Senator Luz Escamilla proposes the following substitute bill:

1		MEDICAL CANNABIS AMENDMENTS
2		2024 GENERAL SESSION
3		STATE OF UTAH
4		Chief Sponsor: Luz Escamilla
5		House Sponsor:
6 7	LONG T	ITLE
8	General I	Description:
9	Th	is bill modifies provisions related to medical cannabis.
10	Highlight	ed Provisions:
11	Th	is bill:
12	•	defines terms;
13	•	allows the delivery of medical cannabis to more address types;
14	•	allows a medical cannabis pharmacy to engage in additional targeted marketing;
15	•	allows a medical cannabis processor to engage in targeted marketing subject to
16	administra	ative rule;
17	•	prohibits anticompetitive behavior;
18	►	modifies provisions related to cannabis production facility applications;
19	•	modifies the duties and membership of the Medical Cannabis Production and
20	Pharmacy	Licensing Board (licensing board);
21	•	prohibits the use of certain terms on medical cannabis products;
22	•	modifies reporting requirements;
23	•	changes requirements related to felonies and obtaining certain cannabis business
24	licenses;	
25	•	requires pharmacy licenses to be renewed and awarded under the licensing board;

26	 modifies identification requirements related to obtaining medical cannabis from a
27	medical cannabis pharmacy;
28	 allows a pharmacist to allow an individual to obtain medical cannabis without
29	identification under certain circumstances;
30	 allows additional medical providers to provide recommendations to the
31	Compassionate Use Board;
32	 allows a public employee to file a complaint with the Labor Commission regarding
33	discriminatory practices related to medical cannabis use;
34	 creates a penalty for a health care provider who provides medical cannabis
35	recommendations for an entity that is violating advertisement restrictions; and
36	 extends the repeal date of the Medical Cannabis Governance Structure Working
37	Group.
38	Money Appropriated in this Bill:
39	None
40	Other Special Clauses:
41	None
42	Utah Code Sections Affected:
43	AMENDS:
44	4-41a-102, as last amended by Laws of Utah 2023, Chapters 273, 313 and 327
45	4-41a-201, as last amended by Laws of Utah 2023, Chapters 273, 313 and 327 and last
46	amended by Coordination Clause, Laws of Utah 2023, Chapter 327
47	4-41a-201.1, as enacted by Laws of Utah 2021, Chapter 350
48	4-41a-202, as renumbered and amended by Laws of Utah 2018, Third Special Session,
49	Chapter 1
50	4-41a-401, as renumbered and amended by Laws of Utah 2018, Third Special Session,
51	Chapter 1
52	4-41a-602, as last amended by Laws of Utah 2023, Chapter 313
53	4-41a-802, as last amended by Laws of Utah 2023, Chapter 273
54	4-41a-1001, as last amended by Laws of Utah 2023, Chapter 317 and renumbered and
55	amended by Laws of Utah 2023, Chapters 273, 307 and last amended by
56	Coordination Clause, Laws of Utah 2023, Chapter 307

57 4-41a-1005, as renumbered and amended by Laws of Utah 2023, Chapters 273, 307 and 58 last amended by Coordination Clause, Laws of Utah 2023, Chapter 307 59 4-41a-1101, as last amended by Laws of Utah 2023, Chapter 317 and renumbered and 60 amended by Laws of Utah 2023, Chapters 273, 307 and last amended by 61 Coordination Clause, Laws of Utah 2023, Chapter 307 62 4-41a-1102, as last amended by Laws of Utah 2023, Chapter 317 and renumbered and 63 amended by Laws of Utah 2023, Chapters 273, 307 and last amended by 64 Coordination Clause, Laws of Utah 2023, Chapter 307 65 4-41a-1106, as last amended by Laws of Utah 2023, Chapter 317 and renumbered and 66 amended by Laws of Utah 2023, Chapters 273, 307 and last amended by 67 Coordination Clause, Laws of Utah 2023, Chapter 307 68 4-41a-1202, as last amended by Laws of Utah 2023, Chapter 317 and renumbered and 69 amended by Laws of Utah 2023, Chapters 273, 307 and last amended by 70 Coordination Clause, Laws of Utah 2023, Chapter 307 71 **26B-1-421**, as last amended by Laws of Utah 2023, Chapters 273, 317 and renumbered and amended by Laws of Utah 2023, Chapter 305 72 73 **26B-4-201**, as last amended by Laws of Utah 2023, Chapters 273, 317 and renumbered 74 and amended by Laws of Utah 2023, Chapter 307 **26B-4-202**, as last amended by Laws of Utah 2023, Chapters 273, 317 and renumbered 75 76 and amended by Laws of Utah 2023, Chapter 307 and last amended by 77 Coordination Clause, Laws of Utah 2023, Chapter 307 78 **26B-4-204**, as last amended by Laws of Utah 2023, Chapters 273, 317 and renumbered 79 and amended by Laws of Utah 2023, Chapter 307 and last amended by 80 Coordination Clause, Laws of Utah 2023, Chapter 307 81 **26B-4-207**, as renumbered and amended by Laws of Utah 2023, Chapter 307 26B-4-213, as last amended by Laws of Utah 2023, Chapters 273, 317 and renumbered 82 83 and amended by Laws of Utah 2023, Chapter 307 and last amended by 84 Coordination Clause, Laws of Utah 2023, Chapter 307 26B-4-245, as enacted by Laws of Utah 2023, Chapter 273 85 86 **63I-2-236**, as last amended by Laws of Utah 2023. Chapters 87, 101 and 273 87 ENACTS:

4-41a-604, Utah Code Annotated 1953
34A-5-114, Utah Code Annotated 1953
Be it enacted by the Legislature of the state of Utah:
Section 1. Section 4-41a-102 is amended to read:
4-41a-102. Definitions.
As used in this chapter:
(1) "Adulterant" means any poisonous or deleterious substance in a quantity that may
be injurious to health, including:
(a) pesticides;
(b) heavy metals;
(c) solvents;
(d) microbial life;
(e) artificially derived cannabinoid;
(f) toxins; or
(g) foreign matter.
(2) "Advisory board" means the Medical Cannabis Policy Advisory Board created in
Section 26B-1-435.
(3) (a) "Anticompetitive business practice" means any practice that reduces the amount
of competition in the medical cannabis market.
(b) "Anticompetitive business practice" may include:
(i) agreements that may be considered unreasonable when competitors interact to the
extent that they are:
(A) no longer acting independently; or
(B) when collaborating are able to wield market power together;
(ii) monopolizing or attempting to monopolize trade by:
(A) acting to maintain or acquire a dominant position in the market; or
(B) preventing new entry into the market; or
(iii) other conduct outlined in rule.
[(3)] (4) (a) "Artificially derived cannabinoid" means a chemical substance that is
created by a chemical reaction that changes the molecular structure of any chemical substance

118 created by a chemical reaction that changes the molecular structure of any chemical substance

119	derived from the cannabis plant.
120	(b) "Artificially derived cannabinoid" does not include:
121	(i) a naturally occurring chemical substance that is separated from the cannabis plant
122	by a chemical or mechanical extraction process; or
123	(ii) a cannabinoid that is produced by decarboxylation from a naturally occurring
124	cannabinoid acid without the use of a chemical catalyst.
125	[(4)] (5) "Cannabis Research Review Board" means the Cannabis Research Review
126	Board created in Section 26B-1-420.
127	[(5)] (6) "Cannabis" means the same as that term is defined in Section 26B-4-201.
128	[(6)] (7) "Cannabis concentrate" means:
129	(a) the product of any chemical or physical process applied to naturally occurring
130	biomass that concentrates or isolates the cannabinoids contained in the biomass; and
131	(b) any amount of a natural cannabinoid or artificially derived cannabinoid in an
132	artificially derived cannabinoid's purified state.
133	[(7)] (8) "Cannabis cultivation byproduct" means any portion of a cannabis plant that is
134	not intended to be sold as a cannabis plant product.
135	[(8)] (9) "Cannabis cultivation facility" means a person that:
136	(a) possesses cannabis;
137	(b) grows or intends to grow cannabis; and
138	(c) sells or intends to sell cannabis to a cannabis cultivation facility, a cannabis
139	processing facility, or a medical cannabis research licensee.
140	[(9)] (10) "Cannabis cultivation facility agent" means an individual who[:]
141	holds a valid cannabis production establishment agent registration card with a cannabis
142	cultivation facility designation.
143	[(10)] (11) "Cannabis derivative product" means a product made using cannabis
144	concentrate.
145	[(11)] (12) "Cannabis plant product" means any portion of a cannabis plant intended to
146	be sold in a form that is recognizable as a portion of a cannabis plant.
147	[(12)] (13) "Cannabis processing facility" means a person that:
148	(a) acquires or intends to acquire cannabis from a cannabis production establishment;
149	(b) possesses cannabis with the intent to manufacture a cannabis product:

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150	(a) manufactures or intende to manufacture a connection medicat from unnecessed
150	(c) manufactures or intends to manufacture a cannabis product from unprocessed
151	cannabis or a cannabis extract; and
152	(d) sells or intends to sell a cannabis product to a medical cannabis pharmacy or a
153	medical cannabis research licensee.
154	[(13)] (14) "Cannabis processing facility agent" means an individual who[:]
155	holds a valid cannabis production establishment agent registration card with a cannabis
156	processing facility designation.
157	[(14)] (15) "Cannabis product" means the same as that term is defined in Section
158	26B-4-201.
159	[(15)] (16) "Cannabis production establishment" means a cannabis cultivation facility,
160	a cannabis processing facility, or an independent cannabis testing laboratory.
161	[(16)] (17) "Cannabis production establishment agent" means a cannabis cultivation
162	facility agent, a cannabis processing facility agent, or an independent cannabis testing
163	laboratory agent.
164	[(17)] (18) "Cannabis production establishment agent registration card" means a
165	registration card that the department issues that:
166	(a) authorizes an individual to act as a cannabis production establishment agent; and
167	(b) designates the type of cannabis production establishment for which an individual is
168	authorized to act as an agent.
169	[(18)] (19) "Community location" means a public or private elementary or secondary
170	school, a church, a public library, a public playground, or a public park.
171	[(19)] (20) "Cultivation space" means, quantified in square feet, the horizontal area in
172	which a cannabis cultivation facility cultivates cannabis, including each level of horizontal area
173	if the cannabis cultivation facility hangs, suspends, stacks, or otherwise positions plants above
174	other plants in multiple levels.
175	[(20)] (21) "Delivery address" means:
176	(a) for a medical cannabis cardholder who is not a facility[,]:
177	(i) the medical cannabis cardholder's home address; or
178	(ii) an address designated by the medical cannabis cardholder that is not a community
179	location; or
180	(b) for a medical cannabis cardholder that is a facility, the facility's address.

181	[(21)] (22) "Department" means the Department of Agriculture and Food.
182	[(22)] (23) "Family member" means a parent, step-parent, spouse, child, sibling,
183	step-sibling, uncle, aunt, nephew, niece, first cousin, mother-in-law, father-in-law,
184	brother-in-law, sister-in-law, son-in-law, daughter-in-law, grandparent, or grandchild.
185	(24) "Government issued photo identification" means one of the following photo
186	identifications issued by a foreign or domestic government:
187	(a) driver license;
188	(b) non-driver identification card;
189	(c) passport;
190	(d) military identification; or
191	(e) concealed weapons permit.
192	[(23)] (25) "Home delivery medical cannabis pharmacy" means a medical cannabis
193	pharmacy that the department authorizes, as part of the pharmacy's license, to deliver medical
194	cannabis shipments to a delivery address to fulfill electronic orders that the state central patient
195	portal facilitates.
196	[(24)] (26) (a) "Independent cannabis testing laboratory" means a person that:
197	(i) conducts a chemical or other analysis of cannabis or a cannabis product; or
198	(ii) acquires, possesses, and transports cannabis or a cannabis product with the intent to
199	conduct a chemical or other analysis of the cannabis or cannabis product.
200	(b) "Independent cannabis testing laboratory" includes a laboratory that the department
201	or a research university operates in accordance with Subsection 4-41a-201(14).
202	[(25)] (27) "Independent cannabis testing laboratory agent" means an individual who[:]
203	holds a valid cannabis production establishment agent registration card with an
204	independent cannabis testing laboratory designation.
205	[(26)] (28) "Inventory control system" means a system described in Section 4-41a-103.
206	[(27)] (29) "Licensing board" or "board" means the Cannabis Production Establishment
207	and Pharmacy Licensing Advisory Board created in Section 4-41a-201.1.
208	[(28)] (30) "Medical cannabis" means the same as that term is defined in Section
209	26B-4-201.
210	[(29)] (31) "Medical cannabis card" means the same as that term is defined in Section
211	26B-4-201.

212	[(30)] (32) "Medical cannabis courier" means a courier that:
213	(a) the department licenses in accordance with Section 4-41a-1201; and
214	(b) contracts with a home delivery medical cannabis pharmacy to deliver medical
215	cannabis shipments to fulfill electronic orders that the state central patient portal facilitates.
216	[(31)] (33) "Medical cannabis courier agent" means an individual who:
217	(a) is an employee of a medical cannabis courier; and
218	(b) who holds a valid medical cannabis courier agent registration card.
219	[(32)] (34) "Medical cannabis pharmacy" means the same as that term is defined in
220	Section 26B-4-201.
221	[(33)] (35) "Medical cannabis pharmacy agent" means the same as that term is defined
222	in Section 26B-4-201.
223	[(34)] (36) "Medical cannabis research license" means a license that the department
224	issues to a research university for the purpose of obtaining and possessing medical cannabis for
225	academic research.
226	[(35)] (37) "Medical cannabis research licensee" means a research university that the
227	department licenses to obtain and possess medical cannabis for academic research, in
228	accordance with Section 4-41a-901.
229	[(36)] (38) "Medical cannabis shipment" means a shipment of medical cannabis [or a
230	medical cannabis product] that a home delivery medical cannabis pharmacy or a medical
231	cannabis courier delivers to a delivery address to fulfill an electronic medical cannabis order
232	that the state central patient portal facilitates.
233	[(37)] (39) "Medical cannabis treatment" means the same as that term is defined in
234	Section 26B-4-201.
235	[(38)] (40) "Medicinal dosage form" means the same as that term is defined in Section
236	26B-4-201.
237	[(39)] (41) "Pharmacy medical provider" means the same as that term is defined in
238	Section 26B-4-201.
239	[(40)] (42) "Qualified medical provider" means the same as that term is defined in
240	Section 26B-4-201.
241	[(41)] (43) "Qualified Production Enterprise Fund" means the fund created in Section
242	4-41a-104.

243	$\left[\frac{42}{42}\right]$ (44) "Recommending medical provider" means the same as that term is defined
244	in Section 26B-4-201.
245	[(43)] (45) "Research university" means the same as that term is defined in Section
246	53B-7-702 and a private, nonprofit college or university in the state that:
247	(a) is accredited by the Northwest Commission on Colleges and Universities;
248	(b) grants doctoral degrees; and
249	(c) has a laboratory containing or a program researching a schedule I controlled
250	substance described in Section 58-37-4.
251	[(44)] (46) "State electronic verification system" means the system described in Section
252	26B-4-202.
253	(47) "Targeted marketing" means the promotion of a cannabis product, medical
254	cannabis brand, or a medical cannabis device using any of the following methods:
255	(a) electronic communication to an individual who is at least 21 years old and has
256	requested to receive promotional information;
257	(b) an in-person marketing event that is:
258	(i) held inside a medical cannabis pharmacy; and
259	(ii) in an area where only a medical cannabis cardholder may access the event;
260	(c) other marketing material that is physically available or digitally displayed in a
261	medical cannabis pharmacy; or
262	(d) a leaflet a medical cannabis pharmacy places in the opaque package or box that is
263	provided to an individual when obtaining medical cannabis:
264	(i) in the medical cannabis pharmacy;
265	(ii) at the medical cannabis pharmacy's drive-through pick up window; or
266	(iii) in a medical cannabis shipment.
267	[(45)] (48) "Tetrahydrocannabinol" or "THC" means the same as that term is defined in
268	Section 4-41-102.
269	[(46)] (49) "THC analog" means the same as that term is defined in Section 4-41-102.
270	[(47)] (50) "Total composite tetrahydrocannabinol" means all detectable forms of
271	tetrahydrocannabinol.
272	[(48)] (51) "Total tetrahydrocannabinol" or "total THC" means the same as that term is
273	defined in Section 4-41-102.

274	Section 2. Section 4-41a-201 is amended to read:
275	4-41a-201. Cannabis production establishment License.
276	(1) Except as provided in Subsection (14), a person may not operate a cannabis
277	production establishment without a license that the department issues under this chapter.
278	(2) (a) (i) Subject to Subsections (6), (7), (8), and (13) and to Section 4-41a-205, for a
279	licensing process that the department initiates after March 17, 2021, the department, through
280	the licensing board, shall issue licenses in accordance with Section 4-41a-201.1.
281	(ii) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
282	department shall make rules to specify a transparent and efficient process to:
283	(A) solicit applications for a license under this section;
284	(B) allow for comments and questions in the development of applications;
285	(C) timely and objectively evaluate applications;
286	(D) hold public hearings that the department deems appropriate; and
287	(E) select applicants to receive a license.
288	(iii) The department may not issue a license to operate a cannabis production
289	establishment to an applicant who is not eligible for a license under this section.
290	(b) An applicant is eligible for a license under this section if the applicant submits to
291	the licensing board:
292	(i) subject to Subsection (2)(c), a proposed name and address or, for a cannabis
293	cultivation facility, addresses of no more than two facility locations, located in a zone described
294	in Subsection 4-41a-406(2)(a) or (b), where the applicant will operate the cannabis production
295	establishment;
296	(ii) the name and address of any individual who has:
297	(A) for a publicly traded company, a financial or voting interest of $[2\%]$ 10% or greater
298	in the proposed cannabis production establishment;
299	(B) for a privately held company, a financial or voting interest in the proposed cannabis
300	production establishment; or
301	(C) the power to direct or cause the management or control of a proposed cannabis
302	production establishment;
303	(iii) an operating plan that:
304	(A) complies with Section 4-41a-204;

305	(B) includes operating procedures that comply with this chapter and any law the
306	municipality or county in which the person is located adopts that is consistent with Section
307	4-41a-406; and
308	(C) the department or licensing board approves;
309	(iv) a statement that the applicant will obtain and maintain a liquid cash account with a
310	financial institution or a performance bond that a surety authorized to transact surety business
311	in the state issues in an amount of at least:
312	(A) \$100,000 for each cannabis cultivation facility for which the applicant applies; or
313	(B) \$50,000 for each cannabis processing facility or independent cannabis testing
314	laboratory for which the applicant applies;
315	(v) an application fee in an amount that, subject to Subsection $4-41a-104(5)$, the
316	department sets in accordance with Section 63J-1-504; and
317	(vi) a description of any investigation or adverse action taken by any licensing
318	jurisdiction, government agency, law enforcement agency, or court in any state for any
319	violation or detrimental conduct in relation to any of the applicant's cannabis-related operations
320	or businesses.
321	(c) (i) A person may not locate a cannabis production establishment:
322	(A) within 1,000 feet of a community location; or
323	(B) in or within 600 feet of a district that the relevant municipality or county has zoned
324	as primarily residential.
325	(ii) The proximity requirements described in Subsection (2)(c)(i) shall be measured
326	from the nearest entrance to the cannabis production establishment by following the shortest
327	route of ordinary pedestrian travel to the property boundary of the community location or
328	residential area.
329	(iii) The licensing board may grant a waiver to reduce the proximity requirements in
330	Subsection (2)(c)(i) by up to 20% if the licensing board determines that it is not reasonably
331	feasible for the applicant to site the proposed cannabis production establishment without the
332	waiver.
333	(iv) An applicant for a license under this section shall provide evidence of compliance
334	with the proximity requirements described in Subsection (2)(c)(i).
335	(3) If the licensing board approves an application for a license under this section and

336	Section 4-41a-201.1:
337	(a) the applicant shall pay the department [: (i)] an initial license fee in an amount that,
338	subject to Subsection 4-41a-104(5), the department sets in accordance with Section 63J-1-504[;
339	or]; and
340	[(ii) a fee for a 120-day limited license to operate as a cannabis processing facility
341	described in Subsection (3)(b) that is equal to 33% of the initial license fee described in
342	Subsection (3)(a)(i); and]
343	(b) the department shall notify the Department of Public Safety of the license approval
344	and the names of each individual described in Subsection (2)(b)(ii).
345	(4) (a) Except as provided in Subsection (4)(b), a cannabis production establishment
346	shall obtain a separate license for each type of cannabis production establishment and each
347	location of a cannabis production establishment.
348	(b) The licensing board may issue a cannabis cultivation facility license and a cannabis
349	processing facility license to a person to operate at the same physical location or at separate
350	physical locations.
351	(5) If the licensing board receives more than one application for a cannabis production
352	establishment within the same city or town, the licensing board shall consult with the local land
353	use authority before approving any of the applications pertaining to that city or town.
354	(6) The licensing board may not issue a license to operate an independent cannabis
355	testing laboratory to a person who:
356	(a) holds a license or has an ownership interest in a medical cannabis pharmacy, a
357	cannabis processing facility, or a cannabis cultivation facility;
358	(b) has an owner, officer, director, or employee whose family member holds a license
359	or has an ownership interest in a medical cannabis pharmacy, a cannabis processing facility, or
360	a cannabis cultivation facility; or
361	(c) proposes to operate the independent cannabis testing laboratory at the same physical
362	location as a medical cannabis pharmacy, a cannabis processing facility, or a cannabis
363	cultivation facility.
364	(7) The licensing board may not issue a license to operate a cannabis production
365	establishment to an applicant if any individual described in Subsection (2)(b)(ii):
366	(a) has been convicted under state or federal law of:

367	(i) a felony in the preceding 10 years; or
368	(ii) after December 3, 2018, a misdemeanor for drug distribution;
369	(b) is younger than 21 years old; or
370	(c) after September 23, 2019, until January 1, 2023, is actively serving as a legislator.
371	(8) (a) If an applicant for a cannabis production establishment license under this
372	section holds a license under Title 4, Chapter 41, Hemp and Cannabinoid Act, the licensing
373	board may not give preference to the applicant based on the applicant's status as a holder of the
374	license.
375	(b) If an applicant for a license to operate a cannabis cultivation facility under this
376	section holds a license to operate a medical cannabis pharmacy under this title, the licensing
377	board may give consideration to the applicant based on the applicant's status as a holder of a
378	medical cannabis pharmacy license if:
379	(i) the applicant demonstrates that a decrease in costs to patients is more likely to result
380	from the applicant's vertical integration than from a more competitive marketplace; and
381	(ii) the licensing board finds multiple other factors, in addition to the existing license,
382	that support granting the new license.
383	(9) The licensing board may revoke a license under this part:
384	(a) if the cannabis production establishment does not begin cannabis production
385	operations within one year after the day on which the licensing board issues the initial license;
386	(b) after the third of the same violation of this chapter in any of the licensee's licensed
387	cannabis production establishments or medical cannabis pharmacies;
388	(c) if any individual described in Subsection (2)(b) is convicted, while the license is
389	active, under state or federal law of:
390	(i) a felony; or
391	(ii) after December 3, 2018, a misdemeanor for drug distribution;
392	(d) if the licensee fails to provide the information described in Subsection (2)(b)(vi) at
393	the time of application, or fails to supplement the information described in Subsection
394	(2)(b)(vi) with any investigation or adverse action that occurs after the submission of the
395	application within 14 calendar days after the licensee receives notice of the investigation or
396	adverse action;
397	(e) if the cannabis production establishment demonstrates a willful or reckless

398	disregard for the requirements of this chapter or the rules the department makes in accordance
399	with this chapter;
400	(f) if, after a change of ownership described in Subsection (15)(b), the board
401	determines that the cannabis production establishment no longer meets the minimum standards
402	for licensure and operation of the cannabis production establishment described in this chapter;
403	[or]
404	(g) for an independent cannabis testing laboratory, if the independent cannabis testing
405	laboratory fails to substantially meet the performance standards described in Subsection
406	(14)(b)[:]; <u>or</u>
407	(h) if, following an investigation conducted pursuant to Subsection 4-41a-201.1(11),
408	the board identifies that the licensee has participated in anticompetitive business practices.
409	(10) (a) A person who receives a cannabis production establishment license under this
410	chapter, if the municipality or county where the licensed cannabis production establishment
411	will be located requires a local land use permit, shall submit to the licensing board a copy of
412	the licensee's approved application for the land use permit within 120 days after the day on
413	which the licensing board issues the license.
414	(b) If a licensee fails to submit to the licensing board a copy of the licensee's approved
415	land use permit application in accordance with Subsection (10)(a), the licensing board may
416	revoke the licensee's license.
417	(11) The department shall deposit the proceeds of a fee that the department imposes
418	under this section into the Qualified Production Enterprise Fund.
419	(12) The department shall begin accepting applications under this part on or before
420	January 1, 2020.
421	(13) (a) The department's authority, and consequently the licensing board's authority, to
422	issue a license under this section is plenary and is not subject to review.
423	(b) Notwithstanding Subsection (2)(a)(ii)(A), the decision of the department to award a
424	license to an applicant is not subject to:
425	(i) Title 63G, Chapter 6a, Part 16, Protests; or
426	(ii) Title 63G, Chapter 6a, Part 17, Procurement Appeals Board.
427	(14) (a) Notwithstanding this section, the department:
428	(i) may operate or partner with a research university to operate an independent

cannabis testing laboratory; 429 430 (ii) if the department operates or partners with a research university to operate an 431 independent cannabis testing laboratory, may not cease operating or partnering with a research 432 university to operate the independent cannabis testing laboratory unless: 433 (A) the department issues at least two licenses to independent cannabis testing 434 laboratories; and 435 (B) the department has ensured that the licensed independent cannabis testing 436 laboratories have sufficient capacity to provide the testing necessary to support the state's 437 medical cannabis market; and 438 (iii) after ceasing department or research university operations under Subsection 439 (14)(a)(ii) shall resume independent cannabis testing laboratory operations at any time if: 440 (A) fewer than two licensed independent cannabis testing laboratories are operating; or 441 (B) the licensed independent cannabis testing laboratories become, in the department's 442 determination, unable to fully meet the market demand for testing. 443 (b) (i) The department shall make rules, in accordance with Title 63G, Chapter 3, Utah 444 Administrative Rulemaking Act, to establish performance standards for the operation of an 445 independent cannabis testing laboratory, including deadlines for testing completion. 446 (ii) A license that the department issues to an independent cannabis testing laboratory 447 is contingent upon substantial satisfaction of the performance standards described in 448 Subsection (14)(b)(i), as determined by the board. 449 (15) (a) A cannabis production establishment license is not transferrable or assignable. 450 (b) If the ownership of a cannabis production establishment changes by 50% or more: 451 (i) the cannabis production establishment shall submit a new application described in 452 Subsection (2)(b), subject to Subsection (2)(c); 453 (ii) within 30 days of the submission of the application, the board shall: (A) conduct the application review described in Section 4-41a-201.1; and 454 455 (B) award a license to the cannabis production establishment for the remainder of the 456 term of the cannabis production establishment's license before the ownership change if the 457 cannabis production establishment meets the minimum standards for licensure and operation of 458 the cannabis production establishment described in this chapter; and 459 (iii) if the board approves the license application, notwithstanding Subsection (3), the

460	cannabis production establishment shall pay a license fee that the department sets in
461	accordance with Section 63J-1-504 in an amount that covers the board's cost of conducting the
462	application review.
463	Section 3. Section 4-41a-201.1 is amended to read:
464	4-41a-201.1. Cannabis Production Establishment and Pharmacy Licensing
465	Advisory Board Composition Duties.
466	(1) There is created within the department the Cannabis Production Establishment and
467	Pharmacy Licensing Advisory Board.
468	(2) The commissioner shall:
469	(a) appoint the members of the board;
470	(b) submit the name of each individual that the commissioner appoints under
471	Subsection (2)(a) to the governor for confirmation or rejection; and
472	(c) if the governor rejects an appointee that the commissioner submits under
473	Subsection (2)(b), appoint another individual in accordance with this Subsection (2).
474	(3) (a) Except as provided in Subsection (3)(c), the board shall consist of the following
475	[six] eight members:
476	(i) the following [five] seven voting members whom the commissioner appoints:
477	(A) one member of the public;
478	(B) one member with knowledge and experience in the pharmaceutical or nutraceutical
479	manufacturing industry;
480	(C) one member representing law enforcement;
481	(D) one member whom an organization representing medical cannabis patients
482	recommends; [and]
483	(E) a chemist who has experience with cannabis and who is associated with a research
484	university; [and]
485	(F) a pharmacist who is not associated with the medical cannabis industry; and
486	(G) an accountant; and
487	(ii) the commissioner or the commissioner's designee as a non-voting member, except
488	to cast a deciding vote in the event of a tie.
489	(b) The commissioner may appoint a [seventh] <u>ninth</u> member to the board who has a
490	background in the cannabis cultivation and processing industry.

491	(c) The commissioner or the commissioner's designee shall serve as the chair of the
492	board.
493	(d) An individual is not eligible for appointment to be a member of the board if the
494	individual:
495	(i) has any commercial or ownership interest in a cannabis production establishment,
496	medical cannabis pharmacy, or medical cannabis courier;
497	(ii) has an owner, officer, director, or employee whose family member holds a license
498	or has an ownership interest in a cannabis production establishment, medical cannabis
499	pharmacy, or medical cannabis courier; or
500	(iii) is employed or contracted to lobby on behalf of any cannabis production
501	establishment, medical cannabis pharmacy, or medical cannabis courier.
502	(4) (a) Except as provided in Subsection (4)(b), a voting board member shall serve a
503	term of four years, beginning July 1 and ending June 30.
504	(b) Notwithstanding Subsection (4)(a), for the initial appointments to the board, the
505	commissioner shall stagger the length of the terms of board members to ensure that the
506	commissioner appoints two or three board members every two years.
507	(c) As a board member's term expires:
508	(i) the board member is eligible for reappointment; and
509	(ii) the commissioner shall make an appointment, in accordance with Subsection (2),
510	for the new term before the end of the member's term.
511	(d) When a vacancy occurs on the board for any reason other than the expiration of a
512	board member's term, the commissioner shall appoint a replacement to the vacant position, in
513	accordance with Subsection (2), for the unexpired term.
514	(e) In making appointments, the commissioner shall ensure that no two members of the
515	board are employed by or represent the same company or nonprofit organization.
516	(f) The commissioner may remove a board member for cause, neglect of duty,
517	inefficiency, or malfeasance.
518	(5) (a) (i) [Four] <u>Five</u> members of the board constitute a quorum of the board.
519	(ii) An action of the majority of the board members when a quorum is present
520	constitutes an action of the board.
521	(b) The department shall provide staff support to the board.

522	(c) A member of the board may not receive compensation or benefits for the member's
523	service, but may receive per diem and travel expenses in accordance with:
524	(i) Section 63A-3-106;
525	(ii) Section 63A-3-107; and
526	(iii) rules made by the Division of Finance in accordance with Sections 63A-3-106 and
527	63A-3-107.
528	(6) The board shall:
529	(a) meet as called by the chair to review cannabis production establishment and
530	pharmacy license applications;
531	(b) review each license application for compliance with:
532	(i) this chapter; and
533	(ii) department rules;
534	(c) conduct a public hearing to consider the license application;
535	(d) approve the department's license application forms and checklists; and
536	(e) make a determination on each license application.
537	(7) The board shall hold a public hearing to review a cannabis production
538	establishment's or pharmacy's license if the establishment:
539	(a) changes ownership by an interest of 20% or more;
540	(b) changes or adds a location;
541	(c) upgrades to a different licensing tier under department rule;
542	(d) changes extraction or formulation standard operating procedures;
543	(e) adds an industrial hemp processing or cultivation license to the same location as the
544	cannabis production establishment's processing facility; or
545	(f) as necessary based on the recommendation of the department.
546	(8) In a public hearing held under Subsection (7), the board may consider the following
547	in determining whether to approve a request to change pharmacy locations:
548	(a) medical cannabis availability, quality, and variety;
549	(b) whether geographic dispersal among licensees is sufficient to reasonably maximize
550	access to the largest number of medical cannabis cardholders;
551	(c) the extent to which the pharmacy can increase efficiency and reduce the cost to
552	patients of medical cannabis: and

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553	(d) the factors listed in Subsection 4-41a-1004(7).
554	(9) In a public hearing held pursuant to Subsection (7), the board may not approve a
555	request to change a medical cannabis pharmacy location outside of the pharmacy's current
556	region established under Subsection 4-41a-1005(1)(c)(ii)(A).
557	[(8)] (10) (a) The board shall meet annually in December to consider cannabis
558	production establishment and pharmacy license renewal applications.
559	(b) During the meeting described in Subsection $[(8)(a)] (10)(a)$:
560	(i) a representative from each applicant for renewal shall:
561	(A) attend in person or electronically; or
562	(B) submit information before the meeting, as the board may require, for the board's
563	consideration; [and]
564	(ii) the board shall consider, for each cannabis cultivation facility seeking renewal,
565	information including:
566	(A) the amount of biomass the licensee produced during the current calendar year;
567	(B) the amount of biomass the licensee projects to produce during the following year;
568	(C) the amount of hemp waste the licensee currently holds;
569	(D) the current square footage or acres of growing area the licensee uses; and
570	(E) the square footage or acres of growing area the licensee projects to use in the
571	following year; [and]
572	(iii) the board shall consider, for each cannabis processing facility seeking renewal,
573	information including:
574	(A) methods and procedures for extraction;
575	(B) standard operating procedures; and
576	(C) a complete listing of the medical dosage forms that the licensee produces[;]; and
577	(iv) the board shall consider, for each cannabis pharmacy seeking renewal, information
578	including:
579	(A) product availability, quality, and variety;
580	(B) a declaration of good standing created by the department through rule;
581	(C) the pharmacy's operating procedures and practices; and
582	(D) the factors listed in Subsection 4-41a-1003(1).

583 (c) Following consideration of the information provided under Subsection (10)(b), the

584	board may elect to approve, deny, or issue conditional approval of a cannabis production
585	establishment or pharmacy license renewal application.
586	[(c)] (d) The information a licensee or license applicant provides to the board for a
587	license determination constitutes a protected record under Subsection 63G-2-305(1) or (2) if
588	the applicant or licensee provides the board with the information regarding business
589	confidentiality required in Section 63G-2-309.
590	(11) In cooperation with the Division of Consumer Protection, the board may
591	investigate information received by the department indicating that a licensee is potentially
592	engaging in anticompetitive business practices.
593	Section 4. Section 4-41a-202 is amended to read:
594	4-41a-202. Cannabis production establishment owners and directors Criminal
595	background checks.
596	(1) Each applicant for a license as a cannabis production establishment shall submit to
597	the department, at the time of application, from each individual who has a financial or voting
598	interest of $[\frac{2\%}{10\%}]$ or greater in the applicant or who has the power to direct or cause the
599	management or control of the applicant:
600	(a) a fingerprint card in a form acceptable to the Department of Public Safety;
601	(b) a signed waiver in accordance with Subsection 53-10-108(4) acknowledging the
602	registration of the individual's fingerprints in the Federal Bureau of Investigation Next
603	Generation Identification System's Rap Back Service; and
604	(c) consent to a fingerprint background check by:
605	(i) the Utah Bureau of Criminal Identification; and
606	(ii) the Federal Bureau of Investigation.
607	(2) The Bureau of Criminal Identification shall:
608	(a) check the fingerprints the applicant submits under Subsection (1) against the
609	applicable state, regional, and national criminal records databases, including the Federal
610	Bureau of Investigation Next Generation Identification System;
611	(b) report the results of the background check to the department;
612	(c) maintain a separate file of fingerprints that applicants submit under Subsection (1)
613	for search by future submissions to the local and regional criminal records databases, including
614	latent prints;

615	(d) request that the fingerprints be retained in the Federal Bureau of Investigation Next
616	Generation Identification System's Rap Back Service for search by future submissions to
617	national criminal records databases, including the Next Generation Identification System and
618	latent prints; and
619	(e) establish a privacy risk mitigation strategy to ensure that the department only
620	receives notifications for an individual with whom the department maintains an authorizing
621	relationship.
622	(3) The department shall:
623	(a) assess an individual who submits fingerprints under Subsection (1) a fee in an
624	amount that the department sets in accordance with Section 63J-1-504 for the services that the
625	Bureau of Criminal Identification or another authorized agency provides under this section; and
626	(b) remit the fee described in Subsection (3)(a) to the Bureau of Criminal
627	Identification.
628	Section 5. Section 4-41a-401 is amended to read:
629	4-41a-401. Cannabis production establishment General operating
630	requirements.
631	(1) (a) A cannabis production establishment shall operate in accordance with the
632	operating plan described in Sections 4-41a-201 and 4-41a-204.
633	(b) A cannabis production establishment shall notify the department before a change in
634	the cannabis production establishment's operating plan.
635	(c) (i) If a cannabis production establishment changes the cannabis production
636	establishment's operating plan, the establishment shall ensure that the new operating plan
637	complies with this chapter.
638	(ii) The department shall establish by rule, in accordance with Title 63G, Chapter 3,
639	Utah Administrative Rulemaking Act, a process to:
640	(A) review a change notification described in Subsection (1)(b);
641	(B) identify for the cannabis production establishment each point of noncompliance
642	between the new operating plan and this chapter;
643	(C) provide an opportunity for the cannabis production establishment to address each
644	identified point of noncompliance; and
645	(D) suspend or revoke a license if the cannabis production establishment fails to cure

646	the noncompliance.
647	(2) A cannabis production establishment shall operate:
648	(a) except as provided in Subsection (5), in a facility that is accessible only by an
649	individual with a valid cannabis production establishment agent registration card issued under
650	Section 4-41a-301; and
651	(b) at the physical address provided to the department under Section 4-41a-201.
652	(3) A cannabis production establishment may not employ an individual who is younger
653	than 21 years old.
654	(4) A cannabis production establishment may not employ an individual who has been
655	convicted, under state or federal law, of:
656	(a) a felony in the preceding 10 years; or
657	(b) after December 3, 2018, a misdemeanor for drug distribution.
658	(5) A cannabis production establishment may authorize an individual who is at least 18
659	years old and is not a cannabis production establishment agent to access the cannabis
660	production establishment if the cannabis production establishment:
661	(a) tracks and monitors the individual at all times while the individual is at the
662	cannabis production establishment; and
663	(b) maintains a record of the individual's access, including arrival and departure.
664	(6) A cannabis production establishment shall operate in a facility that has:
665	(a) a single, secure public entrance;
666	(b) a security system with a backup power source that:
667	(i) detects and records entry into the cannabis production establishment; and
668	(ii) provides notice of an unauthorized entry to law enforcement when the cannabis
669	production establishment is closed; and
670	(c) a lock or equivalent restrictive security feature on any area where the cannabis
671	production establishment stores cannabis or a cannabis product.
672	Section 6. Section 4-41a-602 is amended to read:
673	4-41a-602. Cannabis product Labeling and child-resistant packaging.
674	(1) For any cannabis product that a cannabis processing facility processes or produces
675	and for any raw cannabis that the facility packages, the facility shall:
676	(a) label the cannabis or cannabis product with a label that:

677	(i) clearly and unambiguously states that the cannabis product or package contains
678	cannabis;
679	(ii) clearly displays the amount of total composite tetrahydrocannabinol, cannabidiol,
680	and any known cannabinoid that is greater than 1% of the total cannabinoids contained in the
681	cannabis or cannabis product as determined under Subsection 4-41a-701(4);
682	(iii) has a unique identification number that:
683	(A) is connected to the inventory control system; and
684	(B) identifies the unique cannabis product manufacturing process the cannabis
685	processing facility used to manufacture the cannabis product;
686	(iv) identifies the cannabinoid extraction process that the cannabis processing facility
687	used to create the cannabis product;
688	(v) does not display an image, word, or phrase that the facility knows or should know
689	appeals to children; and
690	(vi) discloses each active or potentially active ingredient, in order of prominence, and
691	possible allergen; and
692	(b) package the raw cannabis or cannabis product in a medicinal dosage form in a
693	container that:
694	(i) is tamper evident and tamper resistant;
695	(ii) does not appeal to children;
696	(iii) does not mimic a candy container;
697	(iv) complies with child-resistant effectiveness standards that the United States
698	Consumer Product Safety Commission establishes;
699	(v) includes a warning label that states:
700	(A) for a container labeled before July 1, 2021, "WARNING: Cannabis has
701	intoxicating effects and may be addictive. Do not operate a vehicle or machinery under its
702	influence. KEEP OUT OF REACH OF CHILDREN. This product is for medical use only. Use
703	only as directed by a qualified medical provider.";
704	(B) for a container labeled on or after July 1, 2021, "WARNING: Cannabis has
705	intoxicating effects and may be addictive. Do not operate a vehicle or machinery under its
706	influence. KEEP OUT OF REACH OF CHILDREN. This product is for medical use only. Use
707	only as directed by a recommending medical provider."; or

708	(C) for a container labeled on or after January 1, 2024, "WARNING: Cannabis has
709	intoxicating effects, may be addictive, and may increase risk of mental illness. Do not operate a
710	vehicle or machinery under its influence. KEEP OUT OF REACH OF CHILDREN. This
711	product is for medical use only. Use only as directed by a recommending medical provider.";
712	and
713	(vi) for raw cannabis or a cannabis product sold in a vaporizer cartridge labeled on or
714	after May 3, 2023, includes a warning label that states:
715	(A) "WARNING: Vaping of cannabis-derived products has been associated with lung
716	injury."; and
717	(B) "WARNING: Inhalation of cannabis smoke has been associated with lung injury.".
718	(2) To ensure that a cannabis product that a cannabis processing facility processes or
719	produces has a medical rather than recreational disposition, the facility may not produce or
720	process a product whose name or packaging includes terms related to recreational marijuana,
721	including "weed," "pot," "reefer," "grass," "hash," "ganja," "Mary Jane," "high," "haze,"
722	"stoned," "joint," "bud," "smoke," "euphoria," "dank," "doobie," "kush," "frost," "cookies,"
723	"rec," "bake," "blunt," "combust," "bong," "budtender," "dab," "blaze," "toke," or "420."
724	[(2)] (3) For any cannabis or cannabis product that the cannabis processing facility
725	processes into a gelatinous cube, gelatinous rectangular cuboid, or lozenge in a cube or
726	rectangular cuboid shape, the facility shall:
727	(a) ensure that the label described in Subsection (1)(a) does not contain a photograph or
728	other image of the content of the container; and
729	(b) include on the label described in Subsection (1)(a) a warning about the risks of
730	over-consumption.
731	[(3)] (4) For any cannabis product that contains an artificially derived cannabinoid, the
732	cannabis processing facility shall ensure that the label clearly:
733	(a) identifies each artificially derived cannabinoid; and
734	(b) identifies that each artificially derived cannabinoid is an artificially derived
735	cannabinoid.
736	[(4)] (5) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking
737	Act, the department:
738	(a) shall make rules to establish:

739	(i) a standard labeling format that:
740	(A) complies with the requirements of this section; and
741	(B) ensures inclusion of a pharmacy label; and
742	(ii) additional requirements on packaging for cannabis and cannabis products to ensure
743	safety and product quality; and
744	(b) may make rules to further define standards regarding images, words, phrases, or
745	containers that may appeal to children under Subsection (1)(a)(v) or (1)(b)(ii).
746	Section 7. Section 4-41a-604 is enacted to read:
747	<u>4-41a-604.</u> Advertising.
748	In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
749	department may make rules establishing conditions under which a cannabis processing facility
750	may engage in targeted marketing.
751	Section 8. Section 4-41a-802 is amended to read:
752	4-41a-802. Report.
753	(1) At or before the November interim meeting each year, the department shall report
754	to the Health and Human Services Interim Committee on:
755	(a) the number of applications and renewal applications that the department receives
756	under this chapter;
757	(b) the number of each type of cannabis production facility that the department licenses
758	in each county;
759	(c) the amount of cannabis that licensees grow;
760	(d) the amount of cannabis that licensees manufacture into cannabis products;
761	(e) the number of licenses the department revokes under this chapter;
762	(f) the department's operation of an independent cannabis testing laboratory under
763	Section 4-41a-201, including:
764	(i) the cannabis and cannabis products the department tested; and
765	(ii) the results of the tests the department performed; [and]
766	(g) the expenses incurred and revenues generated under this chapter[-]; and
767	(h) an analysis of product availability in medical cannabis pharmacies in consultation
768	with the Department of Health and Human Services.
769	(2) The department may not include personally identifying information in the report

770	described in this section.
771	(3) The department shall report to the working group described in Section $36-12-8.2$ as
772	requested by the working group.
773	Section 9. Section 4-41a-1001 is amended to read:
774	4-41a-1001. Medical cannabis pharmacy License Eligibility.
775	(1) A person may not operate as a medical cannabis pharmacy without a license that
776	the department issues under this part.
777	(2) (a) (i) Subject to Subsections (4) and (5) and to Section 4-41a-1005, the department
778	shall issue a license to operate a medical cannabis pharmacy [in accordance with Title 63G,
779	Chapter 6a, Utah Procurement Code] through the licensing board created under Section
780	<u>4-41a-201.1</u> .
781	(ii) The department may not issue a license to operate a medical cannabis pharmacy to
782	an applicant who is not eligible for a license under this section.
783	(b) An applicant is eligible for a license under this section if the applicant submits to
784	the department:
785	(i) subject to Subsection (2)(c), a proposed name and address where the applicant will
786	operate the medical cannabis pharmacy;
787	(ii) the name and address of an individual who:
788	(A) for a publicly traded company, has a financial or voting interest of 10% or greater
789	in the proposed medical cannabis pharmacy;
790	(B) for a privately held company, a financial or voting interest in the proposed medical
791	cannabis pharmacy; or
792	(C) has the power to direct or cause the management or control of a proposed medical
793	cannabis pharmacy;
794	(iii) for each application that the applicant submits to the department, a statement from
795	the applicant that the applicant will obtain and maintain:
796	(A) a performance bond in the amount of \$100,000 issued by a surety authorized to
797	transact surety business in the state; or
798	(B) a liquid cash account in the amount of \$100,000 with a financial institution;
799	(iv) an operating plan that:
800	(A) complies with Section 4-41a-1004;

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801 (B) includes operating procedures to comply with the operating requirements for a 802 medical cannabis pharmacy described in this part and with a relevant municipal or county law 803 that is consistent with Section 4-41a-1106: and 804 (C) the department approves; 805 (v) an application fee in an amount that, subject to Subsection 4-41a-104(5), the 806 department sets in accordance with Section 63J-1-504; and 807 (vi) a description of any investigation or adverse action taken by any licensing 808 jurisdiction, government agency, law enforcement agency, or court in any state for any 809 violation or detrimental conduct in relation to any of the applicant's cannabis-related operations 810 or businesses. 811 (c) (i) A person may not locate a medical cannabis pharmacy: 812 (A) within 200 feet of a community location; or 813 (B) in or within 600 feet of a district that the relevant municipality or county has zoned as primarily residential. 814 815 (ii) The proximity requirements described in Subsection (2)(c)(i) shall be measured 816 from the nearest entrance to the medical cannabis pharmacy establishment by following the 817 shortest route of ordinary pedestrian travel to the property boundary of the community location 818 or residential area. 819 (iii) The department may grant a waiver to reduce the proximity requirements in 820 Subsection (2)(c)(i) by up to 20% if the department determines that it is not reasonably feasible 821 for the applicant to site the proposed medical cannabis pharmacy without the waiver. (iv) An applicant for a license under this section shall provide evidence of compliance 822 823 with the proximity requirements described in Subsection (2)(c)(i). 824 (d) The department may not issue a license to an eligible applicant that the department 825 has selected to receive a license until the selected eligible applicant complies with the bond or 826 liquid cash requirement described in Subsection (2)(b)(iii). 827 (e) If the department receives more than one application for a medical cannabis 828 pharmacy within the same city or town, the department shall consult with the local land use 829 authority before approving any of the applications pertaining to that city or town. 830 (f) In considering the issuance of a medical cannabis pharmacy license under this 831 section, the department may consider the extent to which the pharmacy can increase efficiency

832	and reduce the cost to patients of medical cannabis.
833	(3) If the department selects an applicant for a medical cannabis pharmacy license
834	under this section, the department shall:
835	(a) charge the applicant an initial license fee in an amount that, subject to Subsection
836	4-41a-104(5), the department sets in accordance with Section 63J-1-504;
837	(b) notify the Department of Public Safety of the license approval and the names of
838	each individual described in Subsection (2)(b)(ii); and
839	(c) charge the licensee a fee in an amount that, subject to Subsection 4-41a-104(5), the
840	department sets in accordance with Section 63J-1-504, for any change in location, ownership,
841	or company structure.
842	(4) The department may not issue a license to operate a medical cannabis pharmacy to
843	an applicant if an individual described in Subsection (2)(b)(ii):
844	(a) has been convicted under state or federal law of:
845	(i) a felony; or
846	(ii) after December 3, 2018, a misdemeanor for drug distribution;
847	(b) is younger than 21 years old; or
848	(c) after September 23, 2019, until January 1, 2023, is actively serving as a legislator.
849	(5) (a) If an applicant for a medical cannabis pharmacy license under this section holds
850	another license under this chapter, the department may not give preference to the applicant
851	based on the applicant's status as a holder of the license.
852	(b) If an applicant for a medical cannabis pharmacy license under this section holds a
853	license to operate a cannabis cultivation facility under this section, the department may give
854	consideration to the applicant's status as a holder of the license if:
855	(i) the applicant demonstrates that a decrease in costs to patients is more likely to result
856	from the applicant's vertical integration than from a more competitive marketplace; and
857	(ii) the department finds multiple other factors, in addition to the existing license, that
858	support granting the new license.
859	(6) [(a)] The [department] <u>licensing board</u> may revoke a license under this part:
860	[(i)] (a) if the medical cannabis pharmacy does not begin operations within one year
861	after the day on which the department issues an announcement of the department's intent to
862	award a license to the medical cannabis pharmacy;

863	[(ii)] (b) after the third the same violation of this chapter in any of the licensee's
864	licensed cannabis production establishments or medical cannabis pharmacies;
865	[(iii)] (c) if an individual described in Subsection (2)(b)(ii) is convicted, while the
866	license is active, under state or federal law of:
867	[(A)] (i) a felony in the preceding 10 years; or
868	[(B)] (ii) after December 3, 2018, a misdemeanor for drug distribution;
869	[(iv)] (d) if the licensee fails to provide the information described in Subsection
870	(2)(b)(vi) at the time of application, or fails to supplement the information described in
871	Subsection (2)(b)(vi) with any investigation or adverse action that occurs after the submission
872	of the application within 14 calendar days after the licensee receives notice of the investigation
873	or adverse action;
874	$\left[\frac{(v)}{(v)}\right]$ if the medical cannabis pharmacy demonstrates a willful or reckless disregard
875	for the requirements of this chapter or the rules the department makes in accordance with this
876	chapter; [or]
877	[(vi)] (f) if, after a change of ownership described in Subsection (11)(c), the
878	department determines that the medical cannabis pharmacy no longer meets the minimum
879	standards for licensure and operation of the medical cannabis pharmacy described in this
880	chapter[.]; or
881	(g) if through an investigation conducted under Subsection 4-41a-201.1(11) and in
882	accordance with Title 63G, Chapter 4, Administrative Procedures Act, the board finds that the
883	licensee has participated in anticompetitive business practices.
884	[(b) The department shall rescind a notice of an intent to issue a license under this part
885	to an applicant or revoke a license issued under this part if the associated medical cannabis
886	pharmacy does not begin operation on or before June 1, 2021.]
887	(7) (a) A person who receives a medical cannabis pharmacy license under this chapter,
888	if the municipality or county where the licensed medical cannabis pharmacy will be located
889	requires a local land use permit, shall submit to the department a copy of the licensee's
890	approved application for the land use permit within 120 days after the day on which the
891	department issues the license.
892	(b) If a licensee fails to submit to the department a copy the licensee's approved land
893	use permit application in accordance with Subsection (7)(a), the department may revoke the

894	licensee's license.
895	(8) The department shall deposit the proceeds of a fee imposed by this section into the
896	Qualified Production Enterprise Fund.
897	(9) The department shall begin accepting applications under this part on or before
898	March 1, 2020.
899	(10) (a) The department's authority to issue a license under this section is plenary and is
900	not subject to review.
901	(b) Notwithstanding Subsection (2), the decision of the department to award a license
902	to an applicant is not subject to:
903	(i) Title 63G, Chapter 6a, Part 16, Protests; or
904	(ii) Title 63G, Chapter 6a, Part 17, Procurement Appeals Board.
905	(11) (a) A medical cannabis pharmacy license is not transferrable or assignable.
906	(b) A medical cannabis pharmacy shall report in writing to the department no later than
907	10 business days before the date of any change of ownership of the medical cannabis
908	pharmacy.
909	(c) If the ownership of a medical cannabis pharmacy changes by 50% or more:
910	(i) concurrent with the report described in Subsection (11)(b), the medical cannabis
911	pharmacy shall submit a new application described in Subsection (2)(b), subject to Subsection
912	(2)(c);
913	(ii) within 30 days of the submission of the application, the department shall:
914	(A) conduct an application review; and
915	(B) award a license to the medical cannabis pharmacy for the remainder of the term of
916	the medical cannabis pharmacy's license before the ownership change if the medical cannabis
917	pharmacy meets the minimum standards for licensure and operation of the medical cannabis
918	pharmacy described in this chapter; and
919	(iii) if the department approves the license application, notwithstanding Subsection (3),
920	the medical cannabis pharmacy shall pay a license fee that the department sets in accordance
921	with Section 63J-1-504 in an amount that covers the [board's] department's cost of conducting
922	the application review.
923	Section 10. Section 4-41a-1005 is amended to read:
024	4 41a 1005 Maximum number of licenses

924 **4-41a-1005.** Maximum number of licenses.

925	(1) (a) Except as provided in [Subsections] Subsection (1)(b) or (d), if a sufficient
926	number of applicants apply, the department shall issue up to 15 medical cannabis pharmacy
927	licenses in accordance with this section.
928	(b) If an insufficient number of qualified applicants apply for the available number of
929	medical cannabis pharmacy licenses, the department shall issue a medical cannabis pharmacy
930	license to each qualified applicant.
931	(c) The department may issue the licenses described in Subsection (1)(a) in accordance
932	with this Subsection (1)(c).
933	(i) Using one procurement process, the department may issue eight licenses to an initial
934	group of medical cannabis pharmacies and six licenses to a second group of medical cannabis
935	pharmacies.
936	(ii) [If the department issues licenses in two phases in accordance with Subsection
937	(1)(c)(i), the] The department shall:
938	(A) divide the state into no less than four geographic regions, set by the department in
939	<u>rule;</u>
940	(B) issue at least one license in each geographic region during each phase of issuing
941	licenses; and
942	(C) complete the process of issuing medical cannabis pharmacy licenses no later than
943	July 1, 2020.
944	(iii) In issuing a 15th license under Subsection (1), the department shall ensure that the
945	license recipient will locate the medical cannabis pharmacy within Dagget, Duchesne, Uintah,
946	Carbon, Sevier, Emery, Grand, or San Juan County.
947	(d) (i) The department may issue licenses to operate a medical cannabis pharmacy in
948	addition to the licenses described in Subsection (1)(a) if the department determines, in
949	consultation with the Department of Health and Human Services and after an annual or more
950	frequent analysis of the current and anticipated market for medical cannabis, that each
951	additional license is necessary to provide an adequate supply, quality, or variety of medical
952	cannabis to medical cannabis cardholders.
953	(ii) The department shall:
954	(A) in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
955	make rules to establish criteria and processes for the consultation, analysis, and application for

956	a license described in Subsection (1)(d)(i); and
957	(B) report to the Executive Appropriations Committee of the Legislature before each
958	time the department issues an additional license under Subsection (1)(d)(i) regarding the results
959	of the consultation and analysis described in Subsection (1)(d)(i) and the application of the
960	criteria described in Subsection (1)(d)(ii)(A).
961	(2) (a) If there are more qualified applicants than there are available licenses for
962	medical cannabis pharmacies, the department shall:
963	(i) evaluate each applicant and award the license to the applicant that best
964	demonstrates:
965	(A) experience with establishing and successfully operating a business that involves
966	complying with a regulatory environment, tracking inventory, and training, evaluating, and
967	monitoring employees;
968	(B) an operating plan that will best ensure the safety and security of patrons and the
969	community;
970	(C) positive connections to the local community;
971	(D) the suitability of the proposed location and the location's accessibility for
972	qualifying patients;
973	(E) the extent to which the applicant can increase efficiency and reduce the cost of
974	medical cannabis for patients; and
975	(F) a strategic plan described in Subsection $4-41a-1004(7)$ that has a comparatively
976	high likelihood of success; and
977	(ii) ensure a geographic dispersal among licensees that is sufficient to reasonably
978	maximize access to the largest number of medical cannabis cardholders.
979	(b) In making the evaluation described in Subsection (2)(a), the department may give
980	increased consideration to applicants who indicate a willingness to:
981	(i) operate as a home delivery medical cannabis pharmacy that accepts electronic
982	medical cannabis orders that the state central patient portal facilitates; and
983	(ii) accept payments through:
984	(A) a payment provider that the Division of Finance approves, in consultation with the
985	state treasurer, in accordance with Section 4-41a-108; or
986	(B) a financial institution in accordance with Subsection 4-41a-108(4).

987	(3) The department may conduct a face-to-face interview with an applicant for a
988	license that the department evaluates under Subsection (2).
989	Section 11. Section 4-41a-1101 is amended to read:
990	4-41a-1101. Operating requirements General.
991	(1) (a) A medical cannabis pharmacy shall operate:
992	(i) at the physical address provided to the department under Section 4-41a-1001; and
993	(ii) in accordance with the operating plan provided to the department under Section
994	4-41a-1001 and, if applicable, Section 4-41a-1004.
995	(b) A medical cannabis pharmacy shall notify the department before a change in the
996	medical cannabis pharmacy's physical address or operating plan.
997	(2) An individual may not enter a medical cannabis pharmacy unless the individual:
998	(a) is at least 18 years old or is an emancipated minor under Section 80-7-105; and
999	(b) except as provided in Subsection (4):
1000	(i) possesses a valid:
1001	(A) medical cannabis pharmacy agent registration card;
1002	(B) pharmacy medical provider registration card; or
1003	(C) medical cannabis card;
1004	(ii) is an employee of the department performing an inspection under Section
1005	4-41a-1103; or
1006	(iii) is another individual as the department provides.
1007	(3) A medical cannabis pharmacy may not employ an individual who is younger than
1008	21 years old.
1009	(4) Notwithstanding Subsection (2)(a), a medical cannabis pharmacy may authorize an
1010	individual who is not a medical cannabis pharmacy agent or pharmacy medical provider to
1011	access the medical cannabis pharmacy if the medical cannabis pharmacy tracks and monitors
1012	the individual at all times while the individual is at the medical cannabis pharmacy and
1013	maintains a record of the individual's access.
1014	(5) A medical cannabis pharmacy shall operate in a facility that has:
1015	(a) a single, secure public entrance;
1016	(b) a security system with a backup power source that:
1017	(i) detects and records entry into the medical cannabis pharmacy; and

1018 (ii) provides notice of an unauthorized entry to law enforcement when the medical 1019 cannabis pharmacy is closed; and 1020 (c) a lock on each area where the medical cannabis pharmacy stores cannabis or a 1021 cannabis product. 1022 (6) A medical cannabis pharmacy shall post, both clearly and conspicuously in the 1023 medical cannabis pharmacy, the limit on the purchase of cannabis described in Subsection 1024 4-41a-1102(2). 1025 (7) Except for an emergency situation described in Subsection 26B-4-213(3)(c), a 1026 medical cannabis pharmacy may not allow any individual to consume cannabis on the property 1027 or premises of the medical cannabis pharmacy. 1028 (8) A medical cannabis pharmacy may not sell cannabis or a cannabis product without 1029 first indicating on the cannabis or cannabis product label the name of the medical cannabis 1030 pharmacy. 1031 (9) (a) Each medical cannabis pharmacy shall retain in the pharmacy's records the 1032 following information regarding each recommendation underlying a transaction: 1033 (i) the recommending medical provider's name, address, and telephone number; 1034 (ii) the patient's name and address; 1035 (iii) the date of issuance: 1036 (iv) directions of use and dosing guidelines or an indication that the recommending 1037 medical provider did not recommend specific directions of use or dosing guidelines; and 1038 (v) if the patient did not complete the transaction, the name of the medical cannabis 1039 cardholder who completed the transaction. 1040 (b) (i) Except as provided in Subsection (9)(b)(iii), a medical cannabis pharmacy may 1041 not sell medical cannabis unless the medical cannabis has a label securely affixed to the 1042 container indicating the following minimum information: 1043 (A) the name, address, and telephone number of the medical cannabis pharmacy, 1044 (B) the unique identification number that the medical cannabis pharmacy assigns; 1045 (C) the date of the sale: 1046 (D) the name of the patient; 1047 (E) the name of the recommending medical provider who recommended the medical 1048 cannabis treatment;

1049 (F) directions for use and cautionary statements, if any; 1050 (G) the amount dispensed and the cannabinoid content; 1051 (H) the suggested use date: 1052 (I) for unprocessed cannabis flower, the legal use termination date; and 1053 (J) any other requirements that the department determines, in consultation with the 1054 Division of Professional Licensing and the Board of Pharmacy. 1055 (ii) A medical cannabis pharmacy is exempt from the requirement to provide the following information under Subsection (9)(b)(i) if the information is already provided on the 1056 1057 product label that a cannabis production establishment affixes: 1058 (A) a unique identification number: 1059 (B) directions for use and cautionary statements; 1060 (C) amount and cannabinoid content; and 1061 (D) a suggested use date. 1062 (iii) If the size of a medical cannabis container does not allow sufficient space to 1063 include the labeling requirements described in Subsection (9)(b)(i), the medical cannabis 1064 pharmacy may provide the following information described in Subsection (9)(b)(i) on a 1065 supplemental label attached to the container or an informational enclosure that accompanies the 1066 container: 1067 (A) the cannabinoid content; 1068 (B) the suggested use date; and 1069 (C) any other requirements that the department determines. 1070 (iv) A medical cannabis pharmacy may sell medical cannabis to another medical 1071 cannabis pharmacy without a label described in Subsection (9)(b)(i). 1072 (10) A pharmacy medical provider or medical cannabis pharmacy agent shall: 1073 (a) upon receipt of an order from a limited medical provider in accordance with 1074 Subsections 26B-4-204(1)(b) through (d): 1075 (i) for a written order or an electronic order under circumstances that the department 1076 determines, contact the limited medical provider or the limited medical provider's office to 1077 verify the validity of the recommendation; and 1078 (ii) for an order that the pharmacy medical provider or medical cannabis pharmacy 1079 agent verifies under Subsection (10)(a)(i) or an electronic order that is not subject to

verification under Subsection (10)(a)(i), enter the limited medical provider's recommendation
or renewal, including any associated directions of use, dosing guidelines, or caregiver
indication, in the state electronic verification system;

(b) in processing an order for a holder of a conditional medical cannabis card described
in Subsection 26B-4-213(1)(b) that appears irregular or suspicious in the judgment of the
pharmacy medical provider or medical cannabis pharmacy agent, contact the recommending
medical provider or the recommending medical provider's office to verify the validity of the
recommendation before processing the cardholder's order;

- 1088 (c) unless the medical cannabis cardholder has had a consultation under Subsection 1089 26B-4-231(5), verbally offer to a medical cannabis cardholder at the time of a purchase of 1090 cannabis, a cannabis product, or a medical cannabis device, personal counseling with the 1091 pharmacy medical provider; and
- (d) provide a telephone number or website by which the cardholder may contact apharmacy medical provider for counseling.
- (11) (a) A medical cannabis pharmacy may create a medical cannabis disposal program
 that allows an individual to deposit unused or excess medical cannabis[<u>-]</u> or cannabis residue
 from a medical cannabis device[, or medical cannabis product] in a locked box or other secure
 receptacle within the medical cannabis pharmacy.
- (b) A medical cannabis pharmacy with a disposal program described in Subsection
 (11)(a) shall ensure that only a medical cannabis pharmacy agent or pharmacy medical provider
 can access deposited medical cannabis [or medical cannabis products].
- (c) A medical cannabis pharmacy shall dispose of any deposited medical cannabis [or
 medical cannabis products] by:
- (i) rendering the deposited medical cannabis [or medical cannabis products] unusable
 and unrecognizable before transporting deposited medical cannabis [or medical cannabis
 products] from the medical cannabis pharmacy; and
- (ii) disposing of the deposited medical cannabis [or medical cannabis products] inaccordance with:
- 1108 (A) federal and state law, rules, and regulations related to hazardous waste;
- (B) the Resource Conservation and Recovery Act, 42 U.S.C. Sec. 6991 et seq.;
- 1110 (C) Title 19, Chapter 6, Part 5, Solid Waste Management Act; and

1111	(D) other regulations that the department makes in accordance with Title 63G, Chapter
1112	3, Utah Administrative Rulemaking Act.
1113	(12) A medical cannabis pharmacy:
1114	(a) shall employ a pharmacist who is licensed under Title 58, Chapter 17b, Pharmacy
1115	Practice Act, as a pharmacy medical provider;
1116	(b) may employ a physician who has the authority to write a prescription and is
1117	licensed under Title 58, Chapter 67, Utah Medical Practice Act, or Title 58, Chapter 68, Utah
1118	Osteopathic Medical Practice Act, as a pharmacy medical provider;
1119	(c) shall ensure that a pharmacy medical provider described in Subsection (12)(a)
1120	works onsite during all business hours;
1121	(d) shall designate one pharmacy medical provider described in Subsection (12)(a) as
1122	the pharmacists-in-charge to oversee the operation of and generally supervise the medical
1123	cannabis pharmacy; and
1124	(e) shall allow the pharmacist-in-charge to determine which cannabis and cannabis
1125	products the medical cannabis pharmacy maintains in the medical cannabis pharmacy's
1126	inventory.
1127	[(12)] (13) The department shall establish by rule, in accordance with Title 63G,
1128	Chapter 3, Utah Administrative Rulemaking Act, protocols for a recall of cannabis and
1129	cannabis products by a medical cannabis pharmacy.
1130	Section 12. Section 4-41a-1102 is amended to read:
1131	4-41a-1102. Dispensing Amount a medical cannabis pharmacy may dispense
1132	Reporting Form of cannabis or cannabis product.
1133	(1) (a) A medical cannabis pharmacy may not sell a product other than:
1134	(i) cannabis in a medicinal dosage form that the medical cannabis pharmacy acquired
1135	from another medical cannabis pharmacy or a cannabis processing facility that is licensed
1136	under Section 4-41a-201;
1137	(ii) a cannabis product in a medicinal dosage form that the medical cannabis pharmacy
1138	acquired from another medical cannabis pharmacy or a cannabis processing facility that is
1139	licensed under Section 4-41a-201;
1140	(iii) a medical cannabis device; or
1141	(iv) educational material related to the medical use of cannabis.

1142	(b) A medical cannabis pharmacy may only sell an item listed in Subsection (1)(a) to
1143	an individual with:
1144	(i) (A) a medical cannabis card; or
1145	(B) a Department of Health and Human Services registration described in Subsection
1146	26B-4-213(10); and
1147	(ii) except as provided in Subsection (7), a corresponding government issued photo
1148	identification.
1149	(c) Notwithstanding Subsection (1)(a), a medical cannabis pharmacy may not sell a
1150	cannabis-based drug that the United States Food and Drug Administration has approved.
1151	(d) Notwithstanding Subsection (1)(b), a medical cannabis pharmacy may not sell a
1152	medical cannabis device or medical cannabis [product] to an individual described in
1153	Subsection 26B-4-213(2)(a)(i)(B) or to a minor described in Subsection 26B-4-213(2)(c)
1154	unless the individual or minor has the approval of the Compassionate Use Board in accordance
1155	with Subsection 26B-1-421(5).
1156	(2) A medical cannabis pharmacy:
1157	(a) may dispense to a medical cannabis cardholder, in any one 28-day period, up to the
1158	legal dosage limit of:
1159	(i) unprocessed cannabis that:
1160	(A) is in a medicinal dosage form; and
1161	(B) carries a label clearly displaying the amount of tetrahydrocannabinol and
1162	cannabidiol in the cannabis; and
1163	(ii) a cannabis product that is in a medicinal dosage form; and
1164	(b) may not dispense:
1165	(i) except for a medical cannabis cardholder approved under Subsection 26B-4-245(2),
1166	more medical cannabis than described in Subsection (2)(a); or
1167	(ii) to an individual whose recommending medical provider did not recommend
1168	directions of use and dosing guidelines, until the individual consults with the pharmacy
1169	medical provider in accordance with Subsection 26B-4-231(5) any medical cannabis.
1170	(3) (a) A medical cannabis pharmacy shall:
1171	(i) (A) access the state electronic verification system before dispensing cannabis or a
1172	cannabis product to a medical cannabis cardholder in order to determine if the cardholder or,

1173	where applicable, the associated patient has met the maximum amount of medical cannabis
1174	described in Subsection (2); and
1175	(B) if the verification in Subsection $(3)(a)(i)(A)$ indicates that the individual has met
1176	the maximum amount described in Subsection (2), decline the sale, and notify the
1177	recommending medical provider who made the underlying recommendation;
1178	(ii) submit a record to the state electronic verification system each time the medical
1179	cannabis pharmacy dispenses medical cannabis to a medical cannabis cardholder;
1180	(iii) ensure that the pharmacy medical provider who is a licensed pharmacist reviews
1181	each medical cannabis transaction before dispensing the medical cannabis to the cardholder in
1182	accordance with pharmacy practice standards;
1183	(iv) package any medical cannabis that is in a container that:
1184	(A) complies with Subsection 4-41a-602(1)(b) or, if applicable, provisions related to a
1185	container for unprocessed cannabis flower in the definition of "medicinal dosage form" in
1186	Section 26B-4-201;
1187	(B) is tamper-resistant and tamper-evident; and
1188	(C) provides an opaque bag or box for the medical cannabis cardholder's use in
1189	transporting the container in public;
1190	(v) for a product that is a cube that is designed for ingestion through chewing or
1191	holding in the mouth for slow dissolution, include a separate, off-label warning about the risks
1192	of over-consumption; and
1193	(vi) beginning January 1, 2024, for a cannabis product that is cannabis flower,
1194	vaporizer cartridges, or concentrate, provide the product's terpene profiles collected under
1195	Subsection $\left[\frac{4-41a-602(4)}{4-41a-701(4)}\right]$ at or before the point of sale.
1196	(b) A medical cannabis cardholder transporting or possessing the container described
1197	in Subsection (3)(a)(iv) in public shall keep the container within the opaque bag or box that the
1198	medical cannabis pharmacist provides.
1199	(4) (a) Except as provided in Subsection (4)(b), a medical cannabis pharmacy may not
1200	sell medical cannabis in the form of a cigarette or a medical cannabis device that is
1201	intentionally designed or constructed to resemble a cigarette.
1202	(b) A medical cannabis pharmacy may sell a medical cannabis device that warms
1203	cannabis material into a vapor without the use of a flame and that delivers cannabis to an

1204	individual's respiratory system.
1205	(5) (a) A medical cannabis pharmacy may not give, at no cost, a product that the
1206	medical cannabis pharmacy is allowed to sell under Subsection (1)(a)(i), (ii), or (iii).
1207	(b) A medical cannabis pharmacy may give, at no cost, educational material related to
1208	the medical use of cannabis.
1209	(6) A medical cannabis pharmacy may purchase and store medical cannabis devices
1210	regardless of whether the seller has a cannabis-related license under this chapter or Title 26B,
1211	Utah Health and Human Services Code.
1212	(7) A pharmacy medical provider who is a pharmacist may accept alternative evidence
1213	of a medical cannabis cardholder's identity as determined appropriate by the pharmacist, if:
1214	(a) the individual does not have the individual's government issued photo identification
1215	at the time of pickup; and
1216	(b) the pharmacist documents in a record kept by the medical cannabis pharmacy a
1217	description of how the individual was positively identified.
1218	Section 13. Section 4-41a-1106 is amended to read:
1219	4-41a-1106. Medical cannabis pharmacy agent Registration.
1220	(1) An individual may not serve as a medical cannabis pharmacy agent of a medical
1221	cannabis pharmacy unless the department registers the individual as a medical cannabis
1222	pharmacy agent.
1223	(2) A recommending medical provider may not act as a medical cannabis pharmacy
1224	agent, have a financial or voting interest of 2% or greater in a medical cannabis pharmacy, or
1225	have the power to direct or cause the management or control of a medical cannabis pharmacy.
1226	(3) (a) The department shall, within 15 days after the day on which the department
1227	receives a complete application from a medical cannabis pharmacy on behalf of a prospective
1228	medical cannabis pharmacy agent, register and issue a medical cannabis pharmacy agent
1229	registration card to the prospective agent if the medical cannabis pharmacy:
1230	(i) provides to the department:
1231	(A) the prospective agent's name and address;
1232	(B) the name and location of the licensed medical cannabis pharmacy where the
1233	prospective agent seeks to act as the medical cannabis pharmacy agent; and
1234	(C) the submission required under Subsection (3)(b); and

1235	(ii) pays a fee to the department in an amount that, subject to Subsection 4-41a-104(5),
1236	the department sets in accordance with Section 63J-1-504.
1237	(b) Each prospective agent described in Subsection (3)(a) shall:
1238	(i) submit to the department:
1239	(A) a fingerprint card in a form acceptable to the Department of Public Safety; and
1240	(B) a signed waiver in accordance with Subsection 53-10-108(4) acknowledging the
1241	registration of the prospective agent's fingerprints in the Federal Bureau of Investigation Next
1242	Generation Identification System's Rap Back Service; and
1243	(ii) consent to a fingerprint background check by:
1244	(A) the Bureau of Criminal Identification; and
1245	(B) the Federal Bureau of Investigation.
1246	(c) The Bureau of Criminal Identification shall:
1247	(i) check the fingerprints the prospective agent submits under Subsection (3)(b) against
1248	the applicable state, regional, and national criminal records databases, including the Federal
1249	Bureau of Investigation Next Generation Identification System;
1250	(ii) report the results of the background check to the department;
1251	(iii) maintain a separate file of fingerprints that prospective agents submit under
1252	Subsection (3)(b) for search by future submissions to the local and regional criminal records
1253	databases, including latent prints;
1254	(iv) request that the fingerprints be retained in the Federal Bureau of Investigation Next
1255	Generation Identification System's Rap Back Service for search by future submissions to
1256	national criminal records databases, including the Next Generation Identification System and
1257	latent prints; and
1258	(v) establish a privacy risk mitigation strategy to ensure that the department only
1259	receives notifications for an individual with whom the department maintains an authorizing
1260	relationship.
1261	(d) The department shall:
1262	(i) assess an individual who submits fingerprints under Subsection (3)(b) a fee in an
1263	amount that the department sets in accordance with Section 63J-1-504 for the services that the
1264	Bureau of Criminal Identification or another authorized agency provides under this section; and
1265	(ii) remit the fee described in Subsection (3)(d)(i) to the Bureau of Criminal

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1266	Identification.
1267	(4) The department shall designate, on an individual's medical cannabis pharmacy
1268	agent registration card the name of the medical cannabis pharmacy where the individual is
1269	registered as an agent.
1270	(5) A medical cannabis pharmacy agent shall comply with a certification standard that
1271	the department develops in collaboration with the Division of Professional Licensing and the
1272	Board of Pharmacy, or a third-party certification standard that the department designates by
1273	rule, in collaboration with the Division of Professional Licensing and the Board of Pharmacy
1274	and in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act.
1275	(6) The department shall ensure that the certification standard described in Subsection
1276	(5) includes training in:
1277	(a) Utah medical cannabis law; and
1278	(b) medical cannabis pharmacy best practices.
1279	(7) The department may revoke the medical cannabis pharmacy agent registration card
1280	of, or refuse to issue a medical cannabis pharmacy agent registration card to, an individual
1281	who:
1282	(a) violates the requirements of this chapter; or
1283	(b) is convicted under state or federal law of:
1284	(i) a felony within the preceding 10 years; or
1285	(ii) after December 3, 2018, a misdemeanor for drug distribution.
1286	(8) (a) A medical cannabis pharmacy agent registration card expires two years after the
1287	day on which the department issues or renews the card.
1288	(b) A medical cannabis pharmacy agent may renew the agent's registration card if the
1289	agent:
1290	(i) is eligible for a medical cannabis pharmacy agent registration card under this
1291	section;
1292	(ii) certifies to the department in a renewal application that the information in
1293	Subsection (3)(a) is accurate or updates the information; and
	Subsection (c)(u) is accurate of apartos the information, and
1294	(iii) pays to the department a renewal fee in an amount that:

1296 63J-1-504; and

1297	(B) may not exceed the cost of the relatively lower administrative burden of renewal in
1298	comparison to the original application process.
1299	(9) (a) As a condition precedent to registration and renewal of a medical cannabis
1300	pharmacy agent registration card, a medical cannabis pharmacy agent shall:
1301	(i) complete at least one hour of continuing education regarding patient privacy and
1302	federal health information privacy laws that is offered by the department under Subsection
1303	(9)(b) or an accredited or approved continuing education provider that the department
1304	recognizes as offering continuing education appropriate for the medical cannabis pharmacy
1305	practice; and
1306	(ii) make a continuing education report to the department in accordance with a process
1307	that the department establishes by rule, in accordance with Title 63G, Chapter 3, Utah
1308	Administrative Rulemaking Act, and in collaboration with the Division of Professional
1309	Licensing and the Board of Pharmacy.
1310	(b) The department may, in consultation with the Division of Professional Licensing,
1311	develop the continuing education described in this Subsection (9).
1312	(c) The pharmacist-in-charge described in Section 26B-4-219 shall ensure that each
1313	medical cannabis pharmacy agent working in the medical cannabis pharmacy who has access to
1314	the state electronic verification system is in compliance with this Subsection (9).
1315	(d) A medical cannabis pharmacy agent may not access the electronic verification
1316	system following the termination of of the medical cannabis pharmacy agent's employment.
1317	(10) A medical cannabis pharmacy shall:
1318	(a) maintain a list of employees that have a medical cannabis pharmacy agent
1319	registration card; and
1320	(b) provide the list to the department upon request.
1321	Section 14. Section 4-41a-1202 is amended to read:
1322	4-41a-1202. Home delivery of medical cannabis shipments Medical cannabis
1323	couriers License.
1324	(1) The department shall make rules, in accordance with Title 63G, Chapter 3, Utah
1325	Administrative Rulemaking Act, to ensure the safety, security, and efficiency of a home
1326	delivery medical cannabis pharmacy's fulfillment of electronic medical cannabis orders that the
1327	state central patient portal facilitates, including rules regarding the safe and controlled delivery

1328 of medical cannabis shipments. (2) A person may not operate as a medical cannabis courier without a license that the 1329 1330 department issues under this section. 1331 (3) (a) Subject to Subsections (5) and (6), the department shall issue a license to 1332 operate as a medical cannabis courier to an applicant who is eligible for a license under this 1333 section. 1334 (b) An applicant is eligible for a license under this section if the applicant submits to 1335 the department: 1336 (i) the name and address of an individual who: (A) has a financial or voting interest of 10% or greater in the proposed medical 1337 1338 cannabis courier; or 1339 (B) has the power to direct or cause the management or control of a proposed cannabis 1340 production establishment: 1341 (ii) an operating plan that includes operating procedures to comply with the operating 1342 requirements for a medical cannabis courier described in this chapter; and 1343 (iii) an application fee in an amount that, subject to Subsection 4-41a-104(5), the 1344 department sets in accordance with Section 63J-1-504. 1345 (4) If the department determines that an applicant is eligible for a license under this 1346 section, the department shall: 1347 (a) charge the applicant an initial license fee in an amount that, subject to Subsection 4-41a-104(5), the department sets in accordance with Section 63J-1-504; and 1348 1349 (b) notify the Department of Public Safety of the license approval and the names of 1350 each individual described in Subsection (3)(b)(i). 1351 (5) The department may not issue a license to operate as a medical cannabis courier to 1352 an applicant if an individual described in Subsection (3)(b)(i): 1353 (a) has been convicted under state or federal law of: 1354 (i) a felony in the preceding 10 years; or 1355 (ii) after September 23, 2019, a misdemeanor for drug distribution; or 1356 (b) is younger than 21 years old. 1357 (6) The department may revoke a license under this part if: 1358 (a) the medical cannabis courier does not begin operations within one year after the day

1359	on which the department issues the initial license;
1360	(b) the medical cannabis courier makes the same violation of this chapter three times;
1361	(c) an individual described in Subsection (3)(b)(i) is convicted, while the license is
1362	active, under state or federal law of:
1363	(i) a felony; or
1364	(ii) after September 23, 2019, a misdemeanor for drug distribution; or
1365	(d) after a change of ownership described in Subsection (15)(c), the department
1366	determines that the medical cannabis courier no longer meets the minimum standards for
1367	licensure and operation of the medical cannabis courier described in this chapter.
1368	(7) The department shall deposit the proceeds of a fee imposed by this section in the
1369	Qualified Production Enterprise Fund.
1370	(8) The department shall begin accepting applications under this section on or before
1371	July 1, 2020.
1372	(9) The department's authority to issue a license under this section is plenary and is not
1373	subject to review.
1374	(10) Each applicant for a license as a medical cannabis courier shall submit, at the time
1375	of application, from each individual who has a financial or voting interest of 10% or greater in
1376	the applicant or who has the power to direct or cause the management or control of the
1377	applicant:
1378	(a) a fingerprint card in a form acceptable to the Department of Public Safety;
1379	(b) a signed waiver in accordance with Subsection 53-10-108(4) acknowledging the
1380	registration of the individual's fingerprints in the Federal Bureau of Investigation Next
1381	Generation Identification System's Rap Back Service; and
1382	(c) consent to a fingerprint background check by:
1383	(i) the Bureau of Criminal Identification; and
1384	(ii) the Federal Bureau of Investigation.
1385	(11) The Bureau of Criminal Identification shall:
1386	(a) check the fingerprints the applicant submits under Subsection (10) against the
1387	applicable state, regional, and national criminal records databases, including the Federal
1388	Bureau of Investigation Next Generation Identification System;
1389	(b) report the results of the background check to the department;

1390 (c) maintain a separate file of fingerprints that applicants submit under Subsection (10) 1391 for search by future submissions to the local and regional criminal records databases, including 1392 latent prints; 1393 (d) request that the fingerprints be retained in the Federal Bureau of Investigation Next 1394 Generation Identification System's Rap Back Service for search by future submissions to 1395 national criminal records databases, including the Next Generation Identification System and 1396 latent prints; and 1397 (e) establish a privacy risk mitigation strategy to ensure that the department only 1398 receives notifications for an individual with whom the department maintains an authorizing 1399 relationship. 1400 (12) The department shall: 1401 (a) assess an individual who submits fingerprints under Subsection (10) a fee in an 1402 amount that the department sets in accordance with Section 63J-1-504 for the services that the Bureau of Criminal Identification or another authorized agency provides under this section; and 1403 1404 (b) remit the fee described in Subsection (12)(a) to the Bureau of Criminal 1405 Identification. 1406 (13) The department shall renew a license under this section every year if, at the time 1407 of renewal: 1408 (a) the licensee meets the requirements of this section; and 1409 (b) the licensee pays the department a license renewal fee in an amount that, subject to 1410 Subsection 4-41a-104(5), the department sets in accordance with Section 63J-1-504. 1411 (14) A person applying for a medical cannabis courier license shall submit to the 1412 department a proposed operating plan that complies with this section and that includes: 1413 (a) a description of the physical characteristics of any proposed facilities, including a 1414 floor plan and an architectural elevation, and delivery vehicles; 1415 (b) a description of the credentials and experience of each officer, director, or owner of 1416 the proposed medical cannabis courier; 1417 (c) the medical cannabis courier's employee training standards: (d) a security plan; and 1418 1419 (e) storage and delivery protocols, both short and long term, to ensure that medical 1420 cannabis shipments are stored and delivered in a manner that is sanitary and preserves the

1421	integrity of the cannabis.
1422	(15) (a) A medical cannabis courier license is not transferrable or assignable.
1423	(b) A medical cannabis courier shall report in writing to the department no later than
1424	10 business days before the date of any change of ownership of the medical cannabis courier.
1425	(c) If the ownership of a medical cannabis courier changes by 50% or more:
1426	(i) concurrent with the report described in Subsection (15)(b), the medical cannabis
1427	courier shall submit a new application described in Subsection (3)(b);
1428	(ii) within 30 days of the submission of the application, the department shall:
1429	(A) conduct an application review; and
1430	(B) award a license to the medical cannabis courier for the remainder of the term of the
1431	medical cannabis courier's license before the ownership change if the medical cannabis courier
1432	meets the minimum standards for licensure and operation of the medical cannabis courier
1433	described in this chapter; and
1434	(iii) if the department approves the license application, notwithstanding Subsection (4),
1435	the medical cannabis courier shall pay a license fee that the department sets in accordance with
1436	Section 63J-1-504 in an amount that covers the board's cost of conducting the application
1437	review.
1438	(16) (a) Except as provided in Subsection(16)(b), a person may not advertise regarding
1439	the transportation of medical cannabis.
1440	(b) Notwithstanding Subsection (15)(a) and subject to Section 4-41a-109, a licensed
1441	home delivery medical cannabis pharmacy or a licensed medical cannabis courier may
1442	advertise:
1443	(i) a green cross;
1444	(ii) the pharmacy's or courier's name and logo; and
1445	(iii) that the pharmacy or courier is licensed to transport medical cannabis shipments.
1446	Section 15. Section 26B-1-421 is amended to read:
1447	26B-1-421. Compassionate Use Board.
1448	(1) The definitions in Section $26B-4-201$ apply to this section.
1449	(2) (a) The department shall establish a Compassionate Use Board consisting of:
1450	(i) seven qualified medical providers that the executive director appoints [and the
1451	Senate confirms] with the advice and consent of the Senate:

1452	(A) who are knowledgeable about the medicinal use of cannabis;
1453	(B) who are physicians licensed under Title 58, Chapter 67, Utah Medical Practice Act,
1454	or Title 58, Chapter 68, Utah Osteopathic Medical Practice Act; and
1455	(C) who are board certified by the American Board of Medical Specialties or an
1456	American Osteopathic Association Specialty Certifying Board in the specialty of neurology,
1457	pain medicine and pain management, medical oncology, psychiatry, infectious disease, internal
1458	medicine, pediatrics, family medicine, or gastroenterology; and
1459	(ii) as a nonvoting member and the chair of the Compassionate Use Board, the
1460	executive director or the director's designee.
1461	(b) In appointing the seven qualified medical providers described in Subsection (2)(a),
1462	the executive director shall ensure that at least two have a board certification in pediatrics.
1463	(3) (a) Of the members of the Compassionate Use Board that the executive director
1464	first appoints:
1465	(i) three shall serve an initial term of two years; and
1466	(ii) the remaining members shall serve an initial term of four years.
1467	(b) After an initial term described in Subsection (3)(a) expires:
1468	(i) each term is four years; and
1469	(ii) each board member is eligible for reappointment.
1470	(c) A member of the Compassionate Use Board may serve until a successor is
1471	appointed.
1472	(d) Four members constitute a quorum of the Compassionate Use Board.
1473	(4) A member of the Compassionate Use Board may receive:
1474	(a) notwithstanding Section 63A-3-106, compensation or benefits for the member's
1475	service; and
1476	(b) travel expenses in accordance with Section 63A-3-107 and rules made by the
1477	Division of Finance in accordance with Section 63A-3-107.
1478	(5) The Compassionate Use Board shall:
1479	(a) review and recommend for department approval a petition to the board regarding an
1480	individual described in Subsection 26B-4-213(2)(a), a minor described in Subsection
1481	26B-4-213(2)(c), or an individual who is not otherwise qualified to receive a medical cannabis
1482	card to obtain a medical cannabis card for compassionate use, for the standard or a reduced

1483 period of validity, if: 1484 (i) for an individual who is not otherwise qualified to receive a medical cannabis card, 1485 the individual's [qualified] recommending medical provider is actively treating the individual 1486 for an intractable condition that: 1487 (A) substantially impairs the individual's quality of life; and 1488 (B) has not, in the [qualified] recommending medical provider's professional opinion, 1489 adequately responded to conventional treatments; 1490 (ii) the [qualified] recommending medical provider: 1491 (A) recommends that the individual or minor be allowed to use medical cannabis; and (B) provides a letter, relevant treatment history, and notes or copies of progress notes 1492 1493 describing relevant treatment history including rationale for considering the use of medical 1494 cannabis; and 1495 (iii) the Compassionate Use Board determines that: 1496 (A) the recommendation of the individual's [qualified] recommending medical 1497 provider is justified; and 1498 (B) based on available information, it may be in the best interests of the individual to 1499 allow the use of medical cannabis; 1500 (b) when a [qualified] recommending medical provider recommends that an individual 1501 described in Subsection 26B-4-213(2)(a)(i)(B) or a minor described in Subsection 1502 26B-4-213(2)(c) be allowed to use a medical cannabis device or [medical cannabis product] 1503 medical cannabis to vaporize a medical cannabis treatment, review and approve or deny the use of the medical cannabis device or [medical cannabis product] medical cannabis; 1504 1505 (c) unless no petitions are pending: 1506 (i) meet to receive or review compassionate use petitions at least quarterly; and 1507 (ii) if there are more petitions than the board can receive or review during the board's 1508 regular schedule, as often as necessary; 1509 (d) except as provided in Subsection (6), complete a review of each petition and 1510 recommend to the department approval or denial of the applicant for gualification for a medical 1511 cannabis card within 90 days after the day on which the board received the petition; 1512 (e) consult with the department regarding the criteria described in Subsection (6); and 1513 (f) report, before November 1 of each year, to the Health and Human Services Interim

1514	Committee and the Medical Cannabis Governance Structure Working Group:
1515	(i) the number of compassionate use recommendations the board issued during the past
1516	year; [and]
1517	(ii) the types of conditions for which the board recommended compassionate use $[-]$;
1518	and
1519	(iii) the number of applications that are not completed.
1520	(6) The department shall make rules, in consultation with the Compassionate Use
1521	Board and in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, to
1522	establish a process and criteria for a petition to the board to automatically qualify for expedited
1523	final review and approval or denial by the department in cases where, in the determination of
1524	the department and the board:
1525	(a) time is of the essence;
1526	(b) engaging the full review process would be unreasonable in light of the petitioner's
1527	physical condition; and
1528	(c) sufficient factors are present regarding the petitioner's safety.
1529	(7) (a) (i) The department shall review:
1530	(A) any compassionate use for which the Compassionate Use Board recommends
1531	approval under Subsection (5)(d) to determine whether the board properly exercised the board's
1532	discretion under this section; and
1533	(B) any expedited petitions the department receives under the process described in
1534	Subsection (6).
1535	(ii) If the department determines that the Compassionate Use Board properly exercised
1536	the board's discretion in recommending approval under Subsection (5)(d) or that the expedited
1537	petition merits approval based on the criteria established in accordance with Subsection (6), the
1538	department shall:
1539	(A) issue the relevant medical cannabis card; and
1540	(B) provide for the renewal of the medical cannabis card in accordance with the
1541	recommendation of the [qualified] recommending medical provider described in Subsection
1542	(5)(a).
1543	(b) (i) If the Compassionate Use Board recommends denial under Subsection (5)(d),
1544	the individual seeking to obtain a medical cannabis card may petition the department to review

1545	the board's decision.
1546	(ii) If the department determines that the Compassionate Use Board's recommendation
1547	for denial under Subsection (5)(d) was arbitrary or capricious:
1548	(A) the department shall notify the Compassionate Use Board of the department's
1549	determination; and
1550	(B) the board shall reconsider the Compassionate Use Board's refusal to recommend
1551	approval under this section.
1552	(c) In reviewing the Compassionate Use Board's recommendation for approval or
1553	denial under Subsection (5)(d) in accordance with this Subsection (7), the department shall
1554	presume the board properly exercised the board's discretion unless the department determines
1555	that the board's recommendation was arbitrary or capricious.
1556	(8) Any individually identifiable health information contained in a petition that the
1557	Compassionate Use Board or department receives under this section is a protected record in
1558	accordance with Title 63G, Chapter 2, Government Records Access and Management Act.
1559	(9) The Compassionate Use Board shall annually report the board's activity to the
1560	Cannabis Research Review Board and the advisory board.
1561	Section 16. Section 26B-4-201 is amended to read:
1562	26B-4-201. Definitions.
1563	As used in this part:
1564	(1) "Active tetrahydrocannabinol" means THC, any THC analog, and
1565	tetrahydrocannabinolic acid.
1566	(2) "Administration of criminal justice" means the performance of detection,
1567	apprehension, detention, pretrial release, post-trial release, prosecution, and adjudication.
1568	[(2)] (3) "Advertise" or "advertising" means information provided by a medical
1569	cannabis pharmacy in any medium:
1570	(a) to the public; and
1571	(b) that is not age restricted to an individual who is at least 21 years old.
1572	[(3)] (4) "Advisory board" means the Medical Cannabis Policy Advisory Board created
1573	in Section 26B-1-435.
1574	[(4)] (5) " Cannabis Research Review Board" means the Cannabis Research Review
1575	Board created in Section 26B-1-420.

1576	[(5)] <u>(6)</u> "Cannabis" means marijuana.
1577	[(6)] (7) "Cannabis cultivation facility" means the same as that term is defined in
1578	Section 4-41a-102.
1579	[(7)] (8) "Cannabis processing facility" means the same as that term is defined in
1580	Section 4-41a-102.
1581	[(8)] (9) "Cannabis product" means a product that:
1582	(a) is intended for human use; and
1583	(b) contains cannabis or any tetrahydrocannabinol or THC analog in a total
1584	concentration of 0.3% or greater on a dry weight basis.
1585	[(9)] (10) "Cannabis production establishment" means the same as that term is defined
1586	in Section 4-41a-102.
1587	[(10)] (11) "Cannabis production establishment agent" means the same as that term is
1588	defined in Section 4-41a-102.
1589	[(11)] (12) "Cannabis production establishment agent registration card" means the
1590	same as that term is defined in Section 4-41a-102.
1591	[(12)] (13) "Community location" means a public or private elementary or secondary
1592	school, a church, a public library, a public playground, or a public park.
1593	[(13)] (14) "Conditional medical cannabis card" means an electronic medical cannabis
1594	card that the department issues in accordance with Subsection 26B-4-213(1)(b) to allow an
1595	applicant for a medical cannabis card to access medical cannabis during the department's
1596	review of the application.
1597	[(14)] (15) "Controlled substance database" means the controlled substance database
1598	created in Section 58-37f-201.
1599	[(15)] (16) "Delivery address" means[:] the same as that term is defined in Section
1600	<u>4-41a-102.</u>
1601	[(a) for a medical cannabis cardholder who is not a facility, the medical cannabis
1602	cardholder's home address; or]
1603	[(b) for a medical cannabis cardholder that is a facility, the facility's address.]
1604	[(16)] (17) "Department" means the Department of Health and Human Services.
1605	[(17)] (18) "Designated caregiver" means:
1606	(a) an individual:

1607	(i) where an individual with a madical connection transformed and madical connection
1607	(i) whom an individual with a medical cannabis patient card or a medical cannabis
1608	guardian card designates as the patient's caregiver; and
1609	(ii) who registers with the department under Section 26B-4-214; or
1610	(b) (i) a facility that an individual designates as a designated caregiver in accordance
1611	with Subsection 26B-4-214(1)(b); or
1612	(ii) an assigned employee of the facility described in Subsection 26B-4-214(1)(b)(ii).
1613	[(18)] (19) "Directions of use" means recommended routes of administration for a
1614	medical cannabis treatment and suggested usage guidelines.
1615	[(19)] (20) "Dosing guidelines" means a quantity range and frequency of administration
1616	for a recommended treatment of medical cannabis.
1617	[(20)] (21) "Financial institution" means a bank, trust company, savings institution, or
1618	credit union, chartered and supervised under state or federal law.
1619	[(21)] (22) "Government issued photo identification" means any of the following forms
1620	of identification:
1621	(a) a valid state-issued driver license or identification card;
1622	(b) a valid United States federal-issued photo identification, including:
1623	(i) a United States passport;
1624	(ii) a United States passport card;
1625	(iii) a United States military identification card; or
1626	(iv) a permanent resident card or alien registration receipt card; or
1627	(c) a foreign passport.
1628	[(22)] (23) "Home delivery medical cannabis pharmacy" means a medical cannabis
1629	pharmacy that the department authorizes, as part of the pharmacy's license, to deliver medical
1630	cannabis shipments to a delivery address to fulfill electronic orders that the state central patient
1631	portal facilitates.
1632	$\left[\frac{(23)}{(24)}\right]$ "Inventory control system" means the system described in Section
1633	4-41a-103.
1634	$\left[\frac{(24)}{(25)}\right]$ "Legal dosage limit" means an amount that:
1635	(a) is sufficient to provide 30 days of treatment based on the dosing guidelines that the
1636	relevant recommending medical provider or the state central patient portal or pharmacy
1637	medical provider, in accordance with Subsection 26B-4-230(5), recommends; and
	· · · · · · · · · · · · · · · · · · ·

1638	(b) may not exceed:
1639	(i) for unprocessed cannabis in a medicinal dosage form, 113 grams by weight; and
1640	(ii) for a cannabis product in a medicinal dosage form, a quantity that contains, in total,
1641	greater than 20 grams of active tetrahydrocannabinol.
1642	[(25)] (26) "Legal use termination date" means a date on the label of a container of
1643	unprocessed cannabis flower:
1644	(a) that is 60 days after the date of purchase of the cannabis; and
1645	(b) after which, the cannabis is no longer in a medicinal dosage form outside of the
1646	primary residence of the relevant medical cannabis patient cardholder.
1647	[(26)] (27) "Limited medical provider" means an individual who:
1648	(a) meets the recommending qualifications; and
1649	(b) has no more than 15 patients with a valid medical cannabis patient card or
1650	provisional patient card as a result of the individual's recommendation, in accordance with
1651	Subsection 26B-4-204(1)(b).
1652	[(27)] (28) "Marijuana" means the same as that term is defined in Section 58-37-2.
1653	[(28)] (29) "Medical cannabis" means cannabis in a medicinal dosage form or a
1654	cannabis product in a medicinal dosage form.
1655	[(29)] (30) "Medical cannabis card" means a medical cannabis patient card, a medical
1656	cannabis guardian card, a medical cannabis caregiver card, or a conditional medical cannabis
1657	card.
1658	[(30)] (31) "Medical cannabis cardholder" means:
1659	(a) a holder of a medical cannabis card; or
1660	(b) a facility or assigned employee, described in [Subsection(17)(b)] Subsection
1661	<u>(18)(b)</u> , only:
1662	(i) within the scope of the facility's or assigned employee's performance of the role of a
1663	medical cannabis patient cardholder's caregiver designation under Subsection 26B-4-214(1)(b);
1664	and
1665	(ii) while in possession of documentation that establishes:
1666	(A) a caregiver designation described in Subsection 26B-4-214(1)(b);
1667	(B) the identity of the individual presenting the documentation; and
1668	(C) the relation of the individual presenting the documentation to the caregiver

1669	designation.
1670	[(31)] (32) "Medical cannabis caregiver card" means an electronic document that a
1671	cardholder may print or store on an electronic device or a physical card or document that:
1672	(a) the department issues to an individual whom a medical cannabis patient cardholder
1673	or a medical cannabis guardian cardholder designates as a designated caregiver; and
1674	(b) is connected to the electronic verification system.
1675	[(32)] (33) "Medical cannabis courier" means the same as that term is defined in
1676	Section 4-41a-102.
1677	[(33)] (34) "Medical cannabis courier agent" means the same as that term is defined in
1678	Section 4-41a-102.
1679	[(34)] (35) (a) "Medical cannabis device" means a device that an individual uses to
1680	ingest or inhale cannabis in a medicinal dosage form or a cannabis product in a medicinal
1681	dosage form.
1682	(b) "Medical cannabis device" does not include a device that:
1683	(i) facilitates cannabis combustion; or
1684	(ii) an individual uses to ingest substances other than cannabis.
1685	[(35)] (36) "Medical cannabis guardian card" means an electronic document that a
1686	cardholder may print or store on an electronic device or a physical card or document that:
1687	(a) the department issues to the parent or legal guardian of a minor with a qualifying
1688	condition; and
1689	(b) is connected to the electronic verification system.
1690	[(36)] (37) "Medical cannabis patient card" means an electronic document that a
1691	cardholder may print or store on an electronic device or a physical card or document that:
1692	(a) the department issues to an individual with a qualifying condition; and
1693	(b) is connected to the electronic verification system.
1694	[(37)] (38) "Medical cannabis pharmacy" means a person that:
1695	(a) (i) acquires or intends to acquire medical cannabis or a cannabis product in a
1696	medicinal dosage form from a cannabis processing facility or another medical cannabis
1697	pharmacy or a medical cannabis device; or
1698	(ii) possesses medical cannabis or a medical cannabis device; and
1699	(b) sells or intends to sell medical cannabis or a medical cannabis device to a medical

1700	cannabis cardholder.
1701	[(38)] (39) "Medical cannabis pharmacy agent" means an individual who holds a valid
1702	medical cannabis pharmacy agent registration card issued by the department.
1703	[(39)] (40) "Medical cannabis pharmacy agent registration card" means a registration
1704	card issued by the department that authorizes an individual to act as a medical cannabis
1705	pharmacy agent.
1706	[(40)] (41) "Medical cannabis shipment" means the same as that term is defined in
1707	Section 4-41a-102.
1708	[(41)] (42) "Medical cannabis treatment" means cannabis in a medicinal dosage form, a
1709	cannabis product in a medicinal dosage form, or a medical cannabis device.
1710	$\left[\frac{(42)}{(43)}\right]$ (a) "Medicinal dosage form" means:
1711	(i) for processed medical cannabis [or a medical cannabis product], the following with
1712	a specific and consistent cannabinoid content:
1713	(A) a tablet;
1714	(B) a capsule;
1715	(C) a concentrated liquid or viscous oil;
1716	(D) a liquid suspension that, after December 1, 2022, does not exceed 30 ml;
1717	(E) a topical preparation;
1718	(F) a transdermal preparation;
1719	(G) a sublingual preparation;
1720	(H) a gelatinous cube, gelatinous rectangular cuboid, or lozenge in a cube or
1721	rectangular cuboid shape;
1722	(I) a resin or wax; [or]
1723	(J) an aerosol; [or]
1724	(K) a suppository preparation; or
1725	(L) a soft or hard confection that is a uniform rectangular cuboid or uniform spherical
1726	shape and is homogeneous in color and texture; or
1727	(ii) for unprocessed cannabis flower, a container described in Section 4-41a-602 that:
1728	(A) contains cannabis flowers in a quantity that varies by no more than 10% from the
1729	stated weight at the time of packaging;
1730	(B) at any time the medical cannabis cardholder transports or possesses the container in

1731	public, is contained within an opaque bag or box that the medical cannabis pharmacy provides;
1732	and
1733	(C) is labeled with the container's content and weight, the date of purchase, the legal
1734	use termination date, and after December 31, 2020, a barcode that provides information
1735	connected to an inventory control system.
1736	(b) "Medicinal dosage form" includes a portion of unprocessed cannabis flower that:
1737	(i) the medical cannabis cardholder has recently removed from the container described
1738	in Subsection $\left[\frac{(42)(a)(ii)}{(43)(a)(ii)}\right]$ for use; and
1739	(ii) does not exceed the quantity described in Subsection $[(42)(a)(ii)] (43)(a)(ii)$.
1740	(c) "Medicinal dosage form" does not include:
1741	(i) any unprocessed cannabis flower outside of the container described in Subsection
1742	[(42)(a)(ii)] (43)(a)(ii), except as provided in Subsection [(42)(b)] (43)(b);
1743	(ii) any unprocessed cannabis flower in a container described in Subsection
1744	[(42)(a)(ii)] (43)(a)(ii) after the legal use termination date;
1745	(iii) a process of vaporizing and inhaling concentrated cannabis by placing the cannabis
1746	on a nail or other metal object that is heated by a flame, including a blowtorch;
1747	(iv) a liquid suspension that is branded as a beverage ; [or]
1748	(v) a substance described in Subsection $[(42)(a)(i)] (43)(a)(i)$ or (ii) if the substance is
1749	not measured in grams, milligrams, or milliliters[-]; or
1750	(vi) a substance that contains or is covered to any degree with chocolate.
1751	[(43)] (44) "Nonresident patient" means an individual who:
1752	(a) is not a resident of Utah or has been a resident of Utah for less than 45 days;
1753	(b) has a currently valid medical cannabis card or the equivalent of a medical cannabis
1754	card under the laws of another state, district, territory, commonwealth, or insular possession of
1755	the United States; and
1756	(c) has been diagnosed with a qualifying condition as described in Section 26B-4-203.
1757	[(44)] (45) "Payment provider" means an entity that contracts with a cannabis
1758	production establishment or medical cannabis pharmacy to facilitate transfers of funds between
1759	the establishment or pharmacy and other businesses or individuals.
1760	[(45)] (46) "Pharmacy medical provider" means the medical provider required to be on
1761	site at a medical cannabis pharmacy under Section 26B-4-219.

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1762 [(46)] (47) "Provisional patient card" means a card that: (a) the department issues to a minor with a qualifying condition for whom: 1763 1764 (i) a recommending medical provider has recommended a medical cannabis treatment; 1765 and 1766 (ii) the department issues a medical cannabis guardian card to the minor's parent or 1767 legal guardian; and 1768 (b) is connected to the electronic verification system. 1769 [(47)] (48) "Qualified medical provider" means an individual: 1770 (a) who meets the recommending qualifications; and 1771 (b) whom the department registers to recommend treatment with cannabis in a 1772 medicinal dosage form under Section 26B-4-204. 1773 [(48)] (49) "Qualified Patient Enterprise Fund" means the enterprise fund created in 1774 Section 26B-1-310. 1775 [(49)] (50) "Qualifying condition" means a condition described in Section 26B-4-203. [(50)] (51) "Recommend" or "recommendation" means, for a recommending medical 1776 1777 provider, the act of suggesting the use of medical cannabis treatment, which: (a) certifies the patient's eligibility for a medical cannabis card; and 1778 1779 (b) may include, at the recommending medical provider's discretion, directions of use, 1780 with or without dosing guidelines. [(51)] (52) "Recommending medical provider" means a qualified medical provider or a 1781 1782 limited medical provider. 1783 [(52)] (53) "Recommending qualifications" means that an individual: 1784 (a) (i) has the authority to write a prescription; 1785 (ii) is licensed to prescribe a controlled substance under Title 58, Chapter 37, Utah 1786 Controlled Substances Act; and 1787 (iii) possesses the authority, in accordance with the individual's scope of practice, to prescribe a Schedule II controlled substance; and 1788 1789 (b) is licensed as: 1790 (i) a podiatrist under Title 58, Chapter 5a, Podiatric Physician Licensing Act; 1791 (ii) an advanced practice registered nurse under Title 58, Chapter 31b, Nurse Practice 1792 Act;

1793	(iii) a physician under Title 58, Chapter 67, Utah Medical Practice Act, or Title 58,
1794	Chapter 68, Utah Osteopathic Medical Practice Act; or
1795	(iv) a physician assistant under Title 58, Chapter 70a, Utah Physician Assistant Act.
1796	$\left[\frac{(53)}{(53)}\right]$ (54) "State central patient portal" means the website the department creates, in
1797	accordance with Section 26B-4-236, to facilitate patient safety, education, and an electronic
1798	medical cannabis order.
1799	[(54)] (55) "State electronic verification system" means the system described in Section
1800	26B-4-202.
1801	[(55)] (56) "Targeted marketing" means [the promotion by a medical cannabis
1802	pharmacy of a medical cannabis product, medical cannabis brand, or a medical cannabis device
1803	using any of the following methods: (a) electronic communication to an individual who is at
1804	least 21 years old and has requested to receive promotional information from the medical
1805	cannabis pharmacy; (b) an in-person marketing event that is: (i) held inside a medical cannabis
1806	pharmacy; and (ii) in an area where only a medical cannabis cardholder may access the event;
1807	or (c) other marketing material that is physically available or digitally displayed in: (i) a
1808	medical cannabis pharmacy; and (ii) an area where only a medical cannabis cardholder has
1809	access] the promotion by a qualified medical provider, medical clinic, or medical office that
1810	employs a qualified medical provider of a medical cannabis recommendation service using any
1811	of the following methods:
1812	(a) electronic communication to an individual who is at least 21 years old and has
1813	requested to receive promotional information;
1814	(b) an in-person marketing event that is held in an area where only an individual who is
1815	at least 21 years old may access the event;
1816	(c) other marketing material that is digitally displayed in the office of the medical
1817	clinic or office that employs a qualified medical provider; or
1818	(d) a leaflet that a qualified medical provider, medical clinic, or medical office that
1819	employs a qualified medical provider shares with an individual who is at least 21 years old.
1820	[(56)] (57) "Tetrahydrocannabinol" or "THC" means a substance derived from
1821	cannabis or a synthetic equivalent as described in Subsection 58-37-4(2)(a)(iii)(AA).
1822	[(57)] (58) "THC analog" means the same as that term is defined in Section 4-41-102.
1823	Section 17. Section 26B-4-202 is amended to read:

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1824 26B-4-202. Electronic verification system. 1825 (1) The Department of Agriculture and Food, the department, the Department of Public 1826 Safety, and the Division of Technology Services shall: 1827 (a) enter into a memorandum of understanding in order to determine the function and operation of the state electronic verification system in accordance with Subsection (2); 1828 1829 (b) coordinate with the Division of Purchasing, under Title 63G, Chapter 6a, Utah Procurement Code, to develop a request for proposals for a third-party provider to develop and 1830 1831 maintain the state electronic verification system in coordination with the Division of 1832 Technology Services; and 1833 (c) select a third-party provider who: (i) meets the requirements contained in the request for proposals issued under 1834 1835 Subsection (1)(b); and (ii) may not have any commercial or ownership interest in a cannabis production 1836 1837 establishment or a medical cannabis pharmacy. 1838 (2) The Department of Agriculture and Food, the department, the Department of Public Safety, and the Division of Technology Services shall ensure that the state electronic 1839 1840 verification system described in Subsection (1): (a) allows an individual to apply for a medical cannabis patient card or, if applicable, a 1841 1842 medical cannabis guardian card, provided that the card may not become active until: (i) the relevant qualified medical provider completes the associated medical cannabis 1843 1844 recommendation; or 1845 (ii) for a medical cannabis card related to a limited medical provider's recommendation, the medical cannabis pharmacy completes the recording described in 1846 1847 Subsection (2)(d); 1848 (b) allows an individual to apply to renew a medical cannabis patient card or a medical 1849 cannabis guardian card in accordance with Section 26B-4-213; 1850 (c) allows a qualified medical provider, or an employee described in Subsection (3) 1851 acting on behalf of the qualified medical provider, to: 1852 (i) access dispensing and card status information regarding a patient: 1853 (A) with whom the qualified medical provider has a provider-patient relationship; and

1854 (B) for whom the qualified medical provider has recommended or is considering

1855	recommending a medical cannabis card;
1856	(ii) electronically recommendtreatment with cannabis in a medicinal dosage form or a
1857	cannabis product in a medicinal dosage form and optionally recommend dosing guidelines;
1858	(iii) electronically renew a recommendation to a medical cannabis patient cardholder or
1859	medical cannabis guardian cardholder:
1860	(A) using telehealth services, for the qualified medical provider who originally
1861	recommended a medical cannabis treatment during a face-to-face visit with the patient; or
1862	(B) during a face-to-face visit with the patient, for a qualified medical provider who
1863	did not originally recommend the medical cannabis treatment during a face-to-face visit; and
1864	(iv) submit an initial application, renewal application, or application payment on behalf
1865	of an individual applying for any of the following:
1866	(A) a medical cannabis patient card;
1867	(B) a medical cannabis guardian card; or
1868	(C) a medical cannabis caregiver card;
1869	(d) allows a medical cannabis pharmacy medical provider or medical cannabis
1870	pharmacy agent, in accordance with Subsection 4-41a-1101(10)(a), to:
1871	(i) access the electronic verification system to review the history within the system of a
1872	patient with whom the provider or agent is interacting, limited to read-only access for medical
1873	cannabis pharmacy agents unless the medical cannabis pharmacy's pharmacist in charge
1874	authorizes add and edit access;
1875	(ii) record a patient's recommendation from a limited medical provider, including any
1876	directions of use, dosing guidelines, or caregiver indications from the limited medical provider;
1877	(iii) record a limited medical provider's renewal of the provider's previous
1878	recommendation; and
1879	(iv) submit an initial application, renewal application, or application payment on behalf
1880	of an individual applying for any of the following:
1881	(A) a medical cannabis patient card;
1882	(B) a medical cannabis guardian card; or
1883	(C) a medical cannabis caregiver card;
1884	(e) connects with:
1885	(i) an inventory control system that a medical cannabis pharmacy uses to track in real

1886 time and archive purchases of any cannabis in a medicinal dosage form, cannabis product in a 1887 medicinal dosage form, or a medical cannabis device, including: 1888 (A) the time and date of each purchase; 1889 (B) the quantity and type of cannabis, cannabis product, or medical cannabis device 1890 purchased; 1891 (C) any cannabis production establishment, any medical cannabis pharmacy, or any 1892 medical cannabis courier associated with the cannabis, cannabis product, or medical cannabis 1893 device; and 1894 (D) the personally identifiable information of the medical cannabis cardholder who 1895 made the purchase; and 1896 (ii) any commercially available inventory control system that a cannabis production 1897 establishment utilizes in accordance with Section 4-41a-103 to use data that the Department of Agriculture and Food requires by rule, in accordance with Title 63G, Chapter 3, Utah 1898 1899 Administrative Rulemaking Act, from the inventory tracking system that a licensee uses to 1900 track and confirm compliance; 1901 (f) provides access to: (i) the department to the extent necessary to carry out the department's functions and 1902 1903 responsibilities under this part: 1904 (ii) the Department of Agriculture and Food to the extent necessary to carry out the 1905 functions and responsibilities of the Department of Agriculture and Food under Title 4, Chapter 1906 41a, Cannabis Production Establishments and Pharmacies; and 1907 (iii) the Division of Professional Licensing to the extent necessary to carry out the 1908 functions and responsibilities related to the participation of the following in the 1909 recommendation and dispensing of medical cannabis: 1910 (A) a podiatrist licensed under Title 58, Chapter 5a, Podiatric Physician Licensing Act; 1911 (B) a pharmacist licensed under Title 58, Chapter 17b, Pharmacy Practice Act; 1912 (C) an advanced practice registered nurse licensed under Title 58, Chapter 31b, Nurse 1913 Practice Act: 1914 (D) a physician licensed under Title 58, Chapter 67, Utah Medical Practice Act, or 1915 Title 58, Chapter 68, Utah Osteopathic Medical Practice Act; or 1916 (E) a physician assistant licensed under Title 58, Chapter 70a, Utah Physician Assistant

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1917	Act;
1918	(g) provides access to and interaction with the state central patient portal;
1919	(h) communicates dispensing information from a record that a medical cannabis
1920	pharmacy submits to the state electronic verification system under Subsection
1921	4-41a-1102(3)(a)(ii) to the controlled substance database;
1922	(i) provides access to state or local law enforcement[:] only to verify the validity of an
1923	individual's medical cannabis card for the administration of criminal justice and through a
1924	database used by law enforcement; and
1925	[(i) during a law enforcement encounter, without a warrant, using the individual's
1926	driver license or state ID, only for the purpose of determining if the individual subject to the
1927	law enforcement encounter has a valid medical cannabis card; or]
1928	[(ii) after obtaining a warrant; and]
1929	(j) creates a record each time a person accesses the system that identifies the person
1930	who accesses the system and the individual whose records the person accesses.
1931	(3) (a) An employee of a qualified medical provider may access the electronic
1932	verification system for a purpose described in Subsection (2)(c) on behalf of the qualified
1933	medical provider if:
1934	(i) the qualified medical provider has designated the employee as an individual
1935	authorized to access the electronic verification system on behalf of the qualified medical
1936	provider;
1937	(ii) the qualified medical provider provides written notice to the department of the
1938	employee's identity and the designation described in Subsection (3)(a)(i); and
1939	(iii) the department grants to the employee access to the electronic verification system.
1940	(b) An employee of a business that employs a qualified medical provider may access
1941	the electronic verification system for a purpose described in Subsection (2)(c) on behalf of the
1942	qualified medical provider if:
1943	(i) the qualified medical provider has designated the employee as an individual
1944	authorized to access the electronic verification system on behalf of the qualified medical
1945	provider;
1946	(ii) the qualified medical provider and the employing business jointly provide written
1947	notice to the department of the employee's identity and the designation described in Subsection

1948	(3)(b)(i); and
1949	(iii) the department grants to the employee access to the electronic verification system.
1950	(4) (a) As used in this Subsection (4), "prescribing provider" means:
1951	(i) a podiatrist licensed under Title 58, Chapter 5a, Podiatric Physician Licensing Act;
1952	(ii) an advanced practice registered nurse licensed under Title 58, Chapter 31b, Nurse
1953	Practice Act;
1954	(iii) a physician licensed under Title 58, Chapter 67, Utah Medical Practice Act, or
1955	Title 58, Chapter 68, Utah Osteopathic Medical Practice Act; or
1956	(iv) a physician assistant licensed under Title 58, Chapter 70a, Utah Physician
1957	Assistant Act.
1958	(b) A prescribing provider may access information in the electronic verification system
1959	regarding a patient the prescribing provider treats.
1960	(5) The department may release limited data that the system collects for the purpose of:
1961	(a) conducting medical and other department approved research;
1962	(b) providing the report required by Section 26B-4-222; and
1963	(c) other official department purposes.
1964	(6) The department shall make rules, in accordance with Title 63G, Chapter 3, Utah
1965	Administrative Rulemaking Act, to establish:
1966	(a) the limitations on access to the data in the state electronic verification system as
1967	described in this section; and
1968	(b) standards and procedures to ensure accurate identification of an individual
1969	requesting information or receiving information in this section.
1970	[(7) (a) Any person who knowingly and intentionally releases any information in the
1971	state electronic verification system in violation of this section is guilty of a third degree felony.]
1972	[(b)] (7) Any person who negligently or recklessly releases any information in the state
1973	electronic verification system in violation of this section is guilty of a class C misdemeanor.
1974	(8) $[(a)]$ Any person who obtains or attempts to obtain information from the state
1975	electronic verification system by misrepresentation or fraud is guilty of a third degree felony.
1976	[(b) Any person who obtains or attempts to obtain information from the state electronic
1977	verification system for a purpose other than a purpose this part authorizes is guilty of a third
1978	degree felony.]

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1979	(9) (a) Except as provided in [Subsection] Subsections (9)(c) and (9)(e), a person may
1980	not knowingly and intentionally use, release, publish, or otherwise make available to any other
1981	person information obtained from the state electronic verification system for any purpose other
1982	than a purpose specified in this section.
1983	(b) Each separate violation of this Subsection (9) is:
1984	(i) a third degree felony; and
1985	(ii) subject to a civil penalty not to exceed \$5,000.
1986	(c) A law enforcement officer who uses the database used by law enforcement to
1987	access information in the electronic verification system for a reason that is not the
1988	administration of criminal justice is guilty of a class B misdemeanor.
1989	[(c)] (d) The department shall determine a civil violation of this Subsection (9) in
1990	accordance with Title 63G, Chapter 4, Administrative Procedures Act.
1991	[(d)] (e) Civil penalties assessed under this Subsection (9) shall be deposited into the
1992	General Fund.
1993	[(e)] (f) This Subsection (9) does not prohibit a person who obtains information from
1994	the state electronic verification system under Subsection (2)(a), (c), or (f) from:
1995	(i) including the information in the person's medical chart or file for access by a person
1996	authorized to review the medical chart or file;
1997	(ii) providing the information to a person in accordance with the requirements of the
1998	Health Insurance Portability and Accountability Act of 1996; or
1999	(iii) discussing or sharing that information about the patient with the patient.
2000	Section 18. Section 26B-4-204 is amended to read:
2001	26B-4-204. Qualified medical provider registration Continuing education
2002	Treatment recommendation Limited medical provider.
2003	(1) (a) (i) Except as provided in Subsection (1)(b), an individual may not recommend a
2004	medical cannabis treatment unless the department registers the individual as a qualified
2005	medical provider in accordance with this section.
2006	(ii) Notwithstanding Subsection (1)(a)(i), a qualified medical provider who is podiatrist
2007	licensed under Title 58, Chapter 5a, Podiatric Physician Licensing Act, may not recommend a
2008	medical cannabis treatment except within the course and scope of a practice of podiatry, as that
2009	term is defined in Section 58-5a-102.

2010	(b) An individual who meets the recommending qualifications may recommend a
2011	medical cannabis treatment as a limited medical provider without registering under Subsection
2012	(1)(a) if:
2013	(i) the individual recommends the use of medical cannabis to the patient through an
2014	order described in Subsection (1)(c) after:
2015	(A) a face-to-face visit for an initial recommendation or the renewal of a
2016	recommendation for a patient for whom the limited medical provider did not make the patient's
2017	original recommendation; or
2018	(B) a visit using telehealth services for a renewal of a recommendation for a patient for
2019	whom the limited medical provider made the patient's original recommendation; and
2020	(ii) the individual's recommendation or renewal would not cause the total number of
2021	the individual's patients who have a valid medical cannabis patient card or provisional patient
2022	card resulting from the individual's recommendation to exceed 15.
2023	(c) The individual described in Subsection (1)(b) shall communicate the individual's
2024	recommendation through an order for the medical cannabis pharmacy to record the individual's
2025	recommendation or renewal in the state electronic verification system under the individual's
2026	recommendation that:
2027	(i) (A) the individual or the individual's employee sends electronically to a medical
2028	cannabis pharmacy; or
2029	(B) the individual gives to the patient in writing for the patient to deliver to a medical
2030	cannabis pharmacy; and
2031	(ii) may include:
2032	(A) directions of use or dosing guidelines; and
2033	(B) an indication of a need for a caregiver in accordance with Subsection
2034	26B-4-213(3)(c).
2035	(d) If the limited medical provider gives the patient a written recommendation to
2036	deliver to a medical cannabis pharmacy under Subsection (1)(c)(i)(B), the limited medical
2037	provider shall ensure that the document includes all of the information that is included on a
2038	prescription the provider would issue for a controlled substance, including:
2039	(i) the date of issuance;
2040	(ii) the provider's name, address and contact information, controlled substance license

information, and signature; and
(iii) the patient's name, address and contact information, age, and diagnosed qualifying
condition.

(e) In considering making a recommendation as a limited medical provider, an
individual may consult information that the department makes available on the department's
website for recommending providers.

2047 (2) (a) The department shall, within 15 days after the day on which the department 2048 receives an application from an individual, register and issue a qualified medical provider 2049 registration card to the individual if the individual:

2050 (i) provides to the department the individual's name and address;

(ii) provides to the department an acknowledgment that the individual has completedfour hours of continuing education related to medical cannabis;

(iii) provides to the department evidence that the individual meets the recommendingqualifications;

2055 (iv) for an applicant on or after November 1, 2021, provides to the department the 2056 information described in Subsection (10)(a); and

2057 (v) pays the department a fee in an amount that:

2058 (A) the department sets, in accordance with Section 63J-1-504; and

2059 (B) does not exceed \$300 for an initial registration.

2060 (b) The department may not register an individual as a qualified medical provider if the 2061 individual is:

2062 (i) a pharmacy medical provider; or

(ii) an owner, officer, director, board member, employee, or agent of a cannabisproduction establishment, a medical cannabis pharmacy, or a medical cannabis courier.

2065 (3) (a) An individual shall complete the continuing education related to medical2066 cannabis in the following amounts:

2067 (i) for an individual as a condition precedent to registration, four hours; and

(ii) for a qualified medical provider as a condition precedent to renewal, four hoursevery two years.

(b) The department may, in consultation with the Division of Professional Licensing,develop continuing education related to medical cannabis.

2072 (c) The continuing education described in this Subsection (3) may discuss: 2073 (i) the provisions of this part; 2074 (ii) general information about medical cannabis under federal and state law; 2075 (iii) the latest scientific research on the endocannabinoid system and medical cannabis, 2076 including risks and benefits; 2077 (iv) recommendations for medical cannabis as it relates to the continuing care of a 2078 patient in pain management, risk management, potential addiction, or palliative care; and 2079 (v) best practices for recommending the form and dosage of [medical cannabis 2080 products] medical cannabis based on the qualifying condition underlying a medical cannabis 2081 recommendation. 2082 (4) (a) Except as provided in Subsection (4)(b), a qualified medical provider may not 2083 recommend a medical cannabis treatment to more than 1.5% of the total amount of medical 2084 cannabis patient cardholders. 2085 (b) If a qualified medical provider receives payment from an insurance plan for 2086 services provided under this chapter, then the patient whose insurance plan was billed does not 2087 count toward the 1.5% patient cap described in Subsection (4)(a). 2088 (5) A recommending medical provider may recommend medical cannabis to an 2089 individual under this part only in the course of a provider-patient relationship after the 2090 recommending medical provider has completed and documented in the patient's medical record 2091 a thorough assessment of the patient's condition and medical history based on the appropriate 2092 standard of care for the patient's condition. 2093 (6) (a) Except as provided in [Subsection] Subsections (6)(b) and (c), a person may not 2094 advertise that the person or the person's employee recommends a medical cannabis treatment. 2095 (b) Notwithstanding Subsection (6)(a) and Section 4-41a-109, a qualified medical 2096 provider [or clinic or], medical clinic, or medical office that employs a qualified medical 2097 provider may advertise only the following: 2098 (i) a green cross; 2099 (ii) the provider's or clinic's name and logo; 2100 (iii) a qualifying condition that the individual treats; 2101 (iv) that the individual is registered as a qualified medical provider and recommends 2102 medical cannabis; [or]

2103	(v) a scientific study regarding medical cannabis use[-]; or
2104	(vi) contact information.
2105	(c) Notwithstanding Subsection (6)(a) and Section 4-41a-109, qualified medical
2106	provider, medical clinic, or medical office that employs a qualified medical provider may
2107	engage in targeted marketing, as determined by the department through rule, for advertising
2108	medical cannabis recommendation services.
2109	(7) (a) A qualified medical provider registration card expires two years after the day on
2110	which the department issues the card.
2111	(b) The department shall renew a qualified medical provider's registration card if the
2112	provider:
2113	(i) applies for renewal;
2114	(ii) is eligible for a qualified medical provider registration card under this section,
2115	including maintaining an unrestricted license under the recommending qualifications;
2116	(iii) certifies to the department in a renewal application that the information in
2117	Subsection (2)(a) is accurate or updates the information;
2118	(iv) submits a report detailing the completion of the continuing education requirement
2119	described in Subsection (3); and
2120	(v) pays the department a fee in an amount that:
2121	(A) the department sets, in accordance with Section 63J-1-504; and
2122	(B) does not exceed \$50 for a registration renewal.
2123	(8) The department may revoke the registration of a qualified medical provider who
2124	fails to maintain compliance with the requirements of this section.
2125	(9) A recommending medical provider may not:
2126	(a) receive any compensation or benefit for the qualified medical provider's medical
2127	cannabis treatment recommendation from:
2128	$\left[\frac{a}{a}\right]$ (i) a cannabis production establishment or an owner, officer, director, board
2129	member, employee, or agent of a cannabis production establishment;
2130	[(b)] (ii) a medical cannabis pharmacy or an owner, officer, director, board member,
2131	employee, or agent of a medical cannabis pharmacy; or
2132	[(c)] (iii) a recommending medical provider or pharmacy medical provider[.]; or
2133	(iv) provide a medical cannabis recommendation at a medical clinic or medical office

2134	that is violating the advertising limitations described in Subsection (6).
2135	(10) (a) [On or before November 1, 2021,] Each quarter, a qualified medical provider
2136	shall report to the department, in a manner designated by the department:
2137	(i) if applicable, that the qualified medical provider or the entity that employs the
2138	qualified medical provider represents online or on printed material that the qualified medical
2139	provider is a qualified medical provider or offers medical cannabis recommendations to
2140	patients; and
2141	(ii) (A) for cash payment without insurance, the fee amount that the qualified medical
2142	provider or the entity that employs the qualified medical provider charges a patient for a
2143	medical cannabis recommendation[, either] as an actual cash rate [or, if the provider or entity
2144	bills insurance, an average cash rate.]; and
2145	(B) whether the qualified medical provider or the entity that employs the qualified
2146	medical provider bills insurance.
2147	(b) The department shall:
2148	(i) ensure that the following information related to qualified medical providers and
2149	entities described in Subsection (10)(a)(i) is available on the department's website or on the
2150	health care price transparency tool under Subsection (10)(b)(ii):
2151	(A) the name of the qualified medical provider and, if applicable, the name of the
2152	entity that employs the qualified medical provider;
2153	(B) the address of the qualified medical provider's office or, if applicable, the entity
2154	that employs the qualified medical provider; and
2155	(C) the fee amount described in Subsection (10)(a)(ii)(A); and
2156	(ii) share data collected under this Subsection (10) with the state auditor for use in the
2157	health care price transparency tool described in Section 67-3-11.
2158	Section 19. Section 26B-4-207 is amended to read:
2159	26B-4-207. Nondiscrimination for medical care or government employment
2160	Notice to prospective and current public employees No effect on private employers.
2161	(1) For purposes of medical care, including an organ or tissue transplant, a patient's
2162	use, in accordance with this part, of cannabis in a medicinal dosage form or a cannabis product
2163	in a medicinal dosage form:
2164	(a) is considered the equivalent of the authorized use of any other medication used at

2165	the discretion of a physician; and
2166	(b) does not constitute the use of an illicit substance or otherwise disqualify an
2167	individual from needed medical care.
2168	(2) For a violation of Section <u>34A-5-114</u> , the Legislature may withhold future state
2169	appropriations from a state agency or political subdivision.
2170	[(2) (a) Notwithstanding any other provision of law and except as provided in
2171	Subsection (2)(b), the state or any political subdivision shall treat:]
2172	[(i) an employee's use of medical cannabis in accordance with this part or Section
2173	58-37-3.7 in the same way the state or political subdivision treats employee use of any
2174	prescribed controlled substance; and]
2175	[(ii) an employee's status as a medical cannabis cardholder or an employee's medical
2176	cannabis recommendation from a qualified medical provider or limited provider in the same
2177	way the state or political subdivision treats an employee's prescriptions for any prescribed
2178	controlled substance.]
2179	[(b) A state or political subdivision employee who has a valid medical cannabis card is
2180	not subject to retaliatory action, as that term is defined in Section 67-19a-101, for failing a drug
2181	test due to marijuana or tetrahydrocannabinol without evidence that the employee was impaired
2182	or otherwise adversely affected in the employee's job performance due to the use of medical
2183	cannabis.]
2184	[(c) Subsections (2)(a) and (b) do not apply:]
2185	[(i) where the application of Subsection (2)(a) or (b) would jeopardize federal funding,
2186	a federal security clearance, or any other federal background determination required for the
2187	employee's position;]
2188	[(ii) if the employee's position is dependent on a license or peace officer certification
2189	that is subject to federal regulations, including 18 U.S.C. Sec. 922(g)(3); or]
2190	[(iii) if an employee described in Subsections 34A-2-102(1)(h)(ii) through (vi) uses
2191	medical cannabis during the 12 hours immediately preceding the employee's shift or during the
2192	employee's shift.]
2193	(3) (a) (i) A state employer or a political subdivision employer shall take the action
2194	described in Subsection (3)(a)(ii) before:
2195	(A) giving to a current employee an assignment or duty that arises from or directly

2196	relates to an obligation under this part; or
2190	(B) hiring a prospective employee whose assignments or duties would include an
2198	assignment or duty that arises from or directly relates to an obligation under this part.
2199	(ii) The employer described in Subsection $(3)(a)(i)$ shall give the employee or
2200	prospective employee described in Subsection $(3)(a)(i)$ a written notice that notifies the
2201	employee or prospective employee:
2202	(A) that the employee's or prospective employee's job duties may require the employee
2203	or prospective employee to engage in conduct which is in violation of the criminal laws of the
2204	United States; and
2205	(B) that in accepting a job or undertaking a duty described in Subsection (3)(a)(i),
2206	although the employee or prospective employee is entitled to the protections of Title 67,
2207	Chapter 21, Utah Protection of Public Employees Act, the employee may not object or refuse to
2208	carry out an assignment or duty that may be a violation of the criminal laws of the United
2209	States with respect to the manufacture, sale, or distribution of cannabis.
2210	(b) The Division of Human Resource Management shall create, revise, and publish the
2211	form of the notice described in Subsection (3)(a).
2212	(c) Notwithstanding Subsection $67-21-3(3)$, an employee who has signed the notice
2213	described in Subsection (3)(a) may not:
2214	(i) claim in good faith that the employee's actions violate or potentially violate the laws
2215	of the United States with respect to the manufacture, sale, or distribution of cannabis; or
2216	(ii) refuse to carry out a directive that the employee reasonably believes violates the
2217	criminal laws of the United States with respect to the manufacture, sale, or distribution of
2218	cannabis.
2219	(d) An employer may not take retaliatory action as defined in Section 67-19a-101
2220	against a current employee who refuses to sign the notice described in Subsection (3)(a).
2221	(4) Nothing in this section requires a private employer to accommodate the use of
2222	medical cannabis or affects the ability of a private employer to have policies restricting the use
2223	of medical cannabis by applicants or employees.
2224	Section 20. Section 26B-4-213 is amended to read:
2225	26B-4-213. Medical cannabis patient card Medical cannabis guardian card
2226	Conditional medical cannabis card Application Fees Studies.

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2227	(1) (a) Subject to Section 26B-4-246, within 15 days after the day on which an
2228	individual who satisfies the eligibility criteria in this section or Section 26B-4-214 submits an
2229	application in accordance with this section or Section 26B-4-214, the department shall:
2230	(i) issue a medical cannabis patient card to an individual described in Subsection
2231	(2)(a);
2232	(ii) issue a medical cannabis guardian card to an individual described in Subsection
2233	(2)(b);
2234	(iii) issue a provisional patient card to a minor described in Subsection (2)(c); and
2235	(iv) issue a medical cannabis caregiver card to an individual described in Subsection
2236	26B-4-214(4).
2237	(b) (i) Upon the entry of a recommending medical provider's medical cannabis
2238	recommendation for a patient in the state electronic verification system, either by the provider
2239	or the provider's employee or by a medical cannabis pharmacy medical provider or medical
2240	cannabis pharmacy in accordance with Subsection 4-41a-1101(10)(a), the department shall
2241	issue to the patient an electronic conditional medical cannabis card, in accordance with this
2242	Subsection (1)(b).
2243	(ii) A conditional medical cannabis card is valid for the lesser of:
2244	(A) 60 days; or
2245	(B) the day on which the department completes the department's review and issues a
2246	medical cannabis card under Subsection (1)(a), denies the patient's medical cannabis card
2247	application, or revokes the conditional medical cannabis card under Subsection (8).
2248	(iii) The department may issue a conditional medical cannabis card to an individual
2249	applying for a medical cannabis patient card for which approval of the Compassionate Use
2250	Board is not required.
2251	(iv) An individual described in Subsection (1)(b)(iii) has the rights, restrictions, and
2252	obligations under law applicable to a holder of the medical cannabis card for which the
2253	individual applies and for which the department issues the conditional medical cannabis card.
2254	(2) (a) An individual is eligible for a medical cannabis patient card if:
2255	(i) (A) the individual is at least 21 years old; or
2256	(B) the individual is 18, 19, or 20 years old, the individual petitions the Compassionate
2257	Use Board under Section 26B-1-421, and the Compassionate Use Board recommends

2258	department approval of the petition;
2259	(ii) the individual is a Utah resident;
2260	(iii) the individual's recommending medical provider recommends treatment with
2261	medical cannabis in accordance with Subsection (4);
2262	(iv) the individual signs an acknowledgment stating that the individual received the
2263	information described in Subsection (9); and
2264	(v) the individual pays to the department a fee in an amount that, subject to Subsection
2265	26B-1-310(5), the department sets in accordance with Section 63J-1-504.
2266	(b) (i) An individual is eligible for a medical cannabis guardian card if the individual:
2267	(A) is at least 18 years old;
2268	(B) is a Utah resident;
2269	(C) is the parent or legal guardian of a minor for whom the minor's [qualified]
2270	recommending medical provider recommends a medical cannabis treatment, the individual
2271	petitions the Compassionate Use Board under Section 26B-1-421, and the Compassionate Use
2272	Board recommends department approval of the petition;
2273	(D) the individual signs an acknowledgment stating that the individual received the
2274	information described in Subsection (9); and
2275	(E) pays to the department a fee in an amount that, subject to Subsection $26B-1-310(5)$,
2276	the department sets in accordance with Section 63J-1-504, plus the cost of the criminal
2277	background check described in Section 26B-4-215.
2278	(ii) The department shall notify the Department of Public Safety of each individual that
2279	the department registers for a medical cannabis guardian card.
2280	(c) (i) A minor is eligible for a provisional patient card if:
2281	(A) the minor has a qualifying condition;
2282	(B) the minor's [qualified] recommending medical provider recommends a medical
2283	cannabis treatment to address the minor's qualifying condition;
2284	(C) one of the minor's parents or legal guardians petitions the Compassionate Use
2285	Board under Section 26B-1-421, and the Compassionate Use Board recommends department
2286	approval of the petition; and
2287	(D) the minor's parent or legal guardian is eligible for a medical cannabis guardian card
2288	under Subsection (2)(b) or designates a caregiver under Subsection (2)(d) who is eligible for a

2289 medical cannabis caregiver card under Section 26B-4-214. 2290 (ii) The department shall automatically issue a provisional patient card to the minor 2291 described in Subsection (2)(c)(i) at the same time the department issues a medical cannabis 2292 guardian card to the minor's parent or legal guardian. 2293 (d) If the parent or legal guardian of a minor described in Subsections (2)(c)(i)(A)2294 through (C) does not qualify for a medical cannabis guardian card under Subsection (2)(b), the 2295 parent or legal guardian may designate up to two caregivers in accordance with Subsection 2296 26B-4-214(1)(c) to ensure that the minor has adequate and safe access to the recommended 2297 medical cannabis treatment. 2298 (3) (a) An individual who is eligible for a medical cannabis card described in 2299 Subsection (2)(a) or (b) shall submit an application for a medical cannabis card to the 2300 department: 2301 (i) through an electronic application connected to the state electronic verification 2302 system; 2303 (ii) with the recommending medical provider; and 2304 (iii) with information including: 2305 (A) the applicant's name, gender, age, and address; 2306 (B) the number of the applicant's government issued photo identification: 2307 (C) for a medical cannabis guardian card, the name, gender, and age of the minor 2308 receiving a medical cannabis treatment under the cardholder's medical cannabis guardian card; 2309 and 2310 (D) for a provisional patient card, the name of the minor's parent or legal guardian who 2311 holds the associated medical cannabis guardian card. 2312 (b) The department shall ensure that a medical cannabis card the department issues 2313 under this section contains the information described in Subsection (3)(a)(iii). 2314 (c) (i) If a recommending medical provider determines that, because of age, illness, or 2315 disability, a medical cannabis patient cardholder requires assistance in administering the 2316 medical cannabis treatment that the recommending medical provider recommends, the 2317 recommending medical provider may indicate the cardholder's need in the state electronic verification system, either directly or, for a limited medical provider, through the order 2318 2319 described in Subsections 26B-4-204(1)(c) and (d).

2320	(ii) If a recommending medical provider makes the indication described in Subsection
2321	(3)(c)(i):
2322	(A) the department shall add a label to the relevant medical cannabis patient card
2323	indicating the cardholder's need for assistance;
2324	(B) any adult who is 18 years old or older and who is physically present with the
2325	cardholder at the time the cardholder needs to use the recommended medical cannabis
2326	treatment may handle the medical cannabis treatment and any associated medical cannabis
2327	device as needed to assist the cardholder in administering the recommended medical cannabis
2328	treatment; and
2329	(C) an individual of any age who is physically present with the cardholder in the event
2330	of an emergency medical condition, as that term is defined in Section 31A-1-301, may handle
2331	the medical cannabis treatment and any associated medical cannabis device as needed to assist
2332	the cardholder in administering the recommended medical cannabis treatment.
2333	(iii) A non-cardholding individual acting under Subsection (3)(c)(ii)(B) or (C) may not:
2334	(A) ingest or inhale medical cannabis;
2335	(B) possess, transport, or handle medical cannabis or a medical cannabis device outside
2336	of the immediate area where the cardholder is present or with an intent other than to provide
2337	assistance to the cardholder; or
2338	(C) possess, transport, or handle medical cannabis or a medical cannabis device when
2339	the cardholder is not in the process of being dosed with medical cannabis.
2340	(4) To recommend a medical cannabis treatment to a patient or to renew a
2341	recommendation, a recommending medical provider shall:
2342	(a) visit with the patient face-to-face for an initial recommendation unless the patient:
2343	(i) prefers a virtual visit; and
2344	(ii) (A) is on hospice or has a terminal illness according to the patient's medical
2345	provider; or
2346	(B) is a resident of an assisted living facility, as defined in Section 26B-2-201, or a
2347	nursing care facility, as defined in Section 26B-2-201;
2348	(b) before recommending or renewing a recommendation for medical cannabis in a
2349	medicinal dosage form or a cannabis product in a medicinal dosage form:
2350	(i) verify the patient's and, for a minor patient, the minor patient's parent or legal

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2351 guardian's government issued photo identification described in Subsection (3)(a); 2352 (ii) review any record related to the patient and, for a minor patient, the patient's parent 2353 or legal guardian in: 2354 (A) for a qualified medical provider, the state electronic verification system; and 2355 (B) the controlled substance database created in Section 58-37f-201; and 2356 (iii) consider the recommendation in light of the patient's qualifying condition, history 2357 of substance use or opioid use disorder, and history of medical cannabis and controlled 2358 substance use during a visit with the patient: and 2359 (c) state in the recommending medical provider's recommendation that the patient: (i) suffers from a qualifying condition, including the type of qualifying condition; and 2360 2361 (ii) may benefit from treatment with cannabis in a medicinal dosage form or a cannabis 2362 product in a medicinal dosage form. 2363 (5) (a) Except as provided in Subsection (5)(b) or (c), a medical cannabis card that the 2364 department issues under this section is valid for the lesser of: 2365 (i) an amount of time that the recommending medical provider determines; or 2366 (ii) one year from the day the card is issued. (b) (i) A medical cannabis card that the department issues in relation to a terminal 2367 2368 illness described in Section 26B-4-203 expires after one year. 2369 (ii) The recommending medical provider may revoke a recommendation that the provider made in relation to a terminal illness described in Section 26B-4-203 if the medical 2370 2371 cannabis cardholder no longer has the terminal illness. 2372 (c) A medical cannabis card that the department issues in relation to acute pain as 2373 described in Section 26B-4-203 expires 30 days after the day on which the department first 2374 issues a conditional or full medical cannabis card. 2375 (6) (a) A medical cannabis patient card or a medical cannabis guardian card is 2376 renewable if: 2377 (i) at the time of renewal, the cardholder meets the requirements of Subsection (2)(a) or 2378 (b); or 2379 (ii) the cardholder received the medical cannabis card through the recommendation of 2380 the Compassionate Use Board under Section 26B-1-421. 2381 (b) The recommending medical provider who made the underlying recommendation

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for the card of a cardholder described in Subsection (6)(a) may renew the cardholder's card
through phone or video conference with the cardholder, at the recommending medical
provider's discretion.

(c) Before having access to a renewed card, a cardholder under Subsection (2)(a) or (b)shall pay to the department a renewal fee in an amount that:

(i) subject to Subsection 26B-1-310(5), the department sets in accordance with Section
63J-1-504; and

(ii) may not exceed the cost of the relatively lower administrative burden of renewal incomparison to the original application process.

(d) If a minor meets the requirements of Subsection (2)(c), the minor's provisional
patient card renews automatically at the time the minor's parent or legal guardian renews the
parent or legal guardian's associated medical cannabis guardian card.

(7) (a) A cardholder under this section shall carry the cardholder's valid medicalcannabis card with the patient's name.

(b) (i) A medical cannabis patient cardholder or a provisional patient cardholder may
purchase, in accordance with this part and the recommendation underlying the card, cannabis in
a medicinal dosage form, a cannabis product in a medicinal dosage form, or a medical cannabis
device.

(ii) A cardholder under this section may possess or transport, in accordance with this
part and the recommendation underlying the card, cannabis in a medicinal dosage form, a
cannabis product in a medicinal dosage form, or a medical cannabis device.

(iii) To address the qualifying condition underlying the medical cannabis treatmentrecommendation:

(A) a medical cannabis patient cardholder or a provisional patient cardholder may use
 [cannabis in a medicinal dosage form, a medical cannabis product in a medicinal dosage form,
 or] medical cannabis or a medical cannabis device; and

(B) a medical cannabis guardian cardholder may assist the associated provisional
patient cardholder with the use of [cannabis in a medicinal dosage form, a medical cannabis
product in a medicinal dosage form,] medical cannabis or a medical cannabis device.

2411 (8) (a) The department may revoke a medical cannabis card that the department issues2412 under this section if:

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2413	(i) the recommending medical provider withdraws the medical provider's
2414	recommendation for medical cannabis; or
2415	(ii) the cardholder:
2416	(A) violates this part; or
2417	(B) is convicted under state or federal law of, after March 17, 2021, a drug distribution
2418	offense.
2419	(b) The department may not refuse to issue a medical cannabis card to a patient solely
2420	based on a prior revocation under Subsection (8)(a)(i).
2421	(9) The department shall establish by rule, in accordance with Title 63G, Chapter 3,
2422	Utah Administrative Rulemaking Act, a process to provide information regarding the following
2423	to an individual receiving a medical cannabis card:
2424	(a) risks associated with medical cannabis treatment;
2425	(b) the fact that a condition's listing as a qualifying condition does not suggest that
2426	medical cannabis treatment is an effective treatment or cure for that condition, as described in
2427	Subsection 26B-4-203(1); and
2428	(c) other relevant warnings and safety information that the department determines.
2429	(10) The department may establish procedures by rule, in accordance with Title 63G,
2430	Chapter 3, Utah Administrative Rulemaking Act, to implement the application and issuance
2431	provisions of this section.
2432	(11) (a) On or before September 1, 2021, the department shall establish by rule, in
2433	accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, a process to allow
2434	an individual from another state to register with the department in order to purchase medical
2435	cannabis or a medical cannabis device from a medical cannabis pharmacy while the individual
2436	is visiting the state.
2437	(b) The department may only provide the registration process described in Subsection
2438	(11)(a):
2439	(i) to a nonresident patient; and
2440	(ii) for no more than two visitation periods per calendar year of up to 21 calendar days
2441	per visitation period.
2442	(12) (a) A person may submit to the department a request to conduct a research study
2443	using medical cannabis cardholder data that the state electronic verification system contains.

2444	(b) The department shall review a request described in Subsection (12)(a) to determine
2445	whether an institutional review board, as that term is defined in Section 26B-4-201, could
2446	approve the research study.
2447	(c) At the time an individual applies for a medical cannabis card, the department shall
2448	notify the individual:
2449	(i) of how the individual's information will be used as a cardholder;
2450	(ii) that by applying for a medical cannabis card, unless the individual withdraws
2451	consent under Subsection (12)(d), the individual consents to the use of the individual's
2452	information for external research; and
2453	(iii) that the individual may withdraw consent for the use of the individual's
2454	information for external research at any time, including at the time of application.
2455	(d) An applicant may, through the medical cannabis card application, and a medical
2456	cannabis cardholder may, through the state central patient portal, withdraw the applicant's or
2457	cardholder's consent to participate in external research at any time.
2458	(e) The department may release, for the purposes of a study described in this
2459	Subsection (12), information about a cardholder under this section who consents to participate
2460	under Subsection (12)(c).
2461	(f) If an individual withdraws consent under Subsection (12)(d), the withdrawal of
2462	consent:
2463	(i) applies to external research that is initiated after the withdrawal of consent; and
2464	(ii) does not apply to research that was initiated before the withdrawal of consent.
2465	(g) The department may establish standards for a medical research study's validity, by
2466	rule made in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act.
2467	(13) The department shall record the issuance or revocation of a medical cannabis card
2468	under this section in the controlled substance database.
2469	Section 21. Section 26B-4-245 is amended to read:
2470	26B-4-245. Purchasing and use limitations Exception.
2471	(1) An individual with a medical cannabis card:
2472	[(1)] (a) may purchase, in any one 28-day period, up to the legal dosage limit of:
2473	[(a)] (i) unprocessed cannabis in a medicinal dosage form; and
2474	[(b)] (ii) a cannabis product in a medicinal dosage form;

2475	$\left[\frac{(2)}{(b)}\right]$ may not purchase:
2476	[(a)] (i) except as provided in Subsection (2), more medical cannabis than described in
2477	Subsection (1)(a); or
2478	[(b)] (ii) if the relevant recommending medical provider did not recommend directions
2479	of use and dosing guidelines, until the individual consults with the pharmacy medical provider
2480	in accordance with Subsection 26B-4-231(4), any medical cannabis; and
2481	$\left[\frac{(3)}{(c)}\right]$ may not use a route of administration that the relevant recommending medical
2482	provider or the pharmacy medical provider, in accordance with Subsection 26B-4-231(4), has
2483	not recommended.
2484	(2) (a) A qualified medical provider may petition the department to waive the 28-day
2485	period limit described in Subsection (1)(a) for a medical cannabis cardholder if the medical
2486	cannabis cardholder:
2487	(i) has been diagnosed with a terminal illness;
2488	(ii) has a life expectancy of six months or less; and
2489	(iii) needs the waiver for palliative purposes.
2490	(b) The department shall:
2491	(i) consult with the Compassionate Use Board to determine whether the waiver should
2492	be granted;
2493	(ii) issue a response to the petition within 10 days from the day on which the petition is
2494	received.
2495	(c) The department may waive the 28-day period limit for no more than 180 days.
2496	(d) A petition described in this Subsection (2) may be combined with the petition
2497	described in Subsection 26B-1-421(6).
2498	Section 22. Section 34A-5-114 is enacted to read:
2499	<u>34A-5-114.</u> Nondiscrimination for medical cannabis use while employed by the
2500	government.
2501	(1) As used in this section:
2502	(a) "Adverse employment action" means any of the following in regards to an
2503	employee:
2504	(i) dismissal from employment;
2505	(ii) suspension from employment;

2506	(iii) reduction in compensation;
2507	(iv) failing to increase compensation by an amount that the employee is otherwise
2508	entitled to or was promised;
2509	(v) failure to promote an employee if the employee would have otherwise been
2510	promoted; or
2511	(vi) threaten to take an action described in Subsections (1)(a)(i) through (v).
2512	(b) "Medical cannabis" means the same as that term is defined in Section 26B-4-201.
2513	(c) "Medical cannabis cardholder" means the same as that term is defined in Section
2514	<u>26B-4-201.</u>
2515	(2) Notwithstanding any other provision of law and except as provided in Subsection
2516	(4), the state or any political subdivision shall treat:
2517	(a) an employee's use of medical cannabis in accordance with Title 26B, Chapter 4,
2518	Part 2, Cannabinoid Research and Medical Cannabis, or Section 58-37-3.7 in the same way the
2519	state or political subdivision treats employee use of any prescribed controlled substance; and
2520	(b) an employee's status as a medical cannabis cardholder or an employee's medical
2521	cannabis recommendation in the same manner the state or political subdivision treats an
2522	employee's prescriptions for any prescribed controlled substance.
2523	(3) A state or political subdivision employee who has a valid medical cannabis card is
2524	not subject to an adverse employment action for failing a drug test due to marijuana or
2525	tetrahydrocannabinol without evidence that the employee was impaired or otherwise adversely
2526	affected in the employee's job performance due to the use of medical cannabis.
2527	(4) Subsections (2) and (3) do not apply:
2528	(a) where the application of Subsection (2) or (3) would jeopardize federal funding, a
2529	federal security clearance, or any other federal background determination required for the
2530	employee's position;
2531	(b) if the employee's position is dependent on a license or peace officer certification
2532	that is subject to federal regulations, including 18 U.S.C. Sec. 922(g)(3); or
2533	(c) if an employee described in Subsections 34A-2-102(1)(h)(ii) through (vi) uses
2534	medical cannabis during the 12 hours immediately preceding the employee's shift or during the
2535	employee's shift.
2536	(5) An employee described in this section:

2537	(a) may file a complaint in accordance with Section <u>34A-5-107</u> with the commission;
2538	and
2539	(b) is entitled to any remedies under this chapter for an employer's violation of
2540	Subsection (2) or (3).
2541	(6) Nothing in this section requires a private employer to accommodate the use of
2542	medical cannabis or affects the ability of a private employer to have policies restricting the use
2543	of medical cannabis by applicants or employees.
2544	Section 23. Section 63I-2-236 is amended to read:
2545	63I-2-236. Repeal dates: Title 36.
2546	(1) Section 36-12-8.2 is repealed July 1, [2024] 2025.
2547	(2) Section 36-29-107.5 is repealed on November 30, 2024.
2548	(3) Section 36-29-109 is repealed on November 30, 2027.
2549	(4) Section $36-29-110$ is repealed on November 30, 2024.
2550	(5) Section 36-29-111 is repealed July 1, 2025.
2551	(6) The following sections regarding the State Flag Task Force are repealed on January
2552	1, 2024:
2553	(a) Section 36-29-201;
2554	(b) Section 36-29-202; and
2555	(c) Section 36-29-203.
2556	(7) Title 36, Chapter 29, Part 3, Mental Illness Psychotherapy Drug Task Force, is
2557	repealed December 31, 2023.
2558	Section 24. Effective date.
2559	This bill takes effect on May 1, 2024.