E2SSB 5073 - H COMM AMD By Committee on Ways & Means

ADOPTED AS AMENDED 04/11/2011

Strike everything after the enacting clause and insert the 1 2 following:

"PART I 3

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LEGISLATIVE DECLARATION AND INTENT

5 NEW SECTION. Sec. 101. (1) The legislature intends to amend and clarify the law on the medical use of cannabis so that: 6

- (a) Qualifying patients and designated providers complying with the terms of this act and registering with the department of health will no longer be subject to arrest or prosecution, other criminal sanctions, or civil consequences based solely on their medical use of cannabis;
- 11 (b) Qualifying patients will have access to an adequate, safe, 12 consistent, and secure source of medical quality cannabis; and
 - (c) Health care professionals may authorize the medical use of cannabis in the manner provided by this act without fear of state criminal or civil sanctions.
 - (2) This act is not intended to amend or supersede Washington state law prohibiting the acquisition, possession, manufacture, sale, or use of cannabis for nonmedical purposes.
- 19 (3) This act is not intended to compromise community safety. 20 State, county, or city correctional agencies or departments shall retain the authority to establish and enforce terms for those on active 21 22 supervision.
- 23 Sec. 102. RCW 69.51A.005 and 2010 c 284 s 1 are each amended to 24 read as follows:
- 25 (1) The ((people of Washington state)) legislature finds that:
- 26 (a) There is medical evidence that some patients with terminal or debilitating ((illnesses)) medical conditions may, under their health 27 care professional's care, ((may)) benefit from the medical use of 28

- ((marijuana)) cannabis. Some of the ((illnesses)) conditions for which
 ((marijuana)) cannabis appears to be beneficial include ((chemotherapyrelated)), but are not limited to:
 - (i) Nausea ((and)), vomiting ((in cancer patients; AIDS wasting syndrome)), and cachexia associated with cancer, HIV-positive status, AIDS, hepatitis C, anorexia, and their treatments;
 - (ii) Severe muscle spasms associated with multiple sclerosis,
 epilepsy, and other seizure and spasticity disorders; ((epilepsy;))
 - (iii) Acute or chronic glaucoma;
 - (iv) Crohn's disease; and

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- 11 <u>(v) S</u>ome forms of intractable pain.
- ((The people find that)) (b) Humanitarian compassion necessitates that the decision to ((authorize the medical)) use ((of marijuana))

 cannabis by patients with terminal or debilitating ((illnesses))

 medical conditions is a personal, individual decision, based upon their health care professional's professional medical judgment and discretion.
- 18 <u>(2)</u> Therefore, the ((people of the state of Washington))
 19 legislature intends that:
 - (a) Qualifying patients with terminal or debilitating ((illnesses)) medical conditions who, in the judgment of their health care professionals, may benefit from the medical use of ((marijuana)) cannabis, shall not be ((found guilty of a crime under state law for their possession and limited use of marijuana)) arrested, prosecuted, or subject to other criminal sanctions or civil consequences under state law based solely on their medical use of cannabis, notwithstanding any other provision of law;
 - (b) Persons who act as designated providers to such patients shall also not be ((found guilty of a crime under state law for)) arrested, prosecuted, or subject to other criminal sanctions or civil consequences under state law, notwithstanding any other provision of law, based solely on their assisting with the medical use of ((marijuana)) cannabis; and
- 34 <u>(c)</u> Health care professionals <u>shall</u> also ((be excepted from) 35 <u>liability and prosecution</u>)) not be arrested, prosecuted, or subject to other criminal sanctions or civil consequences under state law for the proper authorization of ((marijuana)) <u>medical</u> use ((to)) of cannabis by

qualifying patients for whom, in the health care professional's 1 2 professional judgment, the medical ((marijuana)) use of cannabis may 3 prove beneficial.

- (3) Nothing in this chapter establishes the medical necessity or medical appropriateness of cannabis for treating terminal or debilitating medical conditions as defined in RCW 69.51A.010.
- (4) Nothing in this chapter diminishes the authority of 7 correctional agencies and departments, including local governments or jails, to establish a procedure for determining when the use of cannabis would impact community safety or the effective supervision of 10 those on active supervision for a criminal conviction, nor does it 11 12 create the right to any accommodation of any medical use of cannabis in 13 any correctional facility or jail.
- 14 Sec. 103. RCW 69.51A.020 and 1999 c 2 s 3 are each amended to read 15 as follows:

Nothing in this chapter shall be construed to supersede Washington state law prohibiting the acquisition, possession, manufacture, sale, or use of ((marijuana)) cannabis for nonmedical purposes. Criminal penalties created under this act do not preclude the prosecution or punishment for other crimes, including other crimes involving the manufacture or delivery of cannabis for nonmedical purposes.

22 PART II 23 **DEFINITIONS**

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Sec. 201. RCW 69.51A.010 and 2010 c 284 s 2 are each amended to 24 25 read as follows:

26 The definitions in this section apply throughout this chapter 27 unless the context clearly requires otherwise.

(1) "Cannabis" means all parts of the plant Cannabis, whether growing or not; the seeds thereof; the resin extracted from any part of the plant; and every compound, manufacture, salt, derivative, mixture, or preparation of the plant, its seeds, or resin. For the purposes of this chapter, "cannabis" does not include the mature stalks of the plant, fiber produced from the stalks, oil or cake made from the seeds of the plant, any other compound, manufacture, salt, derivative, mixture, or preparation of the mature stalks, except the resin

- extracted therefrom, fiber, oil, or cake, or the sterilized seed of the plant which is incapable of germination. The term "cannabis" includes cannabis products and useable cannabis.
 - (2) "Cannabis analysis laboratory" means a laboratory that performs chemical analysis and inspection of cannabis samples.
 - (3) "Cannabis products" means products that contain cannabis or cannabis extracts, have a measurable THC concentration greater than three-tenths of one percent, and are intended for human consumption or application, including, but not limited to, edible products, tinctures, and lotions. The term "cannabis products" does not include useable cannabis. The definition of "cannabis products" as a measurement of THC concentration only applies to the provisions of this chapter and shall not be considered applicable to any criminal laws related to marijuana or cannabis.
- 15 <u>(4) "Correctional facility" has the same meaning as provided in RCW</u> 16 72.09.015.
 - (5) "Corrections agency or department" means any agency or department in the state of Washington, including local governments or jails, that is vested with the responsibility to manage those individuals who are being supervised in the community for a criminal conviction and has established a written policy for determining when the medical use of cannabis, including possession, manufacture, or delivery of, or for possession with intent to manufacture or deliver, is inconsistent with and contrary to the person's supervision.
 - (6) "Designated provider" means a person who:
 - (a) Is eighteen years of age or older;

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- (b) Has been designated in ((writing)) a written document signed and dated by a qualifying patient to serve as a designated provider under this chapter; and
- (c) Is ((prohibited from consuming marijuana obtained for the personal, medical use of the patient for whom the individual is acting as designated provider; and
- 33 (d) Is the designated provider to only one patient at any one time.
- $\frac{(2)}{(2)}$) in compliance with the terms and conditions set forth in RCW 69.51A.040.
- A qualifying patient may be the designated provider for another qualifying patient and be in possession of both patients' cannabis at the same time.

- (7) "Director" means the director of the department of agriculture. 1
- (8) "Dispense" means the selection, measuring, packaging, labeling, 2 delivery, or retail sale of cannabis by a licensed dispenser to a 3 qualifying patient or designated provider. 4
- (9) "Health care professional," for purposes of this chapter only, 5 6 means a physician licensed under chapter 18.71 RCW, a physician assistant licensed under chapter 18.71A RCW, an osteopathic physician 7 8 licensed under chapter 18.57 RCW, an osteopathic physicians' assistant licensed under chapter 18.57A RCW, a naturopath licensed under chapter 9 10 18.36A RCW, or an advanced registered nurse practitioner licensed under 11 chapter 18.79 RCW.
- 12 (((3))) (10) "Jail" has the same meaning as provided in RCW 70.48.020. 13
- (11) "Labeling" means all labels and other written, printed, or 14 graphic matter (a) upon any cannabis intended for medical use, or (b) 15 accompanying such cannabis. 16

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- (12) "Licensed dispenser" means a person licensed to dispense cannabis for medical use to qualifying patients and designated providers by the department of health in accordance with rules adopted by the department of health pursuant to the terms of this chapter.
- (13) "Licensed processor of cannabis products" means a person licensed by the department of agriculture to manufacture, process, handle, and label cannabis products for wholesale to licensed dispensers.
 - (14) "Licensed producer" means a person licensed by the department of agriculture to produce cannabis for medical use for wholesale to licensed dispensers and licensed processors of cannabis products in accordance with rules adopted by the department of agriculture pursuant to the terms of this chapter.
- 30 (15) "Medical use of ((marijuana)) cannabis" means the manufacture, processing, possession, transportation, delivery, 31 production, dispensing, ingestion, application, or administration of ((marijuana, 32 33 as defined in RCW $69.50.101(q)_{+}$)) cannabis for the exclusive benefit of a qualifying patient in the treatment of his or her terminal or 34 35 debilitating ((illness)) medical condition.
- 36 $((\frac{4}{1}))$ (16) "Nonresident" means a person who is temporarily in the 37 state but is not a Washington state resident.

- (17) "Peace officer" means any law enforcement personnel as defined 1 2 in RCW 43.101.010.
 - (18) "Person" means an individual or an entity.

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- (19) "Personally identifiable information" means any information 4 that includes, but is not limited to, data that uniquely identify, 5 6 distinguish, or trace a person's identity, such as the person's name, date of birth, or address, either alone or when combined with other 7 sources, that establish the person is a qualifying patient, designated 8 provider, licensed producer, or licensed processor of cannabis products 9 for purposes of registration with the department of health or 10 department of agriculture. The term "personally identifiable 11 information" also means any information used by the department of 12 health or department of agriculture to identify a person as a 13 qualifying patient, designated provider, licensed producer, or licensed 14 processor of cannabis products. 15
 - (20) "Plant" means an organism having at least three distinguishable and distinct leaves, each leaf being at least three centimeters in diameter, and a readily observable root formation consisting of at least two separate and distinct roots, each being at <u>least two centimeters in length.</u> Multiple stalks emanating from the same root ball or root system shall be considered part of the same single plant.
- 23 (21) "Process" means to handle or process cannabis in preparation 24 for medical use.
 - (22) "Processing facility" means the premises and equipment where cannabis products are manufactured, processed, handled, and labeled for wholesale to licensed dispensers.
- (23) "Produce" means to plant, grow, or harvest cannabis for 28 29 medical use.
- (24) "Production facility" means the premises and equipment where 30 cannabis is planted, grown, harvested, processed, stored, handled, 31 packaged, or labeled by a licensed producer for wholesale, delivery, or 32 transportation to a licensed dispenser or licensed processor of 33 cannabis products, and all vehicles and equipment used to transport 34 35 cannabis from a licensed producer to a licensed dispenser or licensed 36 processor of cannabis products.
- (25) "Public place" includes streets and alleys of incorporated 37 cities and towns; state or county or township highways or roads; 38

- buildings and grounds used for school purposes; public dance halls and 1
- 2 grounds adjacent thereto; premises where goods and services are offered
- to the public for retail sale; public buildings, public meeting halls, 3
- lobbies, halls and dining rooms of hotels, restaurants, theatres, 4
- stores, garages, and filling stations which are open to and are 5
- generally used by the public and to which the public is permitted to 6
- have unrestricted access; railroad trains, stages, buses, ferries, and 7
- other public conveyances of all kinds and character, and the depots, 8
- stops, and waiting rooms used in conjunction therewith which are open 9
- to unrestricted use and access by the public; publicly owned bathing 10
- beaches, parks, or playgrounds; and all other places of like or similar 11
- 12 nature to which the general public has unrestricted right of access,
- 13 and which are generally used by the public.

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- 14 (26) "Qualifying patient" means a person who:
- (a)(i) Is a patient of a health care professional; 15
- (((b))) (ii) Has been diagnosed by that health care professional as 16 having a terminal or debilitating medical condition; 17
- 18 (((c))) (iii) Is a resident of the state of Washington at the time of such diagnosis; 19
- $((\frac{d}{d}))$ (iv) Has been advised by that health care professional 20 21 about the risks and benefits of the medical use of ((marijuana)) 22 cannabis; ((and
- 23 (e))) (v) Has been advised by that health care professional that 24 ((they)) he or she may benefit from the medical use of ((marijuana)) cannabis; and 25
- 26 (vi) Is otherwise in compliance with the terms and conditions 27 established in this chapter.
 - (b) The term "qualifying patient" does not include a person who is actively being supervised for a criminal conviction by a corrections agency or department that has determined that the terms of this chapter are inconsistent with and contrary to his or her supervision and all related processes and procedures related to that supervision.
 - (((5))) (27) "Secretary" means the secretary of health.
- (28) "Tamper-resistant paper" means paper that meets one or more of 34 35 the following industry-recognized features:
 - (a) One or more features designed to prevent copying of the paper;
- 37 (b) One or more features designed to prevent the erasure or modification of information on the paper; or 38

1 (c) One or more features designed to prevent the use of counterfeit valid documentation.

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- $((\frac{6}{}))$ <u>(29)</u> "Terminal or debilitating medical condition" means:
- (a) Cancer, human immunodeficiency virus (HIV), multiple sclerosis, epilepsy or other seizure disorder, or spasticity disorders; or
- (b) Intractable pain, limited for the purpose of this chapter to mean pain unrelieved by standard medical treatments and medications; or
- (c) Glaucoma, either acute or chronic, limited for the purpose of this chapter to mean increased intraocular pressure unrelieved by standard treatments and medications; or
- (d) Crohn's disease with debilitating symptoms unrelieved by standard treatments or medications; or
- (e) Hepatitis C with debilitating nausea or intractable pain unrelieved by standard treatments or medications; or
- (f) Diseases, including anorexia, which result in nausea, vomiting,
 ((wasting)) cachexia, appetite loss, cramping, seizures, muscle spasms,
 or spasticity, when these symptoms are unrelieved by standard
 treatments or medications; or
- (g) Any other medical condition duly approved by the Washington state medical quality assurance commission in consultation with the board of osteopathic medicine and surgery as directed in this chapter.
- (((7))) <u>(30)</u> "THC concentration" means percent of tetrahydrocannabinol content per weight or volume of useable cannabis or cannabis product.
- (31) "Useable cannabis" means dried flowers of the Cannabis plant having a THC concentration greater than three-tenths of one percent.

 Useable cannabis excludes stems, stalks, leaves, seeds, and roots. For purposes of this subsection, "dried" means containing less than fifteen percent moisture content by weight. The term "useable cannabis" does not include cannabis products.
 - (32)(a) Until January 1, 2013, "valid documentation" means:
- ((\(\frac{(a)}{a}\)) (i) A statement signed and dated by a qualifying patient's health care professional written on tamper-resistant paper, which states that, in the health care professional's professional opinion, the patient may benefit from the medical use of ((\(\frac{marijuana}{ana}\))) \(\frac{cannabis}{annabis}\); ((\(\frac{and}{and}\))
- 37 (b))) (ii) Proof of identity such as a Washington state driver's license or identicard, as defined in RCW 46.20.035; and

- (iii) In the case of a designated provider, the signed and dated 1 2 document valid for one year from the date of signature executed by the qualifying patient who has designated the provider; and 3
 - (b) Beginning July 1, 2012, "valid documentation" means:
 - (i) An original statement signed and dated by a qualifying patient's health care professional written on tamper-resistant paper and valid for up to one year from the date of the health care professional's signature, which states that, in the health care professional's professional opinion, the patient may benefit from the medical use of cannabis;
- 11 (ii) Proof of identity such as a Washington state driver's license or identicard, as defined in RCW 46.20.035; and 12
- (iii) In the case of a designated provider, the signed and dated 13 document valid for up to one year from the date of signature executed 14 by the qualifying patient who has designated the provider. 15

16 PART III

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PROTECTIONS FOR HEALTH CARE PROFESSIONALS

- Sec. 301. RCW 69.51A.030 and 2010 c 284 s 3 are each amended to 18 19 read as follows:
 - ((A health care professional shall be excepted from the state's criminal laws and shall not be penalized in any manner, or denied any right or privilege, for)) (1) The following acts do not constitute crimes under state law or unprofessional conduct under chapter 18.130 RCW, and a health care professional may not be arrested, searched, prosecuted, disciplined, or subject to other criminal sanctions or civil consequences or liability under state law, or have real or personal property searched, seized, or forfeited pursuant to state law, notwithstanding any other provision of law as long as the health care professional complies with subsection (2) of this section:
 - $((\frac{1}{1}))$ (a) Advising a $(\frac{qualifying}{1})$ patient about the risks and benefits of medical use of ((marijuana)) cannabis or that the ((qualifying)) patient may benefit from the medical use of ((marijuana where such use is within a professional standard of care or in the individual health care professional's medical judgment)) cannabis; or
- 35 $((\frac{2}{2}))$ (b) Providing a $(\frac{qualifying}{2})$ patient meeting the criteria established under RCW 69.51A.010(26) with valid documentation, based 36

- upon the health care professional's assessment of the ((qualifying))
 patient's medical history and current medical condition, ((that the
 medical use of marijuana may benefit a particular qualifying patient))
 where such use is within a professional standard of care or in the
 individual health care professional's medical judgment.
 - (2)(a) A health care professional may only provide a patient with valid documentation authorizing the medical use of cannabis or register the patient with the registry established in section 901 of this act if he or she has a documented relationship with the patient relating to the diagnosis and ongoing treatment or monitoring of the patient's terminal or debilitating medical condition, and only after:
- (i) Completing a physical examination of the patient as appropriate, based on the patient's condition and age;
- (ii) Documenting the terminal or debilitating medical condition of
 the patient in the patient's medical record and that the patient may
 benefit from treatment of this condition or its symptoms with medical
 use of cannabis;
- 18 <u>(iii) Informing the patient of other options for treating the</u> 19 terminal or debilitating medical condition; and
 - (iv) Documenting other measures attempted to treat the terminal or debilitating medical condition that do not involve the medical use of cannabis.
 - (b) A health care professional shall not:

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- (i) Accept, solicit, or offer any form of pecuniary remuneration from or to a licensed dispenser, licensed producer, or licensed processor of cannabis products;
 - (ii) Offer a discount or any other thing of value to a qualifying patient who is a customer of, or agrees to be a customer of, a particular licensed dispenser, licensed producer, or licensed processor of cannabis products;
- (iii) Examine or offer to examine a patient for purposes of diagnosing a terminal or debilitating medical condition at a location where cannabis is produced, processed, or dispensed;
- (iv) Have a business or practice which consists solely of authorizing the medical use of cannabis;
- (v) Include any statement or reference, visual or otherwise, on the medical use of cannabis in any advertisement for his or her business or practice; or

- 1 <u>(vi) Hold an economic interest in an enterprise that produces,</u> 2 <u>processes, or dispenses cannabis if the health care professional</u> 3 authorizes the medical use of cannabis.
 - (3) A violation of any provision of subsection (2) of this section constitutes unprofessional conduct under chapter 18.130 RCW.

6 PART IV

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PROTECTIONS FOR QUALIFYING PATIENTS AND DESIGNATED PROVIDERS

- 8 **Sec. 401.** RCW 69.51A.040 and 2007 c 371 s 5 are each amended to read as follows:
 - (((1) If a law enforcement officer determines that marijuana is being possessed lawfully under the medical marijuana law, the officer may document the amount of marijuana, take a representative sample that is large enough to test, but not seize the marijuana. A law enforcement officer or agency shall not be held civilly liable for failure to seize marijuana in this circumstance.
 - (2) If charged with a violation of state law relating to marijuana, any qualifying patient who is engaged in the medical use of marijuana, or any designated provider who assists a qualifying patient in the medical use of marijuana, will be deemed to have established an affirmative defense to such charges by proof of his or her compliance with the requirements provided in this chapter. Any person meeting the requirements appropriate to his or her status under this chapter shall be considered to have engaged in activities permitted by this chapter and shall not be penalized in any manner, or denied any right or privilege, for such actions.
 - (3) A qualifying patient, if eighteen years of age or older, or a designated provider shall:
 - (a) Meet all criteria for status as a qualifying patient or designated provider;
 - (b) Possess no more marijuana than is necessary for the patient's personal, medical use, not exceeding the amount necessary for a sixty-day supply; and
- (c) Present his or her valid documentation to any law enforcement official who questions the patient or provider regarding his or her medical use of marijuana.

- 1 (4) A qualifying patient, if under eighteen years of age at the time he or she is alleged to have committed the offense, shall 2 demonstrate compliance with subsection (3)(a) and (c) of this section. 3 However, any possession under subsection (3)(b) of this section, as 4 well as any production, acquisition, and decision as to dosage and 5 6 frequency of use, shall be the responsibility of the parent or legal 7 quardian of the qualifying patient.)) The medical use of cannabis in accordance with the terms and conditions of this chapter does not 8 constitute a crime and a qualifying patient or designated provider in 9 compliance with the terms and conditions of this chapter may not be 10 arrested, searched, prosecuted, or subject to other criminal sanctions 11 or civil consequences for possession, manufacture, or delivery of, or 12 for possession with intent to manufacture or deliver, cannabis under 13 state law, or have real or personal property searched, seized, or 14 forfeited for possession, manufacture, or delivery of, or for 15 possession with intent to manufacture or deliver, cannabis under state 16 law, and investigating peace officers and law enforcement agencies may 17 not be held civilly liable for failure to seize cannabis in this 18 circumstance, if: 19
 - (1)(a) The qualifying patient or designated provider possesses no more than fifteen cannabis plants and:
 - (i) No more than twenty-four ounces of useable cannabis;

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- (ii) No more cannabis product than what could reasonably be produced with no more than twenty-four ounces of useable cannabis; or
- (iii) A combination of useable cannabis and cannabis product that does not exceed a combined total representing possession and processing of no more than twenty-four ounces of useable cannabis.
- (b) If a person is both a qualifying patient and a designated provider for another qualifying patient, the person may possess no more than twice the amounts described in (a) of this subsection, whether the plants, useable cannabis, and cannabis product are possessed individually or in combination between the qualifying patient and his or her designated provider;
- (2) The qualifying patient or designated provider presents his or her proof of registration with the department of health, to any peace officer who questions the patient or provider regarding his or her medical use of cannabis;

(3) The qualifying patient or designated provider keeps a copy of his or her proof of registration with the registry established in section 901 of this act and the qualifying patient or designated provider's contact information posted prominently next to any cannabis plants, cannabis products, or useable cannabis located at his or her residence;

- (4) The investigating peace officer does not possess evidence that the designated provider has converted cannabis produced or obtained for the qualifying patient for his or her own personal use or benefit; and
- 10 (5) The investigating peace officer does not possess evidence that
 11 the designated provider has served as a designated provider to more
 12 than one qualifying patient within a fifteen-day period.
 - NEW SECTION. Sec. 402. (1) A qualifying patient or designated provider who is not registered with the registry established in section 901 of this act may not be taken into custody or booked into jail on the grounds of his or her medical use of cannabis prior to conviction, and may raise the affirmative defense set forth in subsection (2) of this section, if:
 - (a) The qualifying patient or designated provider presents his or her valid documentation to any peace officer who questions the patient or provider regarding his or her medical use of cannabis;
 - (b) The qualifying patient or designated provider possesses no more cannabis than the limits set forth in RCW 69.51A.040(1);
 - (c) The qualifying patient or designated provider is in compliance with all other terms and conditions of this chapter;
 - (d) The investigating peace officer does not have probable cause to believe that the qualifying patient or designated provider has committed a felony, or is committing a misdemeanor in the officer's presence, that does not relate to the medical use of cannabis; and
 - (e) No outstanding warrant for arrest exists for the qualifying patient or designated provider.
 - (2) A qualifying patient or designated provider who is not registered with the registry established in section 901 of this act, but who presents his or her valid documentation to any peace officer who questions the patient or provider regarding his or her medical use of cannabis, may assert an affirmative defense to charges of violations of state law relating to cannabis through proof at trial, by a

- preponderance of the evidence, that he or she otherwise meets the requirements of RCW 69.51A.040. A qualifying patient or designated provider meeting the conditions of this subsection but possessing more cannabis than the limits set forth in RCW 69.51A.040(1) may, in the investigating peace officer's discretion, be taken into custody and booked into jail in connection with the investigation of the incident.
- NEW SECTION. **Sec. 403.** (1) Qualifying patients may create and participate in collective gardens for the purpose of producing, processing, transporting, and delivering cannabis for medical use subject to the following conditions:

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- (a) No more than ten qualifying patients may participate in a single collective garden at any time;
- (b) A collective garden may contain no more than fifteen plants per patient up to a total of forty-five plants;
- (c) A collective garden may contain no more than twenty-four ounces of useable cannabis per patient up to a total of seventy-two ounces of useable cannabis;
- (d) A copy of each qualifying patient's valid documentation or proof of registration with the registry established in section 901 of this act, including a copy of the patient's proof of identity, must be available at all times on the premises of the collective garden; and
- (e) No useable cannabis from the collective garden is delivered to anyone other than one of the qualifying patients participating in the collective garden.
- (2) For purposes of this section, the creation of a "collective garden" means qualifying patients sharing responsibility for acquiring and supplying the resources required to produce and process cannabis for medical use such as, for example, a location for a collective garden; equipment, supplies, and labor necessary to plant, grow, and harvest cannabis; cannabis plants, seeds, and cuttings; and equipment, supplies, and labor necessary for proper construction, plumbing, wiring, and ventilation of a garden of cannabis plants.
- 33 (3) A person who knowingly violates a provision of subsection (1) 34 of this section is not entitled to the protections of this chapter.
- NEW SECTION. Sec. 404. (1) A qualifying patient may revoke his or her designation of a specific provider and designate a different

provider at any time. A revocation of designation must be in writing, signed and dated. The protections of this chapter cease to apply to a person who has served as a designated provider to a qualifying patient seventy-two hours after receipt of that patient's revocation of his or her designation.

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- (2) A person may stop serving as a designated provider to a given qualifying patient at any time. However, that person may not begin serving as a designated provider to a different qualifying patient until fifteen days have elapsed from the date the last qualifying patient designated him or her to serve as a provider.
- NEW SECTION. Sec. 405. A qualifying patient or designated provider in possession of cannabis plants, useable cannabis, or cannabis product exceeding the limits set forth in RCW 69.51A.040(1) but otherwise in compliance with all other terms and conditions of this chapter may establish an affirmative defense to charges of violations of state law relating to cannabis through proof at trial, by a preponderance of the evidence, that the qualifying patient's necessary medical use exceeds the amounts set forth in RCW 69.51A.040(1). investigating peace officer may seize cannabis plants, useable cannabis, or cannabis product exceeding the amounts set forth in RCW 69.51A.040(1): PROVIDED, That in the case of cannabis plants, the qualifying patient or designated provider shall be allowed to select the plants that will remain at the location. The officer and his or her law enforcement agency may not be held civilly liable for failure to seize cannabis in this circumstance.
- NEW SECTION. Sec. 406. A qualifying patient or designated provider who is not registered with the registry established in section 901 of this act or does not present his or her valid documentation to a peace officer who questions the patient or provider regarding his or her medical use of cannabis but is in compliance with all other terms and conditions of this chapter may establish an affirmative defense to charges of violations of state law relating to cannabis through proof at trial, by a preponderance of the evidence, that he or she was a validly authorized qualifying patient or designated provider at the time of the officer's questioning. A qualifying patient or designated

- 1 provider who establishes an affirmative defense under the terms of this
- 2 section may also establish an affirmative defense under section 405 of
- 3 this act.

- NEW SECTION. Sec. 407. A nonresident who is duly authorized to engage in the medical use of cannabis under the laws of another state or territory of the United States may raise an affirmative defense to charges of violations of Washington state law relating to cannabis, provided that the nonresident:
 - (1) Possesses no more than fifteen cannabis plants and no more than twenty-four ounces of useable cannabis, no more cannabis product than reasonably could be produced with no more than twenty-four ounces of useable cannabis, or a combination of useable cannabis and cannabis product that does not exceed a combined total representing possession and processing of no more than twenty-four ounces of useable cannabis;
 - (2) Is in compliance with all provisions of this chapter other than requirements relating to being a Washington resident or possessing valid documentation issued by a licensed health care professional in Washington; and
- (3) Presents the documentation of authorization required under the nonresident's authorizing state or territory's law and proof of identity issued by the authorizing state or territory to any peace officer who questions the nonresident regarding his or her medical use of cannabis.
- NEW SECTION. Sec. 408. A qualifying patient's medical use of cannabis as authorized by a health care professional may not be a sole disqualifying factor in determining the patient's suitability for an organ transplant, unless it is shown that this use poses a significant risk of rejection or organ failure. This section does not preclude a health care professional from requiring that a patient abstain from the medical use of cannabis, for a period of time determined by the health care professional, while waiting for a transplant organ or before the patient undergoes an organ transplant.
- NEW SECTION. Sec. 409. A qualifying patient or designated provider may not have his or her parental rights or residential time with a child restricted solely due to his or her medical use of

- 1 cannabis in compliance with the terms of this chapter absent written
- 2 findings supported by evidence that such use has resulted in a long-
- 3 term impairment that interferes with the performance of parenting
- 4 functions as defined under RCW 26.09.004.
- 5 <u>NEW SECTION.</u> **Sec. 410.** (1) Except as provided in subsection (2) 6 of this section, a qualifying patient may not be refused housing or 7 evicted from housing solely as a result of his or her possession or use of useable cannabis or cannabis products except that housing providers 8 9 otherwise permitted to enact and enforce prohibitions against smoking 10 in their housing may apply those prohibitions to smoking cannabis 11 provided that such smoking prohibitions are applied and enforced 12 equally as to the smoking of cannabis and the smoking of all other substances, including without limitation tobacco. 13
- 14 (2) Housing programs containing a program component prohibiting the 15 use of drugs or alcohol among its residents are not required to permit 16 the medical use of cannabis among those residents.
- 17 NEW SECTION. Sec. 411. In imposing any criminal sentence, deferred prosecution, stipulated order of continuance, deferred 18 19 disposition, or dispositional order, any court organized under the laws of Washington state may permit the medical use of cannabis in 20 21 compliance with the terms of this chapter and exclude it as a possible 22 ground for finding that the offender has violated the conditions or 23 requirements of the sentence, deferred prosecution, stipulated order of 24 continuance, deferred disposition, or dispositional order. This 25 section does not require the accommodation of any medical use of 26 cannabis in any correctional facility or jail.
- 27 **Sec. 412.** RCW 69.51A.050 and 1999 c 2 s 7 are each amended to read 28 as follows:
- (1) The lawful possession, delivery, dispensing, production, or manufacture of ((medical marijuana)) cannabis for medical use as authorized by this chapter shall not result in the forfeiture or seizure of any real or personal property including, but not limited to, cannabis intended for medical use, items used to facilitate the medical use of cannabis or its production or dispensing for medical use, or

proceeds of sales of cannabis for medical use made by licensed 1 producers, licensed processors of cannabis products, or licensed 2 3 dispensers.

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- (2) No person shall be prosecuted for constructive possession, conspiracy, or any other criminal offense solely for being in the presence or vicinity of ((medical marijuana)) cannabis intended for medical use or its use as authorized by this chapter.
- 8 (3) The state shall not be held liable for any deleterious outcomes from the medical use of ((marijuana)) cannabis by any qualifying 9 10 patient.
- 11 NEW SECTION. Sec. 413. (1) Nothing in this chapter or in the 12 rules adopted to implement it precludes a qualifying patient or 13 designated provider from engaging in the private, unlicensed, 14 noncommercial production, possession, transportation, delivery, or administration of cannabis for medical use as authorized under RCW 15 16 69.51A.040.
- (2) Nothing in this section applies to a person who is supervised 17 by a corrections agency or department that has determined that the 18 terms of this section are inconsistent with and contrary to his or her 19 20 supervision.

21 PART V LIMITATIONS ON PROTECTIONS FOR QUALIFYING 22 PATIENTS AND DESIGNATED PROVIDERS 23

- Sec. 501. RCW 69.51A.060 and 2010 c 284 s 4 are each amended to 24 25 read as follows:
- 26 (1) ((It shall be a misdemeanor to use or display medical marijuana 27 in a manner or place which is open to the view of the general public.)) It is unlawful to open a package containing cannabis or consume 28 cannabis in a public place in a manner that presents a reasonably 29 foreseeable risk that another person would see and be able to identify 30 the substance contained in the package or being consumed as cannabis. 31 A person who violates a provision of this section commits a class 3 32 civil infraction under chapter 7.80 RCW. This subsection does not 33 apply to licensed dispensers or their employees, members, officers, or 34

directors displaying cannabis to customers on their licensed premises as long as such displays are not visible to members of the public standing or passing outside the premises.

- (2) Nothing in this chapter ((requires any health insurance provider)) establishes a right of care as a covered benefit or requires any state purchased health care as defined in RCW 41.05.011 or other health carrier or health plan as defined in Title 48 RCW to be liable for any claim for reimbursement for the medical use of ((marijuana)) cannabis. Such entities may enact coverage or noncoverage criteria or related policies for payment or nonpayment of medical cannabis in their sole discretion.
- (3) Nothing in this chapter requires any health care professional to authorize the $\underline{\text{medical}}$ use of (($\underline{\text{medical marijuana}}$)) $\underline{\text{cannabis}}$ for a patient.
- (4) Nothing in this chapter requires any accommodation of any onsite medical use of ((marijuana)) cannabis in any place of employment, in any school bus or on any school grounds, in any youth center, in any correctional facility, or smoking ((medical marijuana)) cannabis in any public place ((as that term is defined in RCW 70.160.020)).
- (5) Nothing in this chapter authorizes the use of medical cannabis by any person who is subject to the Washington code of military justice in chapter 38.38 RCW.
- (6) Employers may establish drug-free work policies. Nothing in this chapter requires an accommodation for the medical use of cannabis if an employer has a drug-free work place.
- (7) It is a class C felony to fraudulently produce any record purporting to be, or tamper with the content of any record for the purpose of having it accepted as, valid documentation under RCW 69.51A.010(((7))) (32)(a), or to backdate such documentation to a time earlier than its actual date of execution.
- (((6))) <u>(8)</u> No person shall be entitled to claim the ((affirmative defense provided in RCW 69.51A.040)) protection from search, arrest, and prosecution under RCW 69.51A.040 or protection from search and arrest and the affirmative defense under section 402 of this act for engaging in the medical use of ((marijuana)) cannabis in a way that endangers the health or well-being of any person through the use of a motorized vehicle on a street, road, or highway, including violations of RCW 46.61.502 or 46.61.504, or equivalent local ordinances.

PART VI

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LICENSED PRODUCERS AND LICENSED PROCESSORS OF CANNABIS PRODUCTS

NEW SECTION. 3 Sec. 601. A person may not act as a licensed 4 producer without a license for each production facility issued by the department of agriculture and prominently displayed on the premises. 5 6 Provided they are acting in compliance with the terms of this chapter 7 and rules adopted to enforce and carry out its purposes, licensed producers and their employees, members, officers, and directors may 8 9 manufacture, plant, cultivate, grow, harvest, produce, propagate, process, package, repackage, transport, transfer, deliver, 10 11 label, relabel, wholesale, or possess cannabis intended for medical use 12 by qualifying patients, including seeds, seedlings, cuttings, plants, and useable cannabis, and may not be arrested, searched, prosecuted, or 13 subject to other criminal sanctions or civil consequences under state 14 15 law, or have real or personal property searched, seized, or forfeited 16 pursuant to state law, for such activities, notwithstanding any other 17 provision of law.

NEW SECTION. Sec. 602. A person may not act as a licensed processor without a license for each processing facility issued by the 20 department of agriculture and prominently displayed on the premises. Provided they are acting in compliance with the terms of this chapter and rules adopted to enforce and carry out its purposes, licensed 23 processors of cannabis products and their employees, members, officers, 24 and directors may possess useable cannabis and manufacture, produce, prepare, process, package, repackage, transport, transfer, deliver, label, relabel, wholesale, or possess cannabis products intended for 26 medical use by qualifying patients, and may not be arrested, searched, 27 prosecuted, or to other criminal sanctions or subject consequences under state law, or have real or personal property 30 searched, seized, or forfeited pursuant to state law, for such activities, notwithstanding any other provision of law. 31

32 NEW SECTION. Sec. 603. The director shall administer and carry 33 out the provisions of this chapter relating to licensed producers and 34 licensed processors of cannabis products, and rules adopted under this 35 chapter.

- NEW SECTION. Sec. 604. (1) On a schedule determined by the 1 2 department of agriculture, licensed producers and licensed processors 3 must submit representative samples of cannabis grown or processed to a cannabis analysis laboratory for grade, condition, cannabinoid profile, 4 5 THC concentration, other qualitative measurements of cannabis intended for medical use, and other inspection standards determined by the 6 7 department of agriculture. Any samples remaining after testing must be 8 destroyed by the laboratory or returned to the licensed producer or licensed processor. 9
- 10 (2) Licensed producers and licensed processors must submit copies 11 of the results of this inspection and testing to the department of 12 agriculture on a form developed by the department.
- 13 (3) If a representative sample of cannabis tested under this 14 section has a THC concentration of three-tenths of one percent or less, 15 the lot of cannabis the sample was taken from may not be sold for 16 medical use and must be destroyed or sold to a manufacturer of hemp 17 products.
- NEW SECTION. Sec. 605. The department of agriculture may contract with a cannabis analysis laboratory to conduct independent inspection and testing of cannabis samples to verify testing results provided under section 604 of this act.
- NEW SECTION. Sec. 606. The department of agriculture may adopt rules on:

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- (1) Facility standards, including scales, for all licensed producers and licensed processors of cannabis products;
- (2) Measurements for cannabis intended for medical use, including grade, condition, cannabinoid profile, THC concentration, other qualitative measurements, and other inspection standards for cannabis intended for medical use; and
- 30 (3) Methods to identify cannabis intended for medical use so that 31 such cannabis may be readily identified if stolen or removed in 32 violation of the provisions of this chapter from a production or 33 processing facility, or if otherwise unlawfully transported.
- NEW SECTION. **Sec. 607.** The director is authorized to deny, suspend, or revoke a producer's or processor's license after a hearing

- in any case in which it is determined that there has been a violation 1
- 2 or refusal to comply with the requirements of this chapter or rules
- adopted hereunder. All hearings for the denial, suspension, 3
- revocation of a producer's or processor's license are subject to 4
- chapter 34.05 RCW, the administrative procedure act, as enacted or 5
- hereafter amended. 6
- 7 NEW SECTION. Sec. 608. (1) By January 1, 2013, taking into
- consideration, but not being limited by, the security requirements 8
- described in 21 C.F.R. Sec. 1301.71-1301.76, the director shall adopt 9
- 10 rules:
- 11 (a) On the inspection or grading and certification of grade,
- 12 grading factors, condition, cannabinoid profile, THC concentration, or
- 13 other qualitative measurement of cannabis intended for medical use that
- must be used by cannabis analysis laboratories in section 604 of this 14
- 15 act;
- 16 (b) Fixing the sizes, dimensions, and safety and security features
- required of containers to be used for packing, handling, or storing 17
- cannabis intended for medical use; 18
- (c) Establishing labeling requirements for cannabis intended for 19
- 20 medical use including, but not limited to:
- 21 (i) The business or trade name and Washington state unified
- 22 business identifier (UBI) number of the licensed producer of the
- 23 cannabis;
- (ii) THC concentration; and 24
- 25 (iii) Information on whether the cannabis was grown using organic,
- 26 inorganic, or synthetic fertilizers;
- 27 (d) Establishing requirements for transportation of cannabis
- intended for medical use from production facilities to processing 28
- 29 facilities and licensed dispensers;
- (e) Establishing security requirements for the facilities of 30
- 31 licensed producers and licensed processors of cannabis products. These
- security requirements must consider the safety of the licensed 32
- producers and licensed processors as well as the safety of the 33
- community surrounding the licensed producers and licensed processors; 34
- 35 (f) Establishing requirements for the licensure of producers, and
- 36 processors of cannabis products, setting forth procedures to obtain

licenses, and determining expiration dates and renewal requirements; 1 2 and

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- (g) Establishing license application and renewal fees for the licensure of producers and processors of cannabis products.
- (2) Fees collected under this section must be deposited into the agricultural local fund created in RCW 43.23.230.
- (3) During the rule-making process, the department of agriculture shall consult with stakeholders and persons with relevant expertise, to include but not be limited to qualifying patients, designated providers, health care professionals, state and local law enforcement agencies, and the department of health.
- NEW SECTION. Sec. 609. (1) Each licensed producer and licensed processor of cannabis products shall maintain complete records at all times with respect to all cannabis produced, processed, weighed, tested, stored, shipped, or sold. The director shall adopt rules specifying the minimum recordkeeping requirements necessary to comply with this section.
- (2) The property, books, records, accounts, papers, and proceedings of every licensed producer and licensed processor of cannabis products shall be subject to inspection by the department of agriculture at any time during ordinary business hours. Licensed producers and licensed processors of cannabis products shall maintain adequate records and systems for the filing and accounting of crop production, product manufacturing and processing, records of weights and measurements, product testing, receipts, canceled receipts, other documents, and transactions necessary or common to the medical cannabis industry.
- (3) The director may administer oaths and issue subpoenas to compel the attendance of witnesses, or the production of books, documents, and records anywhere in the state pursuant to a hearing relative to the purposes and provisions of this chapter. Witnesses shall be entitled to fees for attendance and travel, as provided in chapter 2.40 RCW.
- (4) Each licensed producer and licensed processor of cannabis products shall report information to the department of agriculture at such times and as may be reasonably required by the director for the necessary enforcement and supervision of a sound, reasonable, and efficient cannabis inspection program for the protection of the health and welfare of qualifying patients.

NEW SECTION. Sec. 610. (1) The department of agriculture may give written notice to a licensed producer or processor of cannabis products to furnish required reports, documents, or other requested information, under such conditions and at such time as the department of agriculture deems necessary if a licensed producer or processor of cannabis products fails to:

- (a) Submit his or her books, papers, or property to lawful inspection or audit;
- (b) Submit required laboratory results, reports, or documents to the department of agriculture by their due date; or
- (c) Furnish the department of agriculture with requested information.
- (2) If the licensed producer or processor of cannabis products fails to comply with the terms of the notice within seventy-two hours from the date of its issuance, or within such further time as the department of agriculture may allow, the department of agriculture shall levy a fine of five hundred dollars per day from the final date for compliance allowed by this section or the department of agriculture. In those cases where the failure to comply continues for more than seven days or where the director determines the failure to comply creates a threat to public health, public safety, or a substantial risk of diversion of cannabis to unauthorized persons or purposes, the department of agriculture may, in lieu of levying further fines, petition the superior court of the county where the licensee's principal place of business in Washington is located, as shown by the license application, for an order:
- (a) Authorizing the department of agriculture to seize and take possession of all books, papers, and property of all kinds used in connection with the conduct or the operation of the licensed producer or processor's business, and the books, papers, records, and property that pertain specifically, exclusively, and directly to that business; and
- (b) Enjoining the licensed producer or processor from interfering with the department of agriculture in the discharge of its duties as required by this chapter.
- 36 (3) All necessary costs and expenses, including attorneys' fees, 37 incurred by the department of agriculture in carrying out the

- provisions of this section may be recovered at the same time and as 1 2 part of the action filed under this section.
- (4) The department of agriculture may request the Washington state 3 4 patrol to assist it in enforcing this section if needed to ensure the 5 safety of its employees.
- 6 NEW SECTION. Sec. 611. (1) A licensed producer may not sell or 7 deliver cannabis to any person other than a cannabis analysis laboratory, licensed processor of cannabis products, licensed 8 9 dispenser, or law enforcement officer except as provided by court 10 order. Violation of this section is a class C felony punishable 11 according to chapter 9A.20 RCW.
- 12 (2) A licensed processor of cannabis products may not sell or 13 deliver cannabis to any person other than a cannabis analysis laboratory licensed dispenser, or law enforcement officer except as 14 provided by court order. Violation of this section is a class C felony 15 16 punishable according to chapter 9A.20 RCW.

17 PART VII

LICENSED DISPENSERS 18

- 19 NEW SECTION. Sec. 701. A person may not act as a licensed dispenser without a license for each place of business issued by the 20 21 department of health and prominently displayed on the premises. 22 Provided they are acting in compliance with the terms of this chapter 23 and rules adopted to enforce and carry out its purposes, licensed 24 dispensers and their employees, members, officers, and directors may deliver, distribute, dispense, transfer, prepare, package, repackage, 25 label, relabel, sell at retail, or possess cannabis intended for 26 27 medical use by qualifying patients, including seeds, seedlings, cuttings, plants, useable cannabis, and cannabis products, and may not 28 29 be arrested, searched, prosecuted, or subject to other criminal 30 sanctions or civil consequences under state law, or have real or personal property searched, seized, or forfeited pursuant to state law, 31 32 for such activities, notwithstanding any other provision of law.
- 33 NEW SECTION. **Sec. 702.** (1) By January 1, 2013, taking into

1 consideration the security requirements described in 21 C.F.R. 1301.71-2 1301.76, the secretary of health shall adopt rules:

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- (a) Establishing requirements for the licensure of dispensers of cannabis for medical use, setting forth procedures to obtain licenses, and determining expiration dates and renewal requirements;
- 6 (b) Providing for mandatory inspection of licensed dispensers' locations;
- 8 (c) Establishing procedures governing the suspension and revocation 9 of licenses of dispensers;
- 10 (d) Establishing recordkeeping requirements for licensed 11 dispensers;
- 12 (e) Fixing the sizes and dimensions of containers to be used for 13 dispensing cannabis for medical use;
- 14 (f) Establishing safety standards for containers to be used for 15 dispensing cannabis for medical use;
- 16 (g) Establishing cannabis storage requirements, including security requirements;
- 18 (h) Establishing cannabis labeling requirements, to include 19 information on whether the cannabis was grown using organic, inorganic, 20 or synthetic fertilizers;
- 21 (i) Establishing physical standards for cannabis dispensing 22 facilities;
 - (j) Establishing maximum amounts of cannabis and cannabis products that may be kept at one time at a dispensary. In determining maximum amounts, the secretary must consider the security of the dispensary and the surrounding community;
 - (k) Establishing physical standards for sanitary conditions for cannabis dispensing facilities;
- 29 (1) Establishing physical and sanitation standards for cannabis 30 dispensing equipment;
- 31 (m) Establishing a maximum number of licensed dispensers that may 32 be licensed in each county as provided in this section;
- 33 (n) Enforcing and carrying out the provisions of this section and 34 the rules adopted to carry out its purposes; and
- 35 (o) Establishing license application and renewal fees for the licensure of dispensers in accordance with RCW 43.70.250.
- 37 (2)(a) The secretary of health shall adopt rules to establish a 38 maximum number of licensed dispensers that may operate in each county.

- When establishing the initial maximum number of dispensers, the 1 2 department shall base the number on each county's population and the number of licensed dispensers reasonably required to meet the expected 3 4 demand. Subsequent determinations of the maximum number shall be based upon the number of licensed dispensers reasonably required to meet the 5 6 demands of the qualifying patients and designated providers from each 7 county who are registered with the registry in section 901 of this act. 8 The secretary may not issue more licenses than the maximum number for each county established under this subsection. 9
 - (b) Determinations of which applicants shall be licensed within a county for purposes of the maximum allowable number of licensed dispensers as provided in this section shall be made by the secretary according to a random selection process.
 - (c) To qualify for the selection process, an applicant must demonstrate to the secretary that he or she meets initial screening criteria that represent the applicant's capacity to operate in compliance with this chapter. Initial screening criteria shall include, but not be limited to:
 - (i) Successful completion of a background check;

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- 20 (ii) A plan to systematically verify qualifying patient and 21 designated provider status of clients;
- 22 (iii) Evidence of compliance with functional standards, such as 23 ventilation and security requirements; and
 - (iv) Evidence of compliance with facility standards, such as zoning compliance and not using the facility as a residence.
 - (d) The secretary shall establish a schedule to:
- 27 (i) Update the maximum allowable number of licensed dispensers in 28 each county; and
- 29 (ii) Issue approvals to operate within a county according to the 30 random selection process.
- 31 (3) Fees collected under this section must be deposited into the 32 health professions account created in RCW 43.70.320.
- 33 (4) During the rule-making process, the department of health shall 34 consult with stakeholders and persons with relevant expertise, to 35 include but not be limited to qualifying patients, designated 36 providers, health care professionals, state and local law enforcement 37 agencies, and the department of agriculture.

NEW SECTION. Sec. 703. A licensed dispenser may not sell cannabis received from any person other than a licensed producer or licensed processor of cannabis products, or sell or deliver cannabis to any person other than a qualifying patient, designated provider, or licensed producer except as provided by court order. Before selling or providing cannabis to a qualifying patient or designated provider, the licensed dispenser must confirm that the patient qualifies for the medical use of cannabis by contacting that patient's health care professional. Violation of this section is a class C felony punishable according to chapter 9A.20 RCW.

- NEW SECTION. Sec. 704. A license to operate as a licensed dispenser is not transferrable.
- NEW SECTION. Sec. 705. The secretary of health shall not issue or renew a license to an applicant or licensed dispenser located within five hundred feet of a community center, child care center, or elementary or secondary school or another licensed dispenser.
- 17 PART VIII
- 18 MISCELLANEOUS PROVISIONS APPLYING TO ALL
- 19 LICENSED PRODUCERS, PROCESSORS, AND DISPENSERS
- NEW SECTION. Sec. 801. All weighing and measuring instruments and devices used by licensed producers, processors of cannabis products, and dispensers shall comply with the requirements set forth in chapter
- 23 19.94 RCW.

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- NEW SECTION. Sec. 802. (1) No person, partnership, corporation, association, or agency may advertise cannabis for sale to the general public in any manner that promotes or tends to promote the use or abuse of cannabis. For the purposes of this subsection, displaying cannabis, including artistic depictions of cannabis, is considered to promote or to tend to promote the use or abuse of cannabis.
- 30 (2) The department of agriculture may fine a licensed producer or 31 processor of cannabis products up to one thousand dollars for each 32 violation of subsection (1) of this section. Fines collected under

this subsection must be deposited into the agriculture local fund created in RCW 43.23.230.

- (3) The department of health may fine a licensed dispenser up to one thousand dollars for each violation of subsection (1) of this section. Fines collected under this subsection must be deposited into the health professions account created in RCW 43.70.320.
- (4) No broadcast television licensee, radio broadcast licensee, newspaper, magazine, advertising agency, or agency or medium for the dissemination of an advertisement, except the licensed producer, processor of cannabis products, or dispenser to which the advertisement relates, is subject to the penalties of this section by reason of dissemination of advertising in good faith without knowledge that the advertising promotes or tends to promote the use or abuse of cannabis.
- NEW SECTION. Sec. 803. (1) A prior conviction for a cannabis or marijuana offense shall not disqualify an applicant from receiving a license to produce, process, or dispense cannabis for medical use, provided the conviction did not include any sentencing enhancements under RCW 9.94A.533 or analogous laws in other jurisdictions. Any criminal conviction of a current licensee may be considered in proceedings to suspend or revoke a license.
- (2) Nothing in this section prohibits either the department of health or the department of agriculture, as appropriate, from denying, suspending, or revoking the credential of a license holder for other drug-related offenses or any other criminal offenses.
- (3) Nothing in this section prohibits a corrections agency or department from considering all prior and current convictions in determining whether the possession, manufacture, or delivery of, or for possession with intent to manufacture or deliver, is inconsistent with and contrary to the person's supervision.
- NEW SECTION. Sec. 804. A violation of any provision or section of this chapter that relates to the licensing and regulation of producers, processors, or dispensers, where no other penalty is provided for, and the violation of any rule adopted under this chapter constitutes a misdemeanor.

NEW SECTION. Sec. 805. (1) Every licensed producer or processor of cannabis products who fails to comply with this chapter, or any rule adopted under it, may be subjected to a civil penalty, as determined by the director, in an amount of not more than one thousand dollars for every such violation. Each violation shall be a separate and distinct offense.

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- (2) Every licensed dispenser who fails to comply with this chapter, or any rule adopted under it, may be subjected to a civil penalty, as determined by the secretary, in an amount of not more than one thousand dollars for every such violation. Each violation shall be a separate and distinct offense.
- (3) Every person who, through an act of commission or omission, procures, aids, or abets in the violation shall be considered to have violated this chapter and may be subject to the penalty provided for in this section.
- NEW SECTION. Sec. 806. The department of agriculture or the department of health, as the case may be, must immediately suspend any certification of licensure issued under this chapter if the holder of the certificate has been certified under RCW 74.20A.320 by the department of social and health services as a person who is not in compliance with a support order. If the person has continued to meet all other requirements for certification during the suspension, reissuance of the certificate of licensure shall be automatic upon the department's receipt of a release issued by the department of social and health services stating that the person is in compliance with the order.
- Sec. 807. The department of agriculture or the NEW SECTION. department of health, as the case may be, must suspend certification of licensure of any person who has been certified by a lending agency and reported to the appropriate department for nonpayment or default on a federally or state-quaranteed educational loan or service-conditional scholarship. Prior to the suspension, the department of agriculture or the department of health, as the case may be, must provide the person an opportunity for a brief adjudicative proceeding under RCW 34.05.485 through 34.05.494 and issue a finding of nonpayment or default on a federally or state-guaranteed educational

loan or service-conditional scholarship. The person's license may not be reissued until the person provides the appropriate department a written release issued by the lending agency stating that the person is making payments on the loan in accordance with a repayment agreement approved by the lending agency. If the person has continued to meet all other requirements for certification or registration during the suspension, reinstatement is automatic upon receipt of the notice and payment of any reinstatement fee.

9 PART IX

10 SECURE REGISTRATION OF QUALIFYING PATIENTS, DESIGNATED PROVIDERS, 11 AND LICENSED PRODUCERS, PROCESSORS, AND DISPENSERS

NEW SECTION. Sec. 901. (1) By January 1, 2013, the department of health shall, in consultation with the department of agriculture, adopt rules for the creation, implementation, maintenance, and timely upgrading of a secure and confidential registration system that allows:

- (a) A peace officer to verify at any time whether a health care professional has registered a person who has been contacted by that peace officer and has provided that peace officer information necessary to verify his or her registration as either a qualifying patient or a designated provider; and
- (b) A peace officer to verify at any time whether a person, location, or business is licensed by the department of agriculture or the department of health as a licensed producer, licensed processor of cannabis products, or licensed dispenser.
- (2) The department of agriculture must, in consultation with the department of health, create and maintain a secure and confidential list of persons to whom it has issued a license to produce cannabis for medical use or a license to process cannabis products, and the physical addresses of the licensees' production and processing facilities. The list must meet the requirements of subsection (9) of this section and be transmitted to the department of health to be included in the registry established by this section.
- (3) The department of health must, in consultation with the department of agriculture, create and maintain a secure and confidential list of the persons to whom it has issued a license to

dispense cannabis for medical use that meets the requirements of subsection (9) of this section and must be included in the registry established by this section.

- (4) Before seeking a search warrant or arrest warrant, a peace officer investigating a cannabis-related incident must make reasonable efforts to ascertain whether the location or person under investigation is registered in the registration system, and include the results of this inquiry in the affidavit submitted in support of the application for the warrant. This requirement does not apply to investigations in which the peace officer has observed evidence of any of the following circumstances:
- 12 (a) An apparent for profit operation that is not a licensed 13 producer, processor of cannabis products, or dispenser;
 - (b) Theft of electrical power;

- (c) Other illegal drugs at the premises;
- (d) Frequent and numerous short-term visits over an extended period that are consistent with commercial activity, if the subject of the investigation is not a licensed dispenser;
 - (e) Violent crime or other demonstrated dangers to the community;
 - (f) Probable cause to believe the subject of the investigation has committed a felony, or a misdemeanor in the officer's presence, that does not relate to cannabis; or
- 23 (g) An outstanding arrest warrant for the subject of the 24 investigation.
 - (5) Law enforcement may access the registration system only in connection with a specific, legitimate criminal investigation regarding cannabis.
 - (6) Registration in the system shall be optional for qualifying patients and designated providers, not mandatory, and registrations are valid for one year, except that qualifying patients must be able to remove themselves from the registry at any time. For licensees, registrations are valid for the term of the license and the registration must be removed if the licensee's license is expired or revoked. The department of health must adopt rules providing for registration renewals and for removing expired registrations and expired or revoked licenses from the registry.
- 37 (7) Fees, including renewal fees, for qualifying patients and 38 designated providers participating in the registration system shall be

- limited to the cost to the state of implementing, maintaining, and 1 2 enforcing the provisions of this section and the rules adopted to carry out its purposes. The fee shall also include any costs for the 3 4 department of health to disseminate information to employees of state and local law enforcement agencies relating to whether a person is a 5 licensed producer, processor of cannabis products, or dispenser, or 6 that a location is the recorded address of a license producer, 7 8 processor of cannabis products, or dispenser, and for the dissemination of log records relating to such requests for information to the 9 10 subjects of those requests. No fee may be charged to local law 11 enforcement agencies for accessing the registry.
 - (8) During the rule-making process, the department of health shall consult with stakeholders and persons with relevant expertise, to include, but not be limited to, qualifying patients, designated providers, health care professionals, state and local law enforcement agencies, and the University of Washington computer science and engineering security and privacy research lab.

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- (9) The registration system shall meet the following requirements:
- (a) Any personally identifiable information included in the registration system must be "nonreversible," pursuant to definitions and standards set forth by the national institute of standards and technology;
- (b) Any personally identifiable information included in the registration system must not be susceptible to linkage by use of data external to the registration system;
- The registration system must incorporate current best (C) differential privacy practices, allowing for maximum accuracy of registration system queries while minimizing the chances of identifying the personally identifiable information included therein; and
- (d) The registration system must be upgradable and updated in a timely fashion to keep current with state of the art privacy and security standards and practices.
- The registration system shall maintain a log of each verification query submitted by a peace officer, including the peace officer's name, agency, and identification number, for a period of no less than three years from the date of the query. Personally identifiable information of qualifying patients and designated

providers included in the log shall be confidential and exempt from public disclosure, inspection, or copying under chapter 42.56 RCW: PROVIDED, That:

- (a) Names and other personally identifiable information from the list may be released only to:
- (i) Authorized employees of the department of agriculture and the department of health as necessary to perform official duties of either department; or
- (ii) Authorized employees of state or local law enforcement agencies, only as necessary to verify that the person or location is a qualified patient, designated provider, licensed producer, licensed processor of cannabis products, or licensed dispenser, and only after the inquiring employee has provided adequate identification. Authorized employees who obtain personally identifiable information under this subsection may not release or use the information for any purpose other than verification that a person or location is a qualified patient, designated provider, licensed producer, licensed processor of cannabis products, or licensed dispenser;
- (b) Information contained in the registration system may be released in aggregate form, with all personally identifying information redacted, for the purpose of statistical analysis and oversight of agency performance and actions;
- (c) The subject of a registration query may appear during ordinary department of health business hours and inspect or copy log records relating to him or her upon adequate proof of identity; and
- (d) The subject of a registration query may submit a written request to the department of health, along with adequate proof of identity, for copies of log records relating to him or her.
- (11) This section does not prohibit a department of agriculture employee or a department of health employee from contacting state or local law enforcement for assistance during an emergency or while performing his or her duties under this chapter.
- 33 (12) Fees collected under this section must be deposited into the 34 health professions account under RCW 43.70.320.
- NEW SECTION. Sec. 902. A new section is added to chapter 42.56 RCW to read as follows:
- Records containing names and other personally identifiable

- 1 information relating to qualifying patients, designated providers, and
- 2 persons licensed as producers or dispensers of cannabis for medical
- 3 use, or as processors of cannabis products, under section 901 of this
- 4 act are exempt from disclosure under this chapter.

5 PART X

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6 EVALUATION

NEW SECTION. Sec. 1001. (1) By July 1, 2014, the Washington state institute for public policy shall, within available funds, conduct a cost-benefit evaluation of the implementation of this act and the rules adopted to carry out its purposes.

- 11 (2) The evaluation of the implementation of this act and the rules 12 adopted to carry out its purposes shall include, but not necessarily be 13 limited to, consideration of the following factors:
- 14 (a) Qualifying patients' access to an adequate source of cannabis 15 for medical use;
- 16 (b) Qualifying patients' access to a safe source of cannabis for medical use;
- 18 (c) Qualifying patients' access to a consistent source of cannabis 19 for medical use;
- 20 (d) Qualifying patients' access to a secure source of cannabis for 21 medical use;
- (e) Qualifying patients' and designated providers' contact with law enforcement and involvement in the criminal justice system;
- 24 (f) Diversion of cannabis intended for medical use to nonmedical uses;
 - (g) Incidents of home invasion burglaries, robberies, and other violent and property crimes associated with qualifying patients accessing cannabis for medical use;
- 29 (h) Whether there are health care professionals who make a 30 disproportionately high amount of authorizations in comparison to the 31 health care professional community at large;
- 32 (i) Whether there are indications of health care professionals in 33 violation of RCW 69.51A.030; and
- (j) Whether the health care professionals making authorizations
 reside in this state or out of this state.

(3) For purposes of facilitating this evaluation, the departments of health and agriculture will make available to the Washington state institute for public policy requested data, and any other data either department may consider relevant, from which all personally identifiable information has been redacted.

6 <u>NEW SECTION.</u> **Sec. 1002.** A new section is added to chapter 28B.20 7 RCW to read as follows:

The University of Washington and Washington State University may conduct scientific research on the efficacy and safety of administering cannabis as part of medical treatment. As part of this research, the University of Washington and Washington State University may develop and conduct studies to ascertain the general medical safety and efficacy of cannabis and may develop medical guidelines for the appropriate administration and use of cannabis.

15 PART XI
16 CONSTRUCTION

NEW SECTION. Sec. 1101. (1) No civil or criminal liability may be imposed by any court on the state or its officers and employees for actions taken in good faith under this chapter and within the scope of their assigned duties.

(2) No civil or criminal liability may be imposed by any court on cities, towns, and counties or other municipalities and their officers and employees for actions taken in good faith under this chapter and within the scope of their assigned duties.

NEW SECTION. Sec. 1102. Cities, towns, and counties or other municipalities may adopt and enforce reasonable zoning requirements, business licensing requirements, health and safety requirements, or business taxes pertaining to the production, processing, or dispensing of cannabis products within their jurisdiction. Any zoning requirements must be coordinated among jurisdictions within a county so that the county can meet the licensed dispenser allocation established by the department of health under section 702 of this act.

<u>NEW SECTION.</u> **Sec. 1103.** If any provision of this act or the application thereof to any person or circumstance is held invalid, the invalidity does not affect other provisions or applications of the act that can be given effect without the invalid provision or application, and to this end the provisions of this act are severable.

NEW SECTION. Sec. 1104. (1) The search, arrest, and prosecution protections and affirmative defenses established in sections 405, 406, and 407 of this act may not be asserted in a supervision revocation or violation hearing by a person who is supervised by a corrections agency or department that has determined that the terms of this section are inconsistent with and contrary to his or her supervision.

- (2) The provisions of RCW 69.51A.040 and sections 403 and 413 of this act do not apply to a person who is supervised for a criminal conviction by a corrections agency or department that has determined that the terms of this chapter are inconsistent with and contrary to his or her supervision.
- 17 (3) A person may not be licensed as a licensed producer, licensed 18 processor of cannabis products, or a licensed dispenser under section 19 601, 602, or 701 of this act if he or she is supervised for a criminal 20 conviction by a corrections agency or department that has determined 21 that licensure is inconsistent with and contrary to his or her 22 supervision.
- 23 **Sec. 1105.** RCW 69.51A.900 and 1999 c 2 s 1 are each amended to 24 read as follows:
- 25 This chapter may be known and cited as the Washington state medical use of ((marijuana)) cannabis act.

27 PART XII 28 MISCELLANEOUS

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NEW SECTION. Sec. 1201. (1) The legislature recognizes that there are cannabis producers and cannabis dispensaries in operation as of the effective date of this section that are unregulated by the state and who produce and dispense cannabis for medical use by qualifying patients. The legislature intends that these producers and dispensaries become licensed in accordance with the requirements of

- this chapter and that this licensing provides them with arrest 1 2 protection so long as they remain in compliance with the requirements of this chapter and the rules adopted under this chapter. 3 legislature further recognizes that cannabis producers and cannabis 4 dispensaries in current operation are not able to become licensed until 5 6 the department of agriculture and the department of health adopt rules and, consequently, it is likely they will remain unlicensed until at 7 8 least January 1, 2013. These producers and dispensary owners and 9 operators run the risk of arrest between the effective date of this 10 section and the time they become licensed. Therefore, the legislature 11 intends to provide them with an affirmative defense if they meet the 12 requirements of this section.
 - (2) If charged with a violation of state law relating to cannabis, a producer of cannabis or a dispensary and its owners and operators that are engaged in the production or dispensing of cannabis to a qualifying patient or who assists a qualifying patient in the medical use of cannabis is deemed to have established an affirmative defense to such charges by proof of compliance with this section.

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- (3) In order to assert an affirmative defense under this section, a cannabis producer or cannabis dispensary must:
- (a) In the case of producers, solely provide cannabis to cannabis dispensaries for the medical use of cannabis by qualified patients;
- (b) In the case of dispensaries, solely provide cannabis to qualified patients for their medical use;
 - (c) Be registered with the secretary of state as of May 1, 2011;
- (d) File a letter of intent with the department of agriculture or the department of health, as the case may be, asserting that the producer or dispenser intends to become licensed in accordance with this chapter and rules adopted by the appropriate department; and
- (e) File a letter of intent with the city clerk if in an incorporated area or to the county clerk if in an unincorporated area stating they operate as a producer or dispensary and that they comply with the provisions of this chapter and will comply with subsequent department rule making.
- (4) Upon receiving a letter of intent under subsection (3) of this section, the department of agriculture, the department of health, and the city clerk or county clerk must send a letter of acknowledgment to

the producer or dispenser. The producer and dispenser must display this letter of acknowledgment in a prominent place in their facility.

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- (5) Letters of intent filed with a public agency, letters of acknowledgement sent from those agencies, and other materials related to such letters are exempt from public disclosure under chapter 42.56 RCW.
- (6) This section expires upon the establishment of the licensing programs of the department of agriculture and the department of health and the commencement of the issuance of licenses for dispensers and producers as provided in this chapter. The department and the department of agriculture shall notify the code reviser when the establishment of the licensing programs has occurred.
- NEW SECTION. Sec. 1202. A new section is added to chapter 42.56 RCW to read as follows:
- The following information related to cannabis producers and cannabis dispensers are exempt from disclosure under this section:
- 17 (1) Letters of intent filed with a public agency under section 1201 18 of this act;
- 19 (2) Letters of acknowledgement sent from a public agency under 20 section 1201 of this act;
- 21 (3) Materials related to letters of intent and acknowledgement 22 under section 1201 of this act.
- NEW SECTION. Sec. 1203. (1)(a) On July 1, 2015, the department of health shall report the following information to the state treasurer:
 - (i) The expenditures from the health professions account related to the administration of chapter 69.51A RCW between the effective date of this section and June 30, 2015; and
- (ii) The amounts deposited into the health professions account under sections 702, 802, and 901 of this act between the effective date of this section and June 30, 2015.
- 31 (b) If the amount in (a)(i) of this subsection exceeds the amount 32 in (a)(ii) of this subsection, the state treasurer shall transfer an 33 amount equal to the difference from the general fund to the health 34 professions account.
- 35 (2)(a) Annually, beginning July 1, 2016, the department of health 36 shall report the following information to the state treasurer:

- 1 (i) The expenditures from the health professions account related to 2 the administration of chapter 69.51A RCW for the preceding fiscal year; 3 and
- 4 (ii) The amounts deposited into the health professions account 5 under sections 702, 802, and 901 of this act during the preceding 6 fiscal year.
- 7 (b) If the amount in (a)(i) of this subsection exceeds the amount 8 in (a)(ii) of this subsection, the state treasurer shall transfer an 9 amount equal to the difference from the general fund to the health 10 professions account.
- NEW SECTION. Sec. 1204. RCW 69.51A.080 (Adoption of rules by the department of health--Sixty-day supply for qualifying patients) and 2007 c 371 s 8 are each repealed.
- NEW SECTION. **Sec. 1205.** Sections 402 through 411, 413, 601 through 611, 701 through 705, 801 through 807, 901, 1001, 1101 through 1104, and 1201 of this act are each added to chapter 69.51A RCW.
- NEW SECTION. **Sec. 1206.** Section 1002 of this act takes effect January 1, 2013."
- 19 Correct the title.

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