SECOND REGULAR SESSION HOUSE COMMITTEE SUBSTITUTE FOR

HOUSE JOINT RESOLUTION NO. 142

101ST GENERAL ASSEMBLY

5732H.02C

DANA RADEMAN MILLER, Chief Clerk

JOINT RESOLUTION

Submitting to the qualified voters of Missouri an amendment repealing Section 1 of Article XIV of the Constitution of Missouri, and adopting one new section in lieu thereof relating to medical marijuana.

Be it resolved by the House of Representatives, the Senate concurring therein:

That at the next general election to be held in the state of Missouri, on Tuesday next following the first Monday in November, 2022, or at a special election to be called by the governor for that purpose, there is hereby submitted to the qualified voters of this state, for adoption or rejection, the following amendment to Article XIV of the Constitution of the state of Missouri:

Section A. Section 1, Article XIV, Constitution of Missouri, is repealed and one new 2 section adopted in lieu thereof, to be known as Section 1, to read as follows:

Section 1. 1. Purposes.

This section is intended to permit state-licensed physicians to recommend marijuana for medical purposes to patients with serious illnesses and medical conditions. The section allows patients with qualifying medical conditions the right to discuss freely with their physicians the possible benefits of medical marijuana use, the right of their physicians to provide professional advice concerning the same, and the right to use medical marijuana for treatment under the supervision of a physician.

8 This section is intended to make only those changes to Missouri laws that are 9 necessary to protect patients, their primary caregivers, and their physicians from civil and 10 criminal penalties, and to allow for the limited legal production, distribution, sale and 11 purchase of marijuana for medical use. This section is not intended to change current civil

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

and criminal laws governing the use of marijuana for nonmedical purposes. The section does 12

not allow for the public use of marijuana and driving under the influence of marijuana. 13

14 2. Definitions.

15 (1) "Administer" means the direct application of marijuana to a qualifying patient by 16 way of any of the following methods:

(a) Ingestion of capsules, teas, oils, and other marijuana-infused products;

18 (b) Vaporization or smoking of dried flowers, buds, plant material, extracts, or oils;

(c) Application of ointments or balms; 19

20 (d) Transdermal patches and suppositories;

21 (e) Consuming marijuana-infused food products; or

22 (f) Any other method recommended by a qualifying patient's physician.

23 (2) "Department" means the department of health and senior services, or its successor 24 agency.

25 (3) "Entity" means a natural person, corporation, professional corporation, nonprofit 26 corporation, cooperative corporation, unincorporated association, business trust, limited 27 liability company, general or limited partnership, limited liability partnership, joint venture, or any other legal entity. 28

29 (4) "Flowering plant" means a marijuana plant from the time it exhibits the first signs of sexual maturity through harvest. 30

31 (5) "Marijuana" or "marihuana" means Cannabis indica, Cannabis sativa, and Cannabis ruderalis, hybrids of such species, and any other strains commonly understood 32 33 within the scientific community to constitute marijuana, as well as resin extracted from the 34 plant and marijuana-infused products. "Marijuana" or "marihuana" do not include industrial 35 hemp containing a cropwide average tetrahydrocannabinol concentration that does not exceed 36 three-tenths of one percent on a dry weight basis, or commodities or products manufactured 37 from industrial hemp.

(6) "Marijuana-infused products" means products that are infused with marijuana or 38 39 an extract thereof and are intended for use or consumption other than by smoking, including, 40 but not limited to, edible products, ointments, tinctures and concentrates.

"Medical marijuana cultivation facility" means a facility licensed by the 41 (7)department to acquire, cultivate, process, store, transport, and sell marijuana to a medical 42 marijuana dispensary facility, medical marijuana testing facility, or to a medical marijuana-43 44 infused products manufacturing facility.

45 "Medical marijuana dispensary facility" means a facility licensed by the (8) 46 department to acquire, store, sell, transport, and deliver marijuana, marijuana-infused 47 products, and drug paraphernalia used to administer marijuana as provided for in this section to a qualifying patient, a primary caregiver, another medical marijuana dispensary facility, a 48

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medical marijuana testing facility, or a medical marijuana-infused products manufacturing 49 facility. 50

51 (9) "Medical marijuana-infused products manufacturing facility" means a facility licensed by the department to acquire, store, manufacture, transport, and sell marijuana-52 53 infused products to a medical marijuana dispensary facility, a medical marijuana testing 54 facility, or to another medical marijuana-infused products manufacturing facility.

55 (10) "Medical marijuana testing facility" means a facility certified by the department 56 to acquire, test, certify, and transport marijuana.

57 "Medical use" means the production, possession, delivery, distribution, (11)transportation, or administration of marijuana or a marijuana-infused product, or drug 58 paraphernalia used to administer marijuana or a marijuana-infused product, for the benefit of 59 60 a qualifying patient to mitigate the symptoms or effects of the patient's qualifying medical condition. 61

62 (12) "Physician" means an individual who is licensed and in good standing to practice 63 medicine or osteopathy under Missouri law.

64 (13) "Physician certification" means a document, whether handwritten, electronic or 65 in another commonly used format, signed by a physician and stating that, in the physician's 66 professional opinion, the patient suffers from a qualifying medical condition.

(14) "Primary caregiver" means an individual twenty-one years of age or older who 67 68 has significant responsibility for managing the well-being of a qualifying patient and who is designated as such on the primary caregiver's application for an identification card under this 69 70 section or in other written notification to the department.

71 (15) "Qualifying medical condition" means the condition of, symptoms related to, or 72 side-effects from the treatment of:

- (a) Cancer; 73
- 74 (b) Epilepsy;
- 75 (c) Glaucoma;

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(d) Intractable migraines unresponsive to other treatment;

77 (e) A chronic medical condition that causes severe, persistent pain or persistent 78 muscle spasms, including but not limited to those associated with multiple sclerosis, seizures, 79 Parkinson's disease, and Tourette's syndrome;

80 (f) Debilitating psychiatric disorders, including, but not limited to, posttraumatic stress disorder, if diagnosed by a state licensed psychiatrist; 81

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(g) Human immunodeficiency virus or acquired immune deficiency syndrome;

83 (h) A chronic medical condition that is normally treated with a prescription medication that could lead to physical or psychological dependence, when a physician 84

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determines that medical use of marijuana could be effective in treating that condition andwould serve as a safer alternative to the prescription medication;

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(i) Any terminal illness; or

(j) In the professional judgment of a physician, any other chronic, debilitating or other
medical condition, including, but not limited to, hepatitis C, amyotrophic lateral sclerosis,
inflammatory bowel disease, Crohn's disease, Huntington's disease, autism, neuropathies,
sickle cell anemia, agitation of Alzheimer's disease, cachexia, and wasting syndrome.

92 (16) "Qualifying patient" means a Missouri resident diagnosed with at least one 93 qualifying medical condition.

3. Creating Patient Access to Medical Marijuana.

95 (1) In carrying out the implementation of this section, the department shall have the 96 authority to:

97 (a) Grant or refuse state licenses and certifications for the cultivation, manufacture, 98 dispensing, sale, testing, tracking, and transportation of marijuana for medical use as provided 99 by law; suspend, fine, restrict, or revoke such licenses and certifications upon a violation of 100 this section or a rule promulgated pursuant to this section; and impose any administrative 101 penalty authorized by this section or any rule promulgated pursuant to this section.

102 (b) Promulgate rules and emergency rules necessary for the proper regulation and 103 control of the cultivation, manufacture, dispensing, and sale of marijuana for medical use and 104 for the enforcement of this section so long as patient access is not restricted unreasonably and 105 such rules are reasonably necessary for patient safety or to restrict access to only licensees 106 and qualifying patients.

107 (c) Develop such forms, certificates, licenses, identification cards, and applications as 108 are necessary for, or reasonably related to, the administration of this section or any of the 109 rules promulgated under this section;

110 (d) Require a seed-to-sale tracking system that tracks medical marijuana from either 111 the seed or immature plant stage until the medical marijuana or medical marijuana-infused 112 product is sold to a qualifying patient or primary caregiver to ensure that no medical 113 marijuana grown by a medical marijuana cultivation facility or manufactured by a medical 114 marijuana-infused products manufacturing facility is sold or otherwise transferred except by a medical marijuana dispensary facility. The department shall certify, if possible, at least two 115 commercially available systems to licensees as compliant with its tracking standards and 116 117 issue standards for the creation or use of other systems by licensees.

(e) Issue standards for the secure transportation of marijuana and marijuana-infused
products. The department shall certify entities which demonstrate compliance with its
transportation standards to transport marijuana and marijuana-infused products to a medical
marijuana cultivation facility, a medical marijuana-infused products manufacturing facility, a

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medical marijuana dispensary facility, a medical marijuana testing facility, or another entity with a transportation certification. The department shall develop or adopt from any other governmental agency such safety and security standards as are reasonably necessary for the transportation of marijuana. Any entity licensed or certified pursuant to this section shall be

126 allowed to transport cannabis.

(f) The department may charge a fee not to exceed \$5,000 for any certification issuedpursuant to this section.

(g) Prepare and transmit annually a publicly available report accounting to the
governor for the efficient discharge of all responsibilities assigned to the department under
this section;

(h) Establish a system to numerically score competing medical marijuana licensee
and certificate applicants, only in cases where more applicants apply than the minimum
number of licenses or certificates as calculated by this section, which scoring shall be limited
to an analysis of the following:

(i) the character, veracity, background, qualifications, and relevant experience ofprincipal officers or managers;

(ii) the business plan proposed by the applicant, which in the case of cultivation
facilities and dispensaries shall include the ability to maintain an adequate supply of
marijuana, plans to ensure safety and security of qualifying patients and the community,
procedures to be used to prevent diversion, and any plan for making marijuana available to
low-income qualifying patients;

143 (iii) site security;

144 (iv) experience in a legal cannabis market;

(v) in the case of medical marijuana testing facilities, the experience of their personnel
with testing marijuana, food or drugs for toxins and/or potency and health care industry
experience;

148 (vi) the potential for positive economic impact in the site community;

(vii) in the case of medical marijuana cultivation facilities, capacity or experience withagriculture, horticulture, and health care;

151 (viii) in the case of medical marijuana dispensary facilities, capacity or experience 152 with health care, the suitability of the proposed location, and its accessibility for patients;

(ix) in the case of medical marijuana-infused products manufacturing facilities,capacity or experience with food and beverage manufacturing; and

155 (x) maintaining competitiveness in the marijuana for medical use marketplace.

156 In ranking applicants and awarding licenses and certificates, the department may 157 consult or contract with other public agencies with relevant expertise regarding these factors.

The department shall lift or ease any limit on the number of licensees or certificate holders in 158 159 order to meet the demand for marijuana for medical use by qualifying patients.

160 The department shall issue any rules or emergency rules necessary for the (2)161 implementation and enforcement of this section and to ensure the right to, availability, and 162 safe use of marijuana for medical use by qualifying patients. In developing such rules or 163 emergency rules, the department may consult with other public agencies. In addition to any 164 other rules or emergency rules necessary to carry out the mandates of this section, the 165 department may issue rules or emergency rules relating to the following subjects:

166 (a) Compliance with, enforcement of, or violation of any provision of this section or 167 any rule issued pursuant to this section, including procedures and grounds for denying, suspending, fining, restricting, or revoking a state license or certification issued pursuant to 168 169 this section:

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(b) Specifications of duties of officers and employees of the department;

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(c) Instructions or guidance for local authorities and law enforcement officers;

172 Requirements for inspections, investigations, searches, seizures, and such (d)

173 additional enforcement activities as may become necessary from time to time;

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(e) Creation of a range of administrative penalties for use by the department;

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(f) Prohibition of misrepresentation and unfair practices;

176 (g) Control of informational and product displays on licensed premises provided that the rules may not prevent or unreasonably restrict appropriate signs on the property of the 177 178 medical marijuana dispensary facility, product display and examination by the qualifying 179 patient and/or primary caregiver, listings in business directories including phone books, 180 listings in marijuana-related or medical publications, or the sponsorship of health or not for 181 profit charity or advocacy events;

182 (h) Development of individual identification cards for owners, officers, managers, 183 contractors, employees, and other support staff of entities licensed or certified pursuant to this section, including a fingerprint-based federal and state criminal record check in accordance 184 185 with U.S. Public Law 92-544, or its successor provisions, as may be required by the 186 department prior to issuing a card and procedures to ensure that cards for new applicants are 187 issued within fourteen days. Applicants licensed pursuant to this section shall submit fingerprints to the Missouri state highway patrol for the purpose of conducting a state and 188 189 federal fingerprint-based criminal background check. The Missouri state highway patrol, if 190 necessary, shall forward the fingerprints to the Federal Bureau of Investigation (FBI) for the 191 purpose of conducting a fingerprint-based criminal background check. Fingerprints shall be 192 submitted pursuant to 43.543 and fees shall be paid pursuant to 43.530;

193 (i) Security requirements for any premises licensed or certified pursuant to this 194 section, including, at a minimum, lighting, physical security, video, alarm requirements, and

195 other minimum procedures for internal control as deemed necessary by the department to 196 properly administer and enforce the provisions of this section, including reporting 197 requirements for changes, alterations, or modifications to the premises;

(j) Regulation of the storage of, warehouses for, and transportation of marijuana formedical use;

(k) Sanitary requirements for, including, but not limited to, the preparation of medical
 marijuana-infused products;

202 (1) The specification of acceptable forms of picture identification that a medical 203 marijuana dispensary facility may accept when verifying a sale;

204 (m) Labeling and packaging standards;

205 (n) Records to be kept by licensees and the required availability of the records;

(o) State licensing procedures, including procedures for renewals, reinstatements,initial licenses, and the payment of licensing fees;

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(p) The reporting and transmittal of tax payments;

209 (q) Authorization for the department of revenue to have access to licensing 210 information to ensure tax payment and the effective administration of this section; and

211 (r) Such other matters as are necessary for the fair, impartial, stringent, and 212 comprehensive administration of this section.

(3) The department shall issue rules or emergency rules for a medical marijuana and medical marijuana-infused products independent testing and certification program for medical marijuana licensees and requiring licensees to test medical marijuana using one or more impartial, independent laboratories to ensure, at a minimum, that products sold for human consumption do not contain contaminants that are injurious to health, to ensure correct labeling and measure potency. The department shall not require any medical marijuana or medical marijuana-infused products to be tested more than once prior to sale.

220 The department shall issue rules or emergency rules to provide for the (4) 221 certification of and standards for medical marijuana testing facilities, including the 222 requirements for equipment and qualifications for personnel, but shall not require 223 certificate holders to have any federal agency licensing or have any relationship with a 224 federally licensed testing facility. The department shall certify, if possible, at least two 225 entities as medical marijuana testing facilities. No medical marijuana testing facility shall be 226 owned by an entity under substantially common control, ownership, or management as a 227 medical marijuana cultivation facility, medical marijuana-infused product manufacturing 228 facility, or medical marijuana dispensary facility.

(5) The department shall maintain the confidentiality of reports or other information obtained from an applicant or licensee containing any individualized data, information, or records related to the licensee or its operation, including sales information, financial records,

tax returns, credit reports, cultivation information, testing results, and security information and plans, or revealing any patient information, or any other records that are exempt from public inspection pursuant to state or federal law. Such reports or other information may be used only for a purpose authorized by this section. Any information released related to patients may be used only for a purpose authorized by federal law and this section, including verifying that a person who presented a patient identification card to a state or local law enforcement official is lawfully in possession of such card.

(6) Within one hundred eighty days of December 6, 2018, the department shall make
available to the public license application forms and application instructions for medical
marijuana cultivation facilities, medical marijuana testing facilities, medical marijuana
dispensary facilities, and medical marijuana-infused products manufacturing facilities.

(7) Within one hundred eighty days of December 6, 2018, the department shall make
available to the public application forms and application instructions for qualifying patient,
qualifying patient cultivation, and primary caregiver identification cards. Within two hundred
ten days of December 6, 2018, the department shall begin accepting applications for such
identification cards.

248 (8) An entity may apply to the department for and obtain one or more licenses to 249 grow marijuana as a medical marijuana cultivation facility. Each facility in operation shall 250 require a separate license, but multiple licenses may be utilized in a single facility. Each 251 indoor facility utilizing artificial lighting may be limited by the department to thirty thousand 252 square feet of flowering plant canopy space. Each outdoor facility utilizing natural lighting 253 may be limited by the department to two thousand eight hundred flowering plants. Each 254 greenhouse facility using a combination of natural and artificial lighting may be limited by 255 the department, at the election of the licensee, to two thousand eight hundred flowering plants 256 or thirty thousand square feet of flowering plant canopy. The license shall be valid for three 257 years from its date of issuance and shall be renewable, except for good cause. The 258 department shall charge each applicant a nonrefundable fee of ten thousand dollars per license 259 application or renewal for all applicants filing an application within three years of December 260 6, 2018, and shall charge each applicant a nonrefundable fee of five thousand dollars per 261 license application or renewal thereafter. Once granted, the department shall charge each 262 licensee an annual fee of twenty-five thousand dollars per facility license. Application and 263 license fees shall be increased or decreased each year by the percentage of increase or 264 decrease from the end of the previous calendar year of the Consumer Price Index, or 265 successor index as published by the U.S. Department of Labor, or its successor agency. No 266 more than three medical marijuana cultivation facility licenses shall be issued to any entity 267 under substantially common control, ownership, or management.

268 (9) An entity may apply to the department for and obtain one or more licenses to 269 operate a medical marijuana dispensary facility. Each facility in operation shall require a 270 separate license. A license shall be valid for three years from its date of issuance and shall be 271 renewable, except for good cause. The department shall charge each applicant a 272 nonrefundable fee of six thousand dollars per license application or renewal for each 273 applicant filing an application within three years of December 6, 2018, and shall charge each 274 applicant a nonrefundable fee of three thousand dollars per license application or renewal 275 thereafter. Once granted, the department shall charge each licensee an annual fee of ten 276 thousand dollars per facility license. Application and license fees shall be increased or 277 decreased each year by the percentage of increase or decrease from the end of the previous 278 calendar year of the Consumer Price Index, or successor index as published by the U.S. 279 Department of Labor, or its successor agency. No more than five medical marijuana 280 dispensary facility licenses shall be issued to any entity under substantially common control, 281 ownership, or management.

282 (10) An entity may apply to the department for and obtain one or more licenses to 283 operate a medical marijuana-infused products manufacturing facility. Each facility in 284 operation shall require a separate license. A license shall be valid for three years from its date 285 of issuance and shall be renewable, except for good cause. The department shall charge each 286 applicant a nonrefundable fee of six thousand dollars per license application or renewal for 287 each applicant filing an application within three years of December 6, 2018, and shall charge 288 each applicant a nonrefundable fee of three thousand dollars per license application or 289 renewal thereafter. Once granted, the department shall charge each licensee an annual fee of 290 ten thousand dollars per facility license. Application and license fees shall be increased or 291 decreased each year by the percentage of increase or decrease from the end of the previous 292 calendar year of the Consumer Price Index, or successor index as published by the U.S. 293 Department of Labor, or its successor agency. No more than three medical marijuana-infused 294 products manufacturing facility licenses shall be issued to any entity under substantially 295 common control, ownership, or management.

296 (11) Any applicant for a license authorized by this section may prefile their 297 application fee with the department beginning 30 days after December 6, 2018.

(12) Except for good cause, a qualifying patient or his or her primary caregiver may obtain an identification card from the department to cultivate up to six flowering marijuana plants for the exclusive use of that qualifying patient. The card shall be valid for twelve months from its date of issuance and shall be renewable with the annual submittal of a new or updated physician's certification. The department shall charge an annual fee for the card of one hundred dollars, with such rate to be increased or decreased each year by the percentage of increase or decrease from the end of the previous calendar year of the Consumer Price 305 Index, or successor index as published by the U.S. Department of Labor, or its successor 306 agency.

307 (13) The department may set a limit on the amount of marijuana that may be 308 purchased by or on behalf of a single qualifying patient in a thirty-day period, provided that 309 limit is not less than four ounces of dried, unprocessed marijuana, or its equivalent. Any such 310 limit shall not apply to a qualifying patient with written certification from two independent 311 physicians that there are compelling reasons why the qualifying patient needs a greater 312 amount than the limit established by the department.

313 (14) The department may set a limit on the amount of marijuana that may be 314 possessed by or on behalf of each qualifying patient, provided that limit is not less than a 315 sixty-day supply of dried, unprocessed marijuana, or its equivalent. A primary caregiver may 316 possess a separate legal limit for each qualifying patient under their care and a separate legal 317 limit for themselves if they are a qualifying patient. Qualifying patients cultivating marijuana 318 for medical use may possess up to a ninety-day supply, so long as the supply remains on 319 property under their control. Any such limit shall not apply to a qualifying patient with 320 written certification from two independent physicians that there are compelling reasons for 321 additional amounts. Possession of between the legal limit and up to twice the legal limit shall 322 subject the possessor to department sanctions, including an administrative penalty and loss of 323 their patient identification card for up to a year. Purposefully possessing amounts in excess of 324 twice the legal limit shall be punishable by imprisonment of up to one year and a fine of up to 325 two thousand dollars.

326 (15) The department may restrict the aggregate number of licenses granted for 327 medical marijuana cultivation facilities, provided, however, that the number may not be 328 limited to fewer than one license per every one hundred thousand inhabitants, or any portion 329 thereof, of the state of Missouri, according to the most recent census of the United States. A 330 decrease in the number of inhabitants in the state of Missouri shall have no impact.

(16) The department may restrict the aggregate number of licenses granted for marijuana-infused products manufacturing facilities, provided, however, that the number may not be limited to fewer than one license per every seventy thousand inhabitants, or any portion thereof, of the state of Missouri, according to the most recent census of the United States. A decrease in the number of inhabitants in the state of Missouri shall have no impact.

336 (17) The department may restrict the aggregate number of licenses granted for 337 medical marijuana dispensary facilities, provided, however, that the number may not be 338 limited to fewer than twenty-four licenses in each United States congressional district in the 339 state of Missouri pursuant to the map of each of the eight congressional districts as drawn and 340 effective on December 6, 2018. Future changes to the boundaries of or the number of 341 congressional districts shall have no impact.

342 (18) The department shall begin accepting license and certification applications for 343 medical marijuana dispensary facilities, medical marijuana testing facilities, medical 344 marijuana cultivation facilities, medical marijuana-infused products manufacturing 345 facilities, seed-to-sale tracking systems, and for transportation of marijuana no later than 346 two hundred forty days after December 6, 2018. Applications for licenses and certifications 347 under this section shall be approved or denied by the department no later than one hundred 348 fifty days after their submission. If the department fails to carry out its nondiscretionary duty 349 to approve or deny an application within one hundred fifty days of submission, an applicant 350 may immediately seek a court order compelling the department to approve or deny the 351 application.

352 Qualifying patients under this section shall obtain and annually renew an (19) 353 identification card or cards from the department. The department shall charge a fee of 354 twenty-five dollars per year per card with such fee to be increased or decreased each year by 355 the percentage of increase or decrease from the end of the previous calendar year of the 356 Consumer Price Index, or successor index as published by the U.S. Department of Labor or 357 its successor agency. Upon receiving an application for a qualifying patient identification 358 card or qualifying patient cultivation identification card, the department shall, within thirty 359 days, either issue the card or provide a written explanation for its denial. If the department 360 fails to deny and fails to issue a card to an eligible qualifying patient within thirty days, then 361 their physician certification shall serve as their qualifying patient identification card or 362 qualifying patient cultivation identification card for up to one year from the date of physician 363 certification. All initial applications for or renewals of a qualifying patient identification card 364 or qualifying patient cultivation identification card shall be accompanied by a physician 365 certification that is less than thirty days old.

366 (20)Primary caregivers under this section shall obtain and annually renew an 367 identification card from the department. The department shall charge a fee of twenty-five 368 dollars per year, with such fee to be increased or decreased each year by the percentage of 369 increase or decrease from the end of the previous calendar year of the Consumer Price Index, 370 or successor index as published by the U.S. Department of Labor, or its successor agency. 371 Upon receiving an application for a primary caregiver identification card, the department 372 shall, within thirty days, either issue the card or provide a written explanation for its denial. 373 (21) All marijuana for medical use sold in Missouri shall be cultivated in a licensed

374 medical marijuana cultivation facility located in Missouri.

375 (22) All marijuana-infused products for medical use sold in the state of Missouri shall
 376 be manufactured in a medical marijuana-infused products manufacturing facility.

377 (23) The denial of a license, license renewal, or identification card by the department 378 shall be appealable to the administrative hearing commission, or its successor entity.

Following the exhaustion of administrative review, denial of a license, license renewal, or identification card by the department shall be subject to judicial review as provided by law.

381 (24) No elected official shall interfere directly or indirectly with the department's382 obligations and activities under this section.

383 (25) The department shall not have the authority to apply or enforce any rule or 384 regulation that would impose an undue burden on any one or more licensees or certificate 385 holders, any qualifying patients, or act to undermine the purposes of this section.

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4. Taxation and Reporting.

387 (1) A tax is levied upon the retail sale of marijuana for medical use sold at medical 388 marijuana dispensary facilities within the state. The tax shall be at a rate of four percent of 389 the retail price. The tax shall be collected by each licensed medical marijuana dispensary 390 facility and paid to the department of revenue. After retaining no more than five percent for 391 its actual collection costs, amounts generated by the tax levied in this section shall be 392 deposited by the department of revenue into the Missouri veterans' health and care fund. 393 Licensed entities making retail sales within the state shall be allowed approved credit for 394 returns provided the tax was paid on the returned item and the purchaser was given the refund 395 or credit.

396 (2) There is hereby created in the state treasury the "Missouri Veterans' Health and 397 Care Fund", which shall consist of taxes and fees collected under this section. The state 398 treasurer shall be custodian of the fund, and he or she shall invest monies in the fund in the 399 same manner as other funds are invested. Any interest and monies earned on such 400 investments shall be credited to the fund. Notwithstanding any other provision of law, any monies remaining in the fund at the end of a biennium shall not revert to the credit of the 401 402 general revenue fund. The commissioner of administration is authorized to make cash operating transfers to the fund for purposes of meeting the cash requirements of the 403 404 department in advance of it receiving annual application, licensing, and tax revenue, with any 405 such transfers to be repaid as provided by law. The fund shall be a dedicated fund and shall 406 [stand appropriated without further legislative action] be distributed as follows:

407 (a) First, to the department, an amount necessary for the department to carry out this 408 section, including repayment of any cash operating transfers, payments made through contract 409 or agreement with other state and public agencies necessary to carry out this section, and a 410 reserve fund to maintain a reasonable working cash balance for the purpose of carrying out 411 this section;

412 (b) Next, the remainder of such funds shall be transferred to the Missouri veterans 413 commission for health and care services for military veterans, including the following 414 purposes: operations, maintenance, and capital improvements of the Missouri veterans homes 415 **and construction of additional veterans homes**, the Missouri service officer's program, and

416 other services for veterans approved by the commission, including, but not limited to, health 417 care services, mental health services, **suicide prevention**, drug rehabilitation services, 418 housing assistance, job training, tuition assistance, and housing assistance to prevent 419 homelessness. The Missouri veterans commission shall contract with other public agencies 420 for the delivery of services beyond its expertise.

421 (c) All monies from the taxes authorized under this subsection shall provide 422 additional dedicated funding for the purposes enumerated above and shall not replace existing 423 dedicated funding.

(3) For all retail sales of marijuana for medical use, a record shall be kept by the seller which identifies, by secure and encrypted patient number issued by the seller to the qualifying patient involved in the sale, all amounts and types of marijuana involved in the sale and the total amount of money involved in the sale, including itemizations, taxes collected and grand total sale amounts. All such records shall be kept on the premises in a readily available format and be made available for review by the department and the department of revenue upon request. Such records shall be retained for five years from the date of the sale.

431 (4) The tax levied pursuant to this subsection is separate from, and in addition to, any
432 general state and local sales and use taxes that apply to retail sales, which shall continue to be
433 collected and distributed as provided by general law.

434 (5) Except as authorized in this subsection, no additional taxes shall be imposed on 435 the sale of marijuana for medical use.

(6) The fees and taxes provided for in this Article XIV, Section 1 shall be fully
enforceable notwithstanding any other provision in this Constitution purportedly prohibiting
or restricting the taxes and fees provided for herein.

439 (7) The unexpended balance existing in the fund shall be exempt from the provisions
440 of section 33.080 relating to the transfer of unexpended balances to the general revenue fund.
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5. Additional Patient, Physician, Caregiver and Provider Protections.

442 (1) Except as provided in this section, the possession of marijuana in quantities less 443 than the limits of this section, or established by the department, and transportation of 444 marijuana from a medical marijuana dispensary facility to the qualifying patient's residence 445 shall not subject the possessor to arrest, criminal or civil liability, or sanctions under Missouri 446 law, provided that the possessor produces on demand to the appropriate authority a valid 447 qualifying patient identification card; a valid qualifying patient cultivation identification card; 448 a valid physician certification while making application for an identification card; or a valid 449 primary caregiver identification card. Production of the respective equivalent identification 450 card or authorization issued by another state or political subdivision of another state shall also 451 meet the requirements of this subdivision.

452 (2) No patient shall be denied access to or priority for an organ transplant because 453 they hold a qualifying patient identification card or use marijuana for medical use.

454 (3) A physician shall not be subject to criminal or civil liability or sanctions under 455 Missouri law or discipline by the Missouri state board of registration for the healing arts, or 456 its successor agency, for owning, operating, investing in, being employed by, or contracting 457 with any entity licensed or certified pursuant to this section or issuing a physician certification 458 to a patient diagnosed with a qualifying medical condition in a manner consistent with this 459 section and legal standards of professional conduct.

460 (4) A health care provider shall not be subject to civil or criminal prosecution under 461 Missouri law, denial of any right or privilege, civil or administrative penalty or sanction, or 462 disciplinary action by any accreditation or licensing board or commission for owning, 463 operating, investing in, being employed by, or contracting with any entity licensed or certified 464 pursuant to this section or providing health care services that involve the medical use of 465 marijuana consistent with this section and legal standards of professional conduct.

466 (5) A medical marijuana testing facility shall not be subject to civil or criminal 467 prosecution under Missouri law, denial of any right or privilege, civil or administrative 468 penalty or sanction, or disciplinary action by any accreditation or licensing board or 469 commission for providing laboratory testing services that relate to the medical use of 470 marijuana consistent with this section and otherwise meeting legal standards of professional 471 conduct.

472 (6) A health care provider shall not be subject to mandatory reporting requirements
473 for the medical use of marijuana by nonemancipated qualifying patients under eighteen years
474 of age in a manner consistent with this section and with consent of a parent or guardian.

475 (7) A primary caregiver shall not be subject to criminal or civil liability or sanctions 476 under Missouri law for purchasing, transporting, or administering marijuana for medical use 477 to a qualifying patient or participating in the patient cultivation of up to six flowering 478 marijuana plants per patient in a manner consistent with this section and generally established 479 legal standards of personal or professional conduct.

480 (8) An attorney shall not be subject to disciplinary action by the state bar association 481 or other professional licensing body for owning, operating, investing in, being employed by, 482 contracting with, or providing legal assistance to prospective or licensed medical marijuana 483 testing facilities, medical marijuana cultivation facilities, medical marijuana dispensary 484 facilities, medical marijuana-infused products manufacturing facilities, qualifying patients, 485 primary caregivers, physicians, health care providers or others related to activity that is no 486 longer subject to criminal penalties under state law pursuant to this section.

487 (9) Actions and conduct by qualifying patients, primary caregivers, medical 488 marijuana testing facilities, medical marijuana cultivation facilities, medical marijuana-

489 infused products manufacturing facilities, or medical marijuana dispensary facilities licensed 490 or registered with the department, or their employees or agents, as permitted by this section 491 and in compliance with department regulations and other standards of legal conduct, shall not 492 be subject to criminal or civil liability or sanctions under Missouri law, except as provided for 493 by this section.

494 (10) Nothing in this section shall provide immunity for negligence, either common
495 law or statutorily created, nor criminal immunities for operating a vehicle, aircraft, dangerous
496 device, or navigating a boat under the influence of marijuana.

497 (11) It is the public policy of the state of Missouri that contracts related to marijuana 498 for medical use that are entered into by qualifying patients, primary caregivers, medical 499 marijuana testing facilities, medical marijuana cultivation facilities, medical marijuana-500 infused products manufacturing facilities, or medical marijuana dispensary facilities and 501 those who allow property to be used by those entities, should be enforceable. It is the public 502 policy of the state of Missouri that no contract entered into by qualifying patients, primary 503 caregivers, medical marijuana testing facilities, medical marijuana cultivation facilities, 504 medical marijuana-infused products manufacturing facilities, or medical marijuana 505 dispensary facilities, or by a person who allows property to be used for activities that are 506 exempt from state criminal penalties by this section, shall be unenforceable on the basis that 507 activities related to medical marijuana may be prohibited by federal law.

508 6. Legislation.

509 Nothing in this section shall limit the general assembly from enacting laws consistent 510 with this section, or otherwise effectuating the patient rights of this section. The legislature 511 shall not enact laws that hinder the right of qualifying patients to access marijuana for medical 512 use as granted by this section.

513 7. Additional Provisions.

514

(1) Nothing in this section permits a person to:

515 (a) Consume marijuana for medical use in a jail or correctional facility;

516 (b) Undertake any task under the influence of marijuana when doing so would 517 constitute negligence or professional malpractice; or

518 (c) Operate, navigate, or be in actual physical control of any dangerous device or 519 motor vehicle, aircraft or motorboat while under the influence of marijuana; or

(d) Bring a claim against any employer, former employer, or prospective employer for wrongful discharge, discrimination, or any similar cause of action or remedy, based on the employer, former employer, or prospective employer prohibiting the employee, former employee, or prospective employee from being under the influence of marijuana while at work or disciplining the employee or former employee, up to and including termination from employment, for working or attempting to work while under the influence of marijuana.

526 (2) No medical marijuana cultivation facility, medical marijuana testing facility, 527 medical marijuana dispensary facility, or medical marijuana-infused products manufacturing 528 facility, or entity with a transportation certification shall be owned, in whole or in part, or 529 have as an officer, director, board member, manager, or employee, any individual with a 530 disqualifying felony offense. A "disqualifying felony offense" is a violation of, and 531 conviction or guilty plea to, state or federal law that is, or would have been, a felony under

532 Missouri law, regardless of the sentence imposed, unless the department determines that:

(a) The person's conviction was for the medical use of marijuana or assisting in themedical use of marijuana; or

535 (b) The person's conviction was for a nonviolent crime for which he or she was not 536 incarcerated and that is more than five years old; or

537 (c) More than five years have passed since the person was released from parole or 538 probation, and he or she has not been convicted of any subsequent criminal offenses.

539 The department may consult with and rely on the records, advice and 540 recommendations of the attorney general and the department of public safety, or their 541 successor entities, in applying this subdivision.

(3) All medical marijuana cultivation facility, medical marijuana dispensary facility, and medical marijuana-infused products manufacturing facility licenses, entities with medical marijuana testing facility certifications, and entities with transportation certifications shall be held by entities that are majority owned by natural persons who have been citizens of the state of Missouri for at least one year prior to the application for such license or certification. Notwithstanding the foregoing, entities outside the state of Missouri may own a minority stake in such entities.

(4) No medical marijuana cultivation facility, medical marijuana dispensary facility, or medical marijuana-infused products manufacturing facility shall manufacture, package or label marijuana or marijuana-infused products in a false or misleading manner. No person shall sell any product in a manner designed to cause confusion between a marijuana or marijuana-infused product and any product not containing marijuana. A violation of this subdivision shall be punishable by an appropriate and proportional department sanction, up to and including loss of license.

556 (5) All edible marijuana-infused products shall be sold in individual, child-resistant 557 containers that are labeled with dosage amounts, instructions for use, and estimated length of 558 effectiveness. All marijuana and marijuana-infused products shall be sold in containers 559 clearly and conspicuously labeled, in a font size at least as large as the largest other font size 560 used on the package, as containing "Marijuana", or a "Marijuana-Infused Product". Violation 561 of this prohibition shall subject the violator to department sanctions, including an 562 administrative penalty.

563 (6) No individual shall serve as the primary caregiver for more than three qualifying 564 patients.

565 (7) No qualifying patient shall consume marijuana for medical use in a public place, 566 unless provided by law. Violation of this prohibition shall subject the violator to sanctions as 567 provided by general law.

(8) No person shall extract resins from marijuana using dangerous materials or combustible gases without a medical marijuana-infused products manufacturing facility license. Violation of this prohibition shall subject the violator to department sanctions, including an administrative penalty and, if applicable, loss of their identification card, certificate, or license for up to one year.

573 (9) All qualifying patient cultivation shall take place in an enclosed, locked facility 574 that is equipped with security devices that permit access only by the qualifying patient or by 575 such patient's primary caregiver. Two qualifying patients, who both hold valid qualifying 576 patient cultivation identification cards, may share one enclosed, locked facility. No more than 577 twelve qualifying patient or primary caregiver cultivated flowering marijuana plants may be 578 cultivated in a single, enclosed locked facility, except when a primary caregiver also holds a 579 qualifying patient cultivation identification card, in which case no more than eighteen 580 flowering marijuana plants may be cultivated in a single, enclosed, locked facility.

581 (10) No medical marijuana cultivation facility, medical marijuana dispensary facility, 582 medical marijuana-infused products manufacturing facility, medical marijuana testing facility, 583 or entity with a transportation certification shall assign, sell, give, lease, sublicense, or 584 otherwise transfer its license or certificate to any other entity without the express consent of 585 the department, not to be unreasonably withheld.

586 (11) Unless allowed by the local government, no new medical marijuana cultivation facility, medical marijuana testing facility, medical marijuana dispensary facility, or medical 587 588 marijuana-infused products manufacturing facility shall be initially sited within one thousand 589 feet of any then-existing elementary or secondary school, child day-care center, or church. 590 No local government shall prohibit medical marijuana cultivation facilities, medical 591 marijuana testing facilities, medical marijuana-infused products manufacturing facilities, or 592 medical marijuana dispensary facilities, or entities with a transportation certification either 593 expressly or through the enactment of ordinances or regulations that make their operation 594 unduly burdensome in the jurisdiction. However, local governments may enact ordinances or 595 regulations not in conflict with this section, or with regulations enacted pursuant to this 596 section, governing the time, place, and manner of operation of such facilities in the locality. 597 A local government may establish civil penalties for violation of an ordinance or regulations 598 governing the time, place, and manner of operation of a medical marijuana cultivation facility, 599 medical marijuana testing facility, medical marijuana-infused products manufacturing facility,

600 medical marijuana dispensary facility, or entity holding a transportation certification that may 601 operate in such locality.

602 (12) Unless superseded by federal law or an amendment to this Constitution, a 603 physician shall not certify a qualifying condition for a patient by any means other than 604 providing a physician certification for the patient, whether handwritten, electronic, or in 605 another commonly used format. A qualifying patient must obtain a new physician 606 certification at least annually.

607 (13) A physician shall not issue a certification for the medical use of marijuana for a 608 nonemancipated qualifying patient under the age of eighteen without the written consent of 609 the qualifying patient's parent or legal guardian. The department shall not issue a qualifying patient identification card on behalf of a nonemancipated qualifying patient under the age of 610 611 eighteen without the written consent of the qualifying patient's parent or legal guardian. Such 612 card shall be issued to one of the parents or guardians and not directly to the patient. Only a 613 parent or guardian may serve as a primary caregiver for a nonemancipated qualifying patient 614 under the age of eighteen. Only the qualifying patient's parent or guardian shall purchase or 615 possess medical marijuana for a nonemancipated qualifying patient under the age of eighteen. 616 A parent or guardian shall supervise the administration of medical marijuana to a 617 nonemancipated qualifying patient under the age of eighteen.

618 (14) Nothing in this section shall be construed as mandating health insurance 619 coverage of medical marijuana for qualifying patient use.

620 (15) Real and personal property used in the cultivation, manufacture, transport, 621 testing, distribution, sale, and administration of marijuana for medical use or for activities 622 otherwise in compliance with this section shall not be subject to asset forfeiture solely 623 because of that use.

624 8. Severability.

The provisions of this section are severable, and if any clause, sentence, paragraph or section of this measure, or an application thereof, is adjudged invalid by any court of competent jurisdiction, the other provisions shall continue to be in effect to the fullest extent possible.

- 629 9. Effective Date.
- 630 The provisions of this section shall become effective on December 6, 2018.

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