as a condition precedent to registration, four hours; and
2633	(ii) as a condition precedent to renewal of the registration, four hours every two years.
2634	[(b) In accordance with Subsection (3)(a), the pharmacy medical provider shall:]
2635	[(i) complete continuing education:]
2636	[(A) regarding the topics described in Subsection (3)(d); and]
2637	[(B) offered by the department under Subsection (3)(c) or an accredited or
2638	approved continuing education provider that the department recognizes as
2639	offering continuing education appropriate for the medical cannabis pharmacy
2640	practice; and]
2641	[(ii) make a continuing education report to the department in accordance with a
2642	process that the department establishes by rule, in accordance with Title 63G,
2643	Chapter 3, Utah Administrative Rulemaking Act, and in collaboration with the
2644	Division of Professional Licensing and:
2645	[(A) for a pharmacy medical provider who is licensed under Title 58, Chapter 17b.
2646	Pharmacy Practice Act, the Board of Pharmacy; or

2647	(B) for a pharmacy medical provider licensed under Title 58, Chapter 67, Utah
2648	Medical Practice Act, or Title 58, Chapter 68, Utah Osteopathic Medical
2649	Practice Act, the Medical Licensing Board.]
2650	[(e)] (b) The department may, in consultation with the Division of Professional
2651	Licensing, develop the continuing education described in this Subsection (3).
2652	[(d)] (c) The continuing education described in this Subsection (3) may discuss:
2653	(i) the provisions of this part;
2654	(ii) general information about medical cannabis under federal and state law;
2655	(iii) the latest scientific research on the endocannabinoid system and medical
2656	cannabis, including risks and benefits;
2657	(iv) recommendations for medical cannabis as it relates to the continuing care of a
2658	patient in pain management, risk management, potential addiction, and palliative
2659	care; or
2660	(v) best practices for recommending the form and dosage of medical cannabis based
2661	on the qualifying condition underlying a medical cannabis recommendation.
2662	(4)(a) A pharmacy medical provider registration card expires two years after the day on
2663	which the department issues or renews the card.
2664	(b) A pharmacy medical provider may renew the provider's registration card if the
2665	provider:
2666	(i) is eligible for a pharmacy medical provider registration card under this section;
2667	(ii) certifies to the department in a renewal application that the information in
2668	Subsection (2)(a) is accurate or updates the information;
2669	(iii) submits a report detailing the completion of the continuing education
2670	requirement described in Subsection (3); and
2671	(iv) pays to the department a renewal fee in an amount that:
2672	(A) subject to Subsection 26B-1-310(5), the department sets in accordance with
2673	Section 63J-1-504; and
2674	(B) may not exceed the cost of the relatively lower administrative burden of
2675	renewal in comparison to the original application process.
2676	(5)(a) Except as provided in Subsection (5)(b), a person may not advertise that the
2677	person or another person dispenses medical cannabis.
2678	(b) Notwithstanding Subsection (5)(a) and Section 4-41a-109, a registered pharmacy
2679	medical provider may advertise the following:
2680	(i) a green cross:

2681	(ii) that the person is registered as a pharmacy medical provider and dispenses
2682	medical cannabis; or
2683	(iii) a scientific study regarding medical cannabis use.
2684	(6)(a) The department may revoke a pharmacy medical provider's registration for a
2685	violation of this chapter.
2686	(b) The department may inspect patient records held by a medical cannabis pharmacy to
2687	ensure a pharmacy medical provider is practicing in accordance with this chapter and
2688	applicable rules.
2689	Section 22. Section 26B-4-222 is amended to read:
2690	26B-4-222 . Report.
2691	(1) By the November interim meeting each year, the department shall report to the Health
2692	and Human Services Interim Committee on:
2693	(a) the number of applications and renewal applications filed for medical cannabis cards;
2694	(b) the number of qualifying patients and designated caregivers;
2695	(c) the nature of the debilitating medical conditions of the qualifying patients;
2696	(d) the age and county of residence of cardholders;
2697	(e) the number of medical cannabis cards revoked;
2698	(f) the number of practitioners providing recommendations for qualifying patients; and
2699	[(g) the number of license applications and renewal license applications received;]
2700	[(h) the number of licenses the department has issued in each county;]
2701	[(i) the number of licenses the department has revoked;]
2702	[(j) the quantity of medical cannabis shipments that the state central patient portal
2703	facilitates;]
2704	[(k) the number of overall purchases of medical cannabis and medical cannabis products
2705	from each medical cannabis pharmacy;]
2706	[(1)] (g) the expenses [incurred] and revenues [generated from the medical cannabis
2707	program; and] of the Qualified Patient Enterprise Fund created in Section 26B-1-310.
2708	[(m) an analysis of product availability in medical cannabis pharmacies in consultation
2709	with the Department of Agriculture and Food.]
2710	(2) The report shall include information provided by the Center for Medical Cannabis
2711	Research described in Section 53B-17-1402.
2712	(3) The department may not include personally identifying information in the report
2713	described in this section.
2714	(4) The department shall report to the working group described in Section 36-12-8.2 as

2717

2715	requested by the working group.
2716	Section 23. Section 26B-4-243 is amended to read:

- 26B-4-243. Guidance for treatment with medical cannabis.
- The department, in consultation with the Center for Medical Cannabis Research created
- 2719 in Section 53B-17-1402, shall:
- 2720 (1) develop evidence-based guidance for treatment with medical cannabis based on the latest medical research that shall include:
- 2722 (a) for each qualifying condition, a summary of the latest medical research regarding the treatment of the qualifying condition with medical cannabis;
- 2724 (b) risks, contraindications, side effects, and adverse reactions that are associated with medical cannabis use; and
- 2726 (c) potential drug interactions between medical cannabis and medications that have been approved by the United States Food and Drug Administration;[-and]
- 2728 (2) educate recommending medical providers, pharmacy medical providers, medical cannabis cardholders, and the public regarding:
- 2730 (a) the evidence-based guidance for treatment with medical cannabis described in Subsection (1)(a);
- (b) relevant warnings and safety information related to medical cannabis use; and
- (c) other topics related to medical cannabis use as determined by the department[-]; and
- 2734 (3) develop patient product information inserts for medical cannabis products:
- 2735 (a) in consultation with the cannabis processing facility that created the product; and
- (b) that do not contain proprietary information about the product.
- Section 24. Section **63I-2-204** is amended to read:
- 2738 **63I-2-204** . Repeal dates: Title 4.
- 2739 (1) Section 4-11-117, Beekeeping working group -- Development of standards, is repealed 2740 May 1, 2025.
- 2741 (2) Subsection 4-41a-102(6), regarding the Cannabis Research Review Board, is repealed 2742 July 1, [2026] 2025.
- 2743 (3) Section 4-46-104, Transition, is repealed July 1, 2024.
- Section 25. Section **63I-2-226** is amended to read:
- 2745 **63I-2-226** . Repeal dates: Titles 26 through 26B.
- 2746 (1) Section 26B-1-241, Tardive dyskinesia, is repealed July 1, 2024.
- 2747 (2) Section 26B-1-302, National Professional Men's Basketball Team Support of Women and Children Issues Restricted Account, is repealed July 1, 2024.

- 2749 (3) Section 26B-1-309, Medicaid Restricted Account, is repealed July 1, 2024.
- 2750 (4) Section 26B-1-313, Cancer Research Restricted Account, is repealed July 1, 2024.
- 2751 (5) Section 26B-1-420, Cannabis Research Review Board, is repealed July 1, [2026] 2025.
- 2752 (6) Subsection 26B-1-421(9)(a), regarding a report to the Cannabis Research Review
- 2753 Board, is repealed July 1, [2026] <u>2025</u>.
- 2754 (7) Section 26B-1-423, Rural Physician Loan Repayment Program Advisory Committee --
- 2755 Membership -- Compensation -- Duties, is repealed July 1, 2026.
- 2756 (8) Section 26B-2-243, Data collection and reporting requirements concerning incidents of
- abuse, neglect, or exploitation, is repealed July 1, 2027.
- 2758 (9) Section 26B-3-142, Long-acting injectables, is repealed July 1, 2024.
- 2759 (10) Subsection 26B-3-215(5), regarding reporting on coverage for in vitro fertilization and
- 2760 genetic testing, is repealed July 1, 2030.
- 2761 (11) Subsection 26B-4-201(5), regarding the Cannabis Research Review Board, is repealed
- 2762 July 1, [2026] <u>2025</u>.
- 2763 (12) Subsection 26B-4-212(1)(b), regarding the Cannabis Research Review Board, is
- 2764 repealed July 1, [2026] <u>2025</u>.
- 2765 (13) Section 26B-4-702, Creation of Utah Health Care Workforce Financial Assistance
- 2766 Program, is repealed July 1, 2027.
- 2767 (14) Subsection 26B-4-703(3)(b), regarding per diem and expenses for the Rural Physician
- Loan Repayment Program Advisory Committee, is repealed July 1, 2026.
- 2769 (15) Subsection 26B-4-703(3)(c), regarding expenses for the Rural Physician Loan
- 2770 Repayment Program, is repealed July 1, 2026.
- 2771 (16) Subsection 26B-4-703(6)(b), regarding recommendations from the Rural Physician
- Loan Repayment Program Advisory Committee, is repealed July 1, 2026.
- 2773 (17) Section 26B-5-117, Early childhood mental health support grant program, is repealed
- 2774 January 2, 2025.
- 2775 (18) Section 26B-5-302.5, Study concerning civil commitment and the Utah State Hospital,
- 2776 is repealed July 1, 2025.
- 2777 (19) Section 26B-6-414, Respite care services, is repealed July 1, 2025.
- 2778 (20) Section 26B-7-120, Invisible condition alert program education and outreach, is
- 2779 repealed July 1, 2025.
- Section 26. Section **63I-2-236** is amended to read:
- 2781 **63I-2-236** . Repeal dates: Title 36.
- 2782 (1) Section 36-12-8.2, Medical cannabis governance structure working group, is repealed

- 2783 July 1, [2025] <u>2026</u>.
- 2784 (2) Section 36-29-107.5, Murdered and Missing Indigenous Relatives Task Force --
- 2785 Creation -- Membership -- Quorum -- Compensation -- Staff -- Vacancies -- Duties --
- 2786 Interim report, is repealed November 30, 2024.
- 2787 (3) Section 36-29-109, Utah Broadband Center Advisory Commission, is repealed
- 2788 November 30, 2027.
- 2789 (4) Section 36-29-110, Blockchain and Digital Innovation Task Force, is repealed
- 2790 November 30, 2024.
- Section 27. **Repealer.**
- This bill repeals:
- Section 4-41a-108, Payment provider for electronic medical cannabis transactions.
- Section **4-41a-801.1**, **Enforcement for medical cannabis pharmacies and couriers -- Fine**
- **2795** -- Citation.
- 2796 Section 28. **Effective Date.**
- 2797 This bill takes effect on May 7, 2025.
- Section 29. Coordinating S.B. 64 with H.B. 21.
- 2799 If S.B. 64, Medical Cannabis Amendments, and H.B. 21, Criminal Code Recodification
- and Cross References, both pass and become law, the Legislature intends that, on May 7, 2025,
- 2801 Subsection 4-41a-102(4)(a) be amended to read:
- 2802 ""Anticompetitive business practice" [means any practice that reduces the amount of
- 2803 competition in the medical cannabis market that would be considered an attempt to
- 2804 monopolize, as defined in Section 76-10-3103 means any practice that is an illegal
- anticompetitive business activity under Section 76-16-510.".