#### By: **Delegate Ivey** Introduced and read first time: February 21, 2020 Assigned to: Rules and Executive Nominations

#### A BILL ENTITLED

1 AN ACT concerning

## Natalie M. LaPrade Medical Cannabis Commission – Education Programs and Research Projects – Licenses

4 FOR the purpose of authorizing the Natalie M. LaPrade Medical Cannabis Commission to  $\mathbf{5}$ issue medical cannabis education program licenses and medical cannabis research 6 project licenses for certain purposes; requiring certain applicants to submit certain 7 information and a certain application fee to the Commission; requiring the 8 Commission to grant a certain application under certain circumstances; requiring 9 the Commission to review certain proposed medical cannabis education programs and medical cannabis research projects and assess certain information; requiring the 1011 Commission to deny a certain application under certain circumstances; providing for 12the term of a medical cannabis education program license and a medical cannabis 13research project license; requiring a medical cannabis education program license and 14a medical cannabis research project license to be issued in a certain name and to 15specify the location in the State where the licensee intends to operate; providing that 16a medical cannabis education program license or medical cannabis research project 17license is not transferrable; requiring the Commission to review certain reports and 18 make a certain determination under certain circumstances; authorizing a certain 19licensee to transfer, sell, or distribute medical cannabis under certain circumstances 20and to contract with certain entities under certain circumstances; requiring the 21 Commission to allow certain education programs and research projects to cultivate, 22grow, acquire, possess, process, package, label, transfer, transport, sell, and 23distribute medical cannabis and medical cannabis products under certain 24circumstances; prohibiting medical cannabis education programs, medical cannabis 25research projects, and authorized representatives from being arrested or penalized 26for certain actions; requiring a certain entity to ensure that certain safety 27precautions are followed by a certain facility; authorizing the Commission to inspect 28certain medical cannabis education programs and medical cannabis research 29projects for a certain purpose; requiring the Commission to adopt certain regulations; 30 authorizing the Commission to impose certain penalties or rescind a certain license 31under certain circumstances; requiring the Commission to conduct certain outreach

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



1 to certain owners and entrepreneurs who may have an interest in applying for  $\mathbf{2}$ medical cannabis education program licenses or medical cannabis research project 3 licenses; prohibiting a member of the Commission from having a certain interest in 4 or receiving or sharing in the receipts or proceeds of a medical cannabis education  $\mathbf{5}$ program or medical cannabis research project; prohibiting the Commission from 6 imposing certain fees on a medical cannabis education program or a medical 7 cannabis research project during a certain period; prohibiting certain individuals 8 from receiving certain gifts or having an ownership interest in, or, under certain 9 circumstances, receiving certain compensation from a medical cannabis education 10 program or medical cannabis research project; repealing certain provisions of law 11 governing the registration of institutions of higher education, related medical 12facilities, and affiliated biomedical research firms with the Commission for certain 13 purposes; prohibiting advertisements for medical cannabis education programs and 14medical cannabis research projects from making certain statements and containing 15certain designs, illustration, pictures, or representations; requiring that websites 16 owned, managed, or operated by medical cannabis education programs or medical 17cannabis research projects employ a certain age-screening mechanism; authorizing 18 certain institutions of higher education, medical facilities, or affiliated biomedical 19 research firms to continue to operate under a certain registration through a certain 20date; providing that certain employees or agents may not be penalized or arrested 21for taking certain actions; defining certain terms; making conforming changes; and 22generally relating to licenses for medical cannabis education programs and medical 23cannabis research projects.

- 24 BY repealing and reenacting, without amendments,
- 25 Article Health General
- 26 Section 13–3301(a)
- 27 Annotated Code of Maryland
- 28 (2019 Replacement Volume)
- 29 BY repealing
- 30 Article Health General
- 31 Section 13–3301(b) and 13–3304.1
- 32 Annotated Code of Maryland
- 33 (2019 Replacement Volume)
- 34 BY adding to
- 35 Article Health General
- 36 Section 13–3301(b), (l), and (n), 13–3311.2, and 13–3311.3
- 37 Annotated Code of Maryland
- 38 (2019 Replacement Volume)

39 BY repealing and reenacting, with amendments,

- 40 Article Health General
- 41 Section 13–3301(l) through (p), 13-3302(f)(1) and (2)(iii) and (h)(1), 13-3303(b)(2),
- 42 13-3303.1(c), 13-3304(f), 13-3306(a)(1), (b), (c), and (h), 13-3307(f) and (g), 43 13-3309(f) and (g), 13-3313(a) and (b)(1), and 13-3313.1(b), (d)(1), and (e)(1)

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- 1 Annotated Code of Maryland
- 2 (2019 Replacement Volume)

3 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 4 That the Laws of Maryland read as follows:

#### Article - Health - General

6 13-3301.

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(a) In this subtitle the following words have the meanings indicated.

8 [(b) "Academic research representative" means an employee or agent of an 9 institution of higher education, a related medical facility, or an affiliated biomedical 10 research firm that filed a registration with the Commission under § 13–3304.1 of this 11 subtitle who is authorized to purchase medical cannabis for the institution of higher 12 education or related medical facility.]

(B) "AUTHORIZED REPRESENTATIVE" MEANS AN EMPLOYEE OR AGENT OF
A LICENSED MEDICAL CANNABIS EDUCATION PROGRAM OR LICENSED MEDICAL
CANNABIS RESEARCH PROJECT WHO IS AUTHORIZED TO CONDUCT ACTIVITIES
RELATED TO HANDLING MEDICAL CANNABIS UNDER THE LICENSE.

"MEDICAL CANNABIS EDUCATION PROGRAM" MEANS A PROGRAM TO 17(L) 18 EDUCATE OR TRAIN INDIVIDUALS OR BUSINESS ENTITIES ON GROWING. 19 CULTIVATING, HARVESTING, CURING, PREPARING, PACKAGING, TESTING, 20PROCESSING, MANUFACTURING, EXTRACTING, OR OTHERWISE HANDLING MEDICAL CANNABIS OR MEDICAL CANNABIS PRODUCTS, INCLUDING EDIBLE CANNABIS 2122PRODUCTS.

23 [(l)] (M) "Medical cannabis grower agent" means an owner, an employee, a 24 volunteer, an officer, or a director of a grower.

(N) "MEDICAL CANNABIS RESEARCH PROJECT" MEANS A SCIENTIFIC
ENDEAVOR TO ANSWER A RESEARCH QUESTION OR SET OF RESEARCH QUESTIONS
RELATED TO MEDICAL CANNABIS.

- 28 [(m)] (O) "Processor" means an entity that:
- 29 (1) Transforms medical cannabis into another product or extract; and
- 30 (2) Packages and labels medical cannabis.

31 [(n)] (P) "Processor agent" means an owner, a member, an employee, a 32 volunteer, an officer, or a director of a processor.

1	<b>[</b> (0) <b>] (Q)</b>	"Qualifying patient" means an individual who:
$\frac{2}{3}$	(1) in accordance with	Has been provided with a written certification by a certifying provider a bona fide provider–patient relationship; and
4	(2)	If under the age of 18 years, has a caregiver.
5	<b>[</b> (p) <b>] (R)</b>	"Written certification" means a certification that:
6 7	(1) provider has a bor	Is issued by a certifying provider to a qualifying patient with whom the na fide provider–patient relationship; and
$8\\9\\10$		Includes a written statement certifying that, in the provider's on, after having completed an assessment of the patient's medical history cal condition, the patient has a condition:
$\begin{array}{c} 11 \\ 12 \end{array}$	criteria of the cert	(i) That meets the inclusion criteria and does not meet the exclusion ifying provider's application; and
$\begin{array}{c} 13\\14 \end{array}$	would likely outwo	(ii) For which the potential benefits of the medical use of cannabis eigh the health risks for the patient; and
$15 \\ 16 \\ 17$		May include a written statement certifying that, in the provider's on, a 30–day supply of medical cannabis would be inadequate to meet the he qualifying patient.
18	13–3302.	
19	(f) (1)	The Commission shall:
20 21 22 23	in applying for me	(i) Conduct ongoing, thorough, and comprehensive outreach to nd women business owners and entrepreneurs who may have an interest edical cannabis grower, processor, [or] dispensary, MEDICAL CANNABIS GRAM, OR MEDICAL CANNABIS RESEARCH PROJECT licenses; and
24 25 26 27 28	and entrepreneur	(ii) Make grants to appropriate educational and business nizations to train and assist small, minority, and women business owners s seeking to become licensed as medical cannabis growers, processors, <b>MEDICAL CANNABIS EDUCATION PROGRAMS, OR MEDICAL</b> <b>ARCH PROJECTS</b> .
29 30	(2) include:	The outreach required under paragraph (1)(i) of this subsection shall
31		(iii) Disseminating information about the licensing process for

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$     \begin{array}{c}       1 \\       2 \\       3 \\       4     \end{array} $	medical cannabis growers, processors, [and] dispensaries, MEDICAL CANNABIS EDUCATION PROGRAMS, AND MEDICAL CANNABIS RESEARCH PROJECTS through media demonstrated to reach large numbers of minority and women business owners and entrepreneurs; and
$5\\6\\7$	(h) If the Commission retains a third party to assist the Commission in the evaluation or ranking of applications for licensure under this subtitle, the Commission may not retain the services of a person that:
8 9	(1) Has a direct or indirect financial, ownership, or management interest, including ownership of any stocks, bonds, or other similar financial instruments, in:
$10 \\ 11 \\ 12$	(i) Any State-licensed medical cannabis grower, processor, [or] dispensary, MEDICAL CANNABIS EDUCATION PROGRAM, OR MEDICAL CANNABIS RESEARCH PROJECT; or
13	(ii) An applicant for licensure under this subtitle; or
14	13–3303.
15	(b) (2) A member of the Commission may not:
16 17 18 19	(i) Have a direct or indirect financial, ownership, or management interest, including ownership of any stocks, bonds, or other similar financial instruments, in any State licensed medical cannabis grower, processor, [or] dispensary, MEDICAL CANNABIS EDUCATION PROGRAM, OR MEDICAL CANNABIS RESEARCH PROJECT;
$\begin{array}{c} 20\\ 21 \end{array}$	(ii) Have an official relationship to a person who holds a license under this subtitle;
22	(iii) Be an elected official of State or local government;
$23 \\ 24 \\ 25$	(iv) Receive or share in, directly or indirectly, the receipts or proceeds of any State licensed medical cannabis grower, processor, [or] dispensary, MEDICAL CANNABIS EDUCATION PROGRAM, OR MEDICAL CANNABIS RESEARCH PROJECT; or
26 27 28	(v) Have a beneficial interest in any contract for the manufacture or sale of medical cannabis or the provision of any independent consulting services in connection with any medical cannabis license.
29	13–3303.1.
30	(c) (1) The Department shall:
31	(i) Administer the Compassionate Use Fund; and

1 (ii) Subject to paragraph (2) of this subsection, set fees in an amount 2 necessary to provide revenues for the purposes of the Compassionate Use Fund.

3 (2) The Commission may not impose the fees established under paragraph
4 (1)(ii) of this subsection on a licensed medical cannabis grower, processor, [or] dispensary,
5 MEDICAL CANNABIS EDUCATION PROGRAM, OR MEDICAL CANNABIS RESEARCH
6 PROJECT during the 2 years immediately following the preapproval of the licensee for a
7 license under this subtitle.

8 13-3304.

9 (f) (1) A certifying provider or the spouse of a certifying provider may not 10 receive any gifts from or have an ownership interest in a medical cannabis grower, a 11 processor, [or] a dispensary, A MEDICAL CANNABIS EDUCATION PROGRAM, OR A 12 MEDICAL CANNABIS RESEARCH PROJECT.

(2) A certifying provider may receive compensation from a medical
 cannabis grower, a processor, [or] a dispensary, A MEDICAL CANNABIS EDUCATION
 PROGRAM, OR A MEDICAL CANNABIS RESEARCH PROJECT if the certifying provider:

16 (i) Obtains the approval of the Commission before receiving the 17 compensation; and

(ii) Discloses the amount of compensation received from the medical
 cannabis grower, processor, [or] dispensary, MEDICAL CANNABIS EDUCATION
 PROGRAM, OR MEDICAL CANNABIS RESEARCH PROJECT to the Commission.

21 [13-3304.1.

(a) (1) An institution of higher education, a related medical facility, or an
 affiliated biomedical research firm may file with the Commission a registration to purchase
 medical cannabis for the purpose of conducting a bona fide research project relating to the
 medical uses, properties, or composition of cannabis.

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(2) A registration filed under paragraph (1) of this subsection shall include:

- 27 (i) The name of the primary researcher;
- 28 (ii) The expected duration of the research; and
- 29 (iii) The primary objectives of the research.

30 (3) A registration filed under paragraph (1) of this subsection shall remain
 31 valid until there is a change in the research project or a withdrawal of the registration.

32 (b) An academic research representative may purchase medical cannabis from a

1 licensed dispensary.

2 (c) An academic research representative may not be penalized or arrested under 3 State law for acquiring, possessing, or dispensing cannabis, products containing cannabis, 4 related supplies, or educational materials for use in a bona fide research project relating to 5 the medical uses, properties, or composition of cannabis.

6 (d) The Commission may adopt regulations to implement this section.]

7 13–3306.

8 (a) (1) The Commission shall license medical cannabis growers that meet all 9 requirements established by the Commission to operate in the State to provide cannabis to:

- 10
- (i) Processors licensed by the Commission under this subtitle;
- 11 (ii) Dispensaries licensed by the Commission under this subtitle;12 [and]

# (III) MEDICAL CANNABIS EDUCATION PROGRAMS LICENSED BY THE COMMISSION UNDER THIS SUBTITLE OR AN AUTHORIZED REPRESENTATIVE OF THE MEDICAL CANNABIS EDUCATION PROGRAM;

#### 16 (IV) MEDICAL CANNABIS RESEARCH PROJECTS LICENSED BY 17 THE COMMISSION UNDER THIS SUBTITLE OR AN AUTHORIZED REPRESENTATIVE OF 18 THE MEDICAL CANNABIS RESEARCH PROJECT; AND

19 [(iii)] (V) Independent testing laboratories registered with the 20 Commission under this subtitle.

21 (b) An entity licensed to grow medical cannabis under this section may provide 22 cannabis only to:

- 23 (1) Processors licensed by the Commission under this subtitle;
- 24 (2) Dispensaries licensed by the Commission under this subtitle;
- 25 (3) Qualified patients;
- 26 (4) Caregivers;

#### 27 (5) MEDICAL CANNABIS EDUCATION PROGRAMS LICENSED BY THE 28 COMMISSION UNDER THIS SUBTITLE OR AUTHORIZED REPRESENTATIVES OF 29 MEDICAL CANNABIS EDUCATION PROGRAMS;

30 (6) MEDICAL CANNABIS RESEARCH PROJECTS LICENSED BY THE

#### 1 COMMISSION UNDER THIS SUBTITLE OR AUTHORIZED REPRESENTATIVES OF 2 MEDICAL CANNABIS RESEARCH PROJECTS; AND

3 [(5)] (7) Independent testing laboratories registered with the 4 Commission under this subtitle[; and

5 (6) Academic research representatives purchasing medical cannabis under 6 § 13–3304.1 of this subtitle].

7 (c) (1) An entity licensed to grow cannabis under this section may dispense 8 cannabis from a facility of a grower licensed as a dispensary.

9 (2) A qualifying patient, a caregiver, [or an academic research 10 representative purchasing medical cannabis under § 13–3304.1 of this subtitle] A MEDICAL 11 CANNABIS EDUCATION PROGRAM, A MEDICAL CANNABIS RESEARCH PROJECT, OR 12 AN AUTHORIZED REPRESENTATIVE may obtain medical cannabis from a facility of a 13 grower licensed as a dispensary.

14 (3) An entity licensed to grow medical cannabis under this section may 15 grow and process medical cannabis on the same premises.

16 (h) A grower licensed under this section or a medical cannabis grower agent 17 registered under this section may not be penalized or arrested under State law for:

(1) Cultivating, possessing, packaging, transferring, transporting, selling,
 or distributing medical cannabis to a processor [or], A dispensary, A MEDICAL CANNABIS
 EDUCATION PROGRAM, A MEDICAL CANNABIS RESEARCH PROJECT, OR AN
 AUTHORIZED REPRESENTATIVE; or

22 (2) Transporting the medical cannabis to an independent testing 23 laboratory.

24 13-3307.

(f) The Commission shall allow a dispensary licensed under this section or a
dispensary agent registered under § 13–3308 of this subtitle to acquire, possess, transfer,
transport, sell, distribute, or dispense edible cannabis products for use by a qualifying
patient, a caregiver, [or an academic research representative purchasing medical cannabis
under § 13–3304.1 of this subtitle] A MEDICAL CANNABIS EDUCATION PROGRAM, A
MEDICAL CANNABIS RESEARCH PROJECT, OR AN AUTHORIZED REPRESENTATIVE.

(g) A dispensary licensed under this section or a dispensary agent registered under § 13–3308 of this subtitle may not be penalized or arrested under State law for acquiring, possessing, transferring, transporting, selling, distributing, or dispensing medical cannabis, products containing medical cannabis, related supplies, or educational materials for use by a qualifying patient, a caregiver, [or an academic research]

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 $1 \quad \text{representative purchasing medical cannabis under § 13-3304.1 of this subtitle] A MEDICAL \\$ 

2 CANNABIS EDUCATION PROGRAM, A MEDICAL CANNABIS RESEARCH PROJECT, OR 3 AN AUTHORIZED REPRESENTATIVE.

4 13-3309.

5 (f) The Commission shall allow a processor licensed under this section or a 6 processor agent registered under § 13–3310 of this subtitle to:

(1) Acquire, possess, process, package, label, transfer, transport, sell, and
distribute to a dispensary edible cannabis products for use by a qualifying patient, a
caregiver, [or an academic research representative purchasing medical cannabis under §
13–3304.1 of this subtitle] A MEDICAL CANNABIS EDUCATION PROGRAM, A MEDICAL
CANNABIS RESEARCH PROJECT, OR AN AUTHORIZED REPRESENTATIVE; and

12 (2) Transport edible cannabis products to an independent testing 13 laboratory.

14 (g) A processor licensed under this section or a processor agent registered under 15 § 13–3310 of this subtitle may not be penalized or arrested under State law for:

16 (1) Acquiring, possessing, processing, packaging, labeling, transferring, 17 transporting, selling, or distributing medical cannabis or products containing medical 18 cannabis to a dispensary for use by a qualifying patient, a caregiver, [or an academic 19 research representative purchasing medical cannabis under § 13–3304.1 of this subtitle] A 20 MEDICAL CANNABIS EDUCATION PROGRAM, A MEDICAL CANNABIS RESEARCH 21 PROJECT, OR AN AUTHORIZED REPRESENTATIVE; or

22 (2) Transporting medical cannabis or products containing medical 23 cannabis to an independent testing laboratory.

24 **13–3311.2**.

(A) THE COMMISSION MAY ISSUE A MEDICAL CANNABIS EDUCATION
PROGRAM LICENSE TO POSSESS AND GROW MEDICAL CANNABIS FOR EDUCATIONAL
PURPOSES CONSISTENT WITH THIS SECTION, INCLUDING FOR THE PURPOSE OF:

28 (1) TESTING AND DEMONSTRATING CULTIVATION TECHNIQUES, 29 STRATEGIES, INFRASTRUCTURE, MEDIUMS, AND LIGHTING AND ANY OTHER 30 TECHNOLOGY RELATED TO GROWING MEDICAL CANNABIS;

31 (2) DEMONSTRATING THE APPLICATION AND USE OF MEDICAL 32 CANNABIS PRODUCT MANUFACTURING TECHNOLOGIES;

33 (3) EDUCATING STUDENTS ON GENOMIC, HORTICULTURAL, OR

	10 HOUSE BILL 1630
1	AGRICULTURAL SUBJECTS RELATING TO MEDICAL CANNABIS; AND
$\frac{2}{3}$	(4) EDUCATING STUDENTS ON PRODUCTS OR SYSTEMS RELATED TO MEDICAL CANNABIS.
45	(B) AN APPLICANT FOR A MEDICAL CANNABIS EDUCATION PROGRAM LICENSE SHALL SUBMIT TO THE COMMISSION:
6	(1) THE FOLLOWING INFORMATION:
7 8	(I) A DESCRIPTION OF THE APPLICANT'S PROPOSED MEDICAL CANNABIS EDUCATION PROGRAM, INCLUDING:
9	1. THE CURRICULUM; AND
$10 \\ 11 \\ 12$	2. A DEMONSTRATION THAT THE MEDICAL CANNABIS EDUCATION PROGRAM WILL COMPLY WITH THE REQUIREMENTS OF THIS SECTION AND ANY REGULATIONS AND POLICIES ADOPTED UNDER THIS SECTION; AND
$13 \\ 14 \\ 15$	(II) WHETHER THE PROPOSED MEDICAL CANNABIS EDUCATION PROGRAM WILL BE CONDUCTED BY OR IN COORDINATION WITH A PUBLIC INSTITUTION OR USING STATE FUNDS; AND
16	(2) AN APPLICATION FEE, AS DETERMINED BY THE COMMISSION.
17 18 19 20 21 22	(C) (1) IF A MEDICAL CANNABIS EDUCATION PROGRAM PROPOSED IN AN APPLICATION SUBMITTED UNDER SUBSECTION (B) OF THIS SECTION WILL NOT BE CONDUCTED BY OR IN COORDINATION WITH A PUBLIC INSTITUTION OR USING STATE FUNDS AND THE MEDICAL CANNABIS EDUCATION PROGRAM MEETS THE REQUIREMENTS OF THIS SECTION AND ANY REGULATIONS AND POLICIES ADOPTED UNDER THIS SECTION, THE COMMISSION SHALL GRANT THE APPLICATION.
23 24 25 26 27	(2) (I) IF A MEDICAL CANNABIS EDUCATION PROGRAM PROPOSED IN AN APPLICATION SUBMITTED UNDER SUBSECTION (B) OF THIS SECTION WILL BE CONDUCTED BY OR IN COORDINATION WITH A PUBLIC INSTITUTION OR USING STATE FUNDS, THE COMMISSION SHALL REVIEW THE PROPOSED MEDICAL CANNABIS EDUCATION PROGRAM AND ASSESS:
28 29 30	1. WHETHER THE PROPOSED MEDICAL CANNABIS EDUCATION PROGRAM MEETS THE REQUIREMENTS OF THIS SECTION AND ANY REGULATIONS AND POLICIES ADOPTED UNDER THIS SECTION;

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2. THE QUALITY, STUDY DESIGN, VALUE, AND IMPACT OF

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THE MEDICAL CANNABIS EDUCATION PROGRAM; 3. WHETHER THE APPLICANT HAS THE APPROPRIATE PERSONNEL, EXPERTISE, FACILITIES, INFRASTRUCTURE, AND FUNDING TO SUCCESSFULLY CONDUCT THE MEDICAL CANNABIS EDUCATION PROGRAM; AND 4. IF THE RESEARCH PROJECT PROPOSES TO GROW MEDICAL CANNABIS, WHETHER THE AMOUNT OF MEDICAL CANNABIS THAT THE APPLICANT PROPOSES TO GROW IS CONSISTENT WITH THE SCOPE AND GOALS OF THE MEDICAL CANNABIS EDUCATION PROGRAM. THE COMMISSION SHALL DENY AN APPLICATION FOR A **(II)** MEDICAL CANNABIS EDUCATION PROGRAM THAT WILL BE CONDUCTED BY OR IN COORDINATION WITH A PUBLIC INSTITUTION OR USING STATE FUNDS IF: 1. THE COMMISSION DETERMINES THAT THE MEDICAL CANNABIS EDUCATION PROGRAM DOES NOT MEET THE REQUIREMENTS OF THIS SECTION OR ANY REGULATIONS AND POLICIES ADOPTED UNDER THIS SECTION; OR 2. AFTER CONDUCTING THE ASSESSMENT UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH, THE COMMISSION DETERMINES THAT THE **APPLICATION SHOULD BE DENIED.** (1) **(I)** A MEDICAL CANNABIS EDUCATION PROGRAM LICENSE IS (D) VALID FOR 6 YEARS ON INITIAL LICENSURE. (II) A MEDICAL CANNABIS EDUCATION PROGRAM LICENSE IS VALID FOR 4 YEARS ON RENEWAL. (2) A MEDICAL CANNABIS EDUCATION PROGRAM LICENSE SHALL BE ISSUED IN THE NAME OF THE APPLICANT FOR THE LICENSE AND SHALL SPECIFY THE LOCATION IN THE STATE WHERE THE MEDICAL CANNABIS EDUCATION PROGRAM LICENSED UNDER THIS SECTION INTENDS TO OPERATE. (3) Α LICENSE ISSUED UNDER THIS SECTION TRANSFERRABLE. **(E)** A MEDICAL CANNABIS EDUCATION PROGRAM LICENSED UNDER THIS **SECTION MAY:** (1) TRANSFER, SELL, OR DISTRIBUTE MEDICAL CANNABIS GROWN BY THE MEDICAL CANNABIS EDUCATION PROGRAM ONLY:

 $\mathbf{IS}$ 

NOT

1(I) TO A LICENSED MEDICAL CANNABIS PROCESSOR,2DISPENSARY, MEDICAL CANNABIS RESEARCH PROJECT, OR MEDICAL CANNABIS3EDUCATION PROGRAM, OR TO AN AUTHORIZED PROVIDER; AND

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#### (II) IN AN AMOUNT DETERMINED BY THE COMMISSION; AND

5 (2) CONTRACT WITH A PUBLIC INSTITUTION OF HIGHER EDUCATION,
6 A RELATED RESEARCH FIRM, ANOTHER MEDICAL CANNABIS EDUCATION PROGRAM
7 LICENSED UNDER THIS SECTION, OR A LICENSED MEDICAL CANNABIS GROWER,
8 PROCESSOR, DISPENSARY, OR MEDICAL CANNABIS RESEARCH PROJECT IF THE
9 CONTRACT RELATES TO THE PERFORMANCE OF RESEARCH ON MEDICAL CANNABIS.

10 (F) THE COMMISSION SHALL ALLOW A MEDICAL CANNABIS EDUCATION 11 PROGRAM LICENSED UNDER THIS SECTION TO CULTIVATE, GROW, ACQUIRE, 12 POSSESS, PROCESS, PACKAGE, LABEL, TRANSFER, TRANSPORT, SELL, AND 13 DISTRIBUTE MEDICAL CANNABIS AND MEDICAL CANNABIS PRODUCTS, INCLUDING 14 EDIBLE CANNABIS PRODUCTS, TO THE EXTENT THAT THE ACTIVITIES ARE 15 CONSISTENT WITH THE MEDICAL CANNABIS EDUCATION PROGRAM LICENSE.

16 (G) A MEDICAL CANNABIS EDUCATION PROGRAM LICENSED UNDER THIS 17SECTION OR AN AUTHORIZED REPRESENTATIVE MAY NOT BE PENALIZED OR 18 ARRESTED UNDER STATE LAW FOR CULTIVATING, GROWING, ACQUIRING, 19 POSSESSING, PROCESSING, PACKAGING, LABELING, TRANSFERRING, 20TRANSPORTING, SELLING, AND DISTRIBUTING MEDICAL CANNABIS AND PRODUCTS 21CONTAINING MEDICAL CANNABIS, INCLUDING EDIBLE CANNABIS PRODUCTS, 22**RELATED SUPPLIES, OR EDUCATIONAL MATERIALS IN A MANNER CONSISTENT WITH** 23THE MEDICAL CANNABIS EDUCATION PROGRAM LICENSE.

(H) A MEDICAL CANNABIS EDUCATION PROGRAM LICENSED UNDER THIS
 SECTION SHALL ENSURE THAT ANY SAFETY PRECAUTIONS ESTABLISHED BY THE
 COMMISSION ARE FOLLOWED BY ANY FACILITY OPERATED BY THE MEDICAL
 CANNABIS EDUCATION PROGRAM.

(I) THE COMMISSION MAY INSPECT A MEDICAL CANNABIS EDUCATION
 PROGRAM LICENSED UNDER THIS SECTION TO ENSURE COMPLIANCE WITH THIS
 SUBTITLE.

31 (J) THE COMMISSION MAY IMPOSE PENALTIES OR RESCIND THE LICENSE 32 OF A MEDICAL CANNABIS EDUCATION PROGRAM THAT DOES NOT MEET THE 33 STANDARDS FOR LICENSURE SET BY THE COMMISSION.

34(K)THE COMMISSION SHALL, IN CONSULTATION WITH THE DEPARTMENT,35ADOPT REGULATIONS TO CARRY OUT THE PROVISIONS OF THIS SECTION.

1 **13–3311.3.** 

2 (A) THE COMMISSION MAY ISSUE A MEDICAL CANNABIS RESEARCH 3 PROJECT LICENSE CONSISTENT WITH THIS SECTION TO AN APPLICANT WHO 4 PROPOSES TO CONDUCT A MEDICAL CANNABIS RESEARCH PROJECT FOR THE 5 PURPOSE OF:

6 (1) TESTING CHEMICAL POTENCY AND COMPOSITION OF MEDICAL 7 CANNABIS;

8 (2) CONDUCTING CLINICAL INVESTIGATIONS OF CANNABIS-DERIVED 9 MEDICINAL PRODUCTS;

10 (3) CONDUCTING RESEARCH ON THE EFFICACY AND SAFETY OF 11 ADMINISTERING CANNABIS AS PART OF MEDICAL TREATMENT;

12 (4) EDUCATING STUDENTS ON GENOMIC, HORTICULTURAL, OR 13 AGRICULTURAL SUBJECTS RELATING TO MEDICAL CANNABIS;

14(5)CONDUCTING RESEARCH ON PRODUCTS OR SYSTEMS RELATED TO15MEDICAL CANNABIS; AND

16 **(6)** CONDUCTING RESEARCH ON CULTIVATING AND GROWING 17 MEDICAL CANNABIS.

18 **(B) AN APPLICANT FOR A MEDICAL CANNABIS RESEARCH PROJECT LICENSE** 19 SHALL SUBMIT TO THE COMMISSION:

20 (1) THE FOLLOWING INFORMATION:

21(I)A DESCRIPTION OF THE PROPOSED RESEARCH PROJECT,22INCLUDING:

A DEFINED RESEARCH PROTOCOL;
 THE GOALS OF THE RESEARCH PROJECT;
 THE SCIENTIFIC METHOD TO BE USED;
 THE ANTICIPATED OUTPUT;
 A BEGINNING AND END DATE; AND

16.A DEMONSTRATION THAT THE RESEARCH PROJECT2WILL COMPLY WITH THE REQUIREMENTS OF THIS SECTION AND ANY REGULATIONS3AND POLICIES ADOPTED UNDER THIS SECTION; AND

4 (II) WHETHER THE RESEARCH PROJECT WILL BE CONDUCTED 5 BY OR IN COORDINATION WITH A PUBLIC INSTITUTION OR USING STATE FUNDS; AND

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(2) AN APPLICATION FEE, AS DETERMINED BY THE COMMISSION.

7 (C) (1) IF A MEDICAL CANNABIS RESEARCH PROJECT PROPOSED IN AN 8 APPLICATION SUBMITTED UNDER SUBSECTION (B) OF THIS SECTION WILL NOT BE 9 CONDUCTED BY OR IN COORDINATION WITH A PUBLIC INSTITUTION OR USING STATE 10 FUNDS, THE COMMISSION SHALL GRANT THE APPLICATION IF IT DETERMINES THAT 11 THE APPLICANT MEETS THE REQUIREMENTS OF THIS SECTION AND ANY 12 REGULATIONS AND POLICIES ADOPTED UNDER THIS SECTION.

(2) (I) IF A MEDICAL CANNABIS RESEARCH PROJECT PROPOSED IN
AN APPLICATION SUBMITTED UNDER SUBSECTION (B) OF THIS SECTION WILL BE
CONDUCTED BY OR IN COORDINATION WITH A PUBLIC INSTITUTION OR USING STATE
FUNDS, THE COMMISSION SHALL REVIEW THE APPLICANT'S PROPOSED MEDICAL
CANNABIS RESEARCH PROJECT AND ASSESS:

181.WHETHER THE PROPOSED MEDICAL CANNABIS19RESEARCH PROJECT MEETS THE REQUIREMENTS OF THIS SECTION AND ANY20REGULATIONS AND POLICIES ADOPTED UNDER THIS SECTION;

21 **2. THE QUALITY, STUDY DESIGN, VALUE, AND IMPACT OF** 22 **THE PROPOSED MEDICAL CANNABIS RESEARCH PROJECT;** 

233.WHETHER THE APPLICANT HAS THE APPROPRIATE24PERSONNEL, EXPERTISE, FACILITIES, INFRASTRUCTURE, FUNDING, AND ANY25AUTHORIZATIONS NECESSARY TO SUCCESSFULLY CONDUCT THE PROPOSED26MEDICAL CANNABIS RESEARCH PROJECT; AND

4. IF THE MEDICAL CANNABIS RESEARCH PROJECT PROPOSES TO GROW MEDICAL CANNABIS, WHETHER THE AMOUNT OF MEDICAL CANNABIS TO BE GROWN IS CONSISTENT WITH THE SCOPE AND GOALS OF THE MEDICAL CANNABIS RESEARCH PROJECT.

(II) THE COMMISSION SHALL DENY AN APPLICATION FOR A
 MEDICAL CANNABIS RESEARCH PROJECT THAT WILL BE CONDUCTED BY OR IN
 COORDINATION WITH A PUBLIC INSTITUTION OR USING STATE FUNDS IF:

CANNABIS RESEARCH PROJECT DOES NOT MEET THE REQUIREMENTS OF THIS

SECTION OR ANY REGULATIONS AND POLICIES ADOPTED UNDER THIS SECTION; OR

THE COMMISSION DETERMINES THAT THE MEDICAL

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2. AFTER CONDUCTING THE ASSESSMENT REQUIRED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH, THE COMMISSION DETERMINES THAT THE **APPLICATION SHOULD BE DENIED.** A MEDICAL CANNABIS RESEARCH PROJECT LICENSE IS VALID FOR **(**D**)** (1) THE DURATION OF THE MEDICAL CANNABIS RESEARCH PROJECT, UNLESS THE COMMISSION DETERMINES THAT THE LICENSE MUST BE RENEWED AFTER A PERIOD OF TIME. (2) A MEDICAL CANNABIS RESEARCH PROJECT LICENSE SHALL BE ISSUED IN THE NAME OF THE APPLICANT AND SHALL SPECIFY THE LOCATION IN THE STATE WHERE THE MEDICAL CANNABIS RESEARCH PROJECT WILL BE CONDUCTED. (3) Α LICENSE ISSUED UNDER THIS SECTION IS NOT TRANSFERRABLE. **(E)** IF A MEDICAL CANNABIS RESEARCH PROJECT LICENSED UNDER THIS SECTION IS CONDUCTED BY OR IN COORDINATION WITH A PUBLIC INSTITUTION OR USING STATE FUNDS, THE COMMISSION SHALL: **REVIEW ANY REPORTS ISSUED BY THE MEDICAL CANNABIS** (1) **RESEARCH PROJECT: AND** DETERMINE, BASED ON THE REVIEW UNDER ITEM (1) OF THIS (2) SUBSECTION WHETHER THE LICENSED RESEARCH PROJECT CONTINUES TO MEET THE REQUIREMENTS OF THIS SECTION AND ANY REGULATIONS AND POLICIES ADOPTED UNDER THIS SECTION. A MEDICAL CANNABIS RESEARCH PROJECT LICENSED UNDER THIS **(F) SECTION MAY:** (1) TRANSFER, SELL, OR DISTRIBUTE MEDICAL CANNABIS GROWN BY THE MEDICAL CANNABIS RESEARCH PROJECT ONLY: **(I)** TO A LICENSED MEDICAL CANNABIS PROCESSOR, DISPENSARY, MEDICAL CANNABIS RESEARCH PROJECT, OR MEDICAL CANNABIS EDUCATION PROGRAM, OR TO AN AUTHORIZED PROVIDER; AND

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#### (II) IN AN AMOUNT DETERMINED BY THE COMMISSION; AND

(2) CONTRACT WITH A PUBLIC INSTITUTION OF HIGHER EDUCATION,
A RELATED RESEARCH FIRM, ANOTHER MEDICAL CANNABIS RESEARCH PROJECT
LICENSED UNDER THIS SECTION, OR A LICENSED MEDICAL CANNABIS GROWER,
PROCESSOR, DISPENSARY, OR MEDICAL CANNABIS EDUCATION PROGRAM IF THE
CONTRACT RELATES TO THE PERFORMANCE OF RESEARCH ON MEDICAL CANNABIS.

7 (G) THE COMMISSION SHALL ALLOW A MEDICAL CANNABIS RESEARCH 8 PROJECT LICENSED UNDER THIS SECTION TO CULTIVATE, GROW, ACQUIRE, 9 POSSESS, PROCESS, PACKAGE, LABEL, TRANSFER, TRANSPORT, SELL, AND 10 DISTRIBUTE MEDICAL CANNABIS AND MEDICAL CANNABIS PRODUCTS, INCLUDING 11 EDIBLE CANNABIS PRODUCTS, TO THE EXTENT THAT THE ACTIVITIES ARE 12 CONSISTENT WITH THE MEDICAL CANNABIS RESEARCH PROJECT LICENSE.

13A MEDICAL CANNABIS RESEARCH PROJECT LICENSED UNDER THIS **(H)** 14SECTION OR AN AUTHORIZED REPRESENTATIVE MAY NOT BE PENALIZED OR 15ARRESTED UNDER STATE LAW FOR CULTIVATING, GROWING, ACQUIRING, 16 POSSESSING, PROCESSING, PACKAGING, LABELING, TRANSFERRING, TRANSPORTING, SELLING, AND DISTRIBUTING MEDICAL CANNABIS AND PRODUCTS 1718 CONTAINING MEDICAL CANNABIS, INCLUDING EDIBLE CANNABIS PRODUCTS, 19 **RELATED SUPPLIES, OR EDUCATIONAL MATERIALS IN A MANNER CONSISTENT WITH** 20THE MEDICAL CANNABIS RESEARCH PROJECT LICENSE.

(I) THE COMMISSION MAY INSPECT A MEDICAL CANNABIS RESEARCH
 PROJECT LICENSED UNDER THIS SECTION TO ENSURE COMPLIANCE WITH THIS
 SUBTITLE.

24 (J) THE COMMISSION MAY IMPOSE PENALTIES OR RESCIND THE LICENSE 25 OF A MEDICAL CANNABIS RESEARCH PROJECT THAT DOES NOT MEET THE 26 STANDARDS FOR LICENSURE SET BY THE COMMISSION.

#### 27 (K) THE COMMISSION SHALL, IN CONSULTATION WITH THE DEPARTMENT, 28 ADOPT REGULATIONS TO CARRY OUT THE PROVISIONS OF THIS SECTION.

29 13–3313.

30 (a) Any of the following persons acting in accordance with the provisions of this 31 subtitle may not be subject to arrest, prosecution, revocation of mandatory supervision, 32 parole, or probation, or any civil or administrative penalty, including a civil penalty or 33 disciplinary action by a professional licensing board, or be denied any right or privilege, for 34 the medical use of or possession of medical cannabis:

35 (1) A qualifying patient:

1 (i) In possession of an amount of medical cannabis determined by 2 the Commission to constitute a 30-day supply; or

3 (ii) In possession of an amount of medical cannabis that is greater 4 than a 30-day supply if the qualifying patient's certifying provider stated in the written 5 certification that a 30-day supply would be inadequate to meet the medical needs of the 6 qualifying patient;

7 (2) A grower licensed under § 13–3306 of this subtitle or a grower agent 8 registered under § 13–3306 of this subtitle;

- 9 (3) A certifying provider;
- 10 (4) A caregiver;

11 (5) [An academic research representative purchasing medical cannabis 12 under § 13–3304.1 of this subtitle;

13 (6)] A dispensary licensed under § 13–3307 of this subtitle or a dispensary 14 agent registered under § 13–3308 of this subtitle;

15 [(7)] (6) A processor licensed under § 13–3309 of this subtitle or a 16 processor agent registered under § 13–3310 of this subtitle;

#### 17 (7) A MEDICAL CANNABIS EDUCATION PROGRAM LICENSED UNDER § 18 13–3311.2 OF THIS SUBTITLE OR AN AUTHORIZED REPRESENTATIVE OF THE 19 MEDICAL CANNABIS EDUCATION PROGRAM;

20 (8) A MEDICAL CANNABIS RESEARCH PROJECT LICENSED UNDER § 21 13–3311.3 OF THIS SUBTITLE OR AN AUTHORIZED REPRESENTATIVE OF THE 22 MEDICAL CANNABIS RESEARCH PROJECT;

23 [(8)] (9) A hospital, medical facility, or hospice program where a 24 qualifying patient is receiving treatment; or

[(9)] (10) A third-party vendor authorized by the Commission to test,
 transport, or dispose of medical cannabis, medical cannabis products, or medical cannabis
 waste under the provisions of this subtitle.

(b) (1) A person may not distribute, possess, manufacture, or use cannabis that has been diverted from a qualifying patient, a caregiver, [an academic research representative,] a licensed grower, [or] a licensed dispensary, A LICENSED MEDICAL CANNABIS EDUCATION PROGRAM, A LICENSED MEDICAL CANNABIS RESEARCH PROJECT, OR AN AUTHORIZED REPRESENTATIVE.

1 13–3313.1.

2 (b) An advertisement for a grower, a processor, a dispensary, A MEDICAL 3 CANNABIS EDUCATION PROGRAM, A MEDICAL CANNABIS RESEARCH PROJECT, an 4 independent testing laboratory, a certifying provider, or a third-party vendor may not:

- 5 (1) Make any statement that is false or misleading in any material way or 6 is otherwise a violation of §§ 13–301 through 13–320 of the Commercial Law Article; or
- 7 (2) Contain a design, an illustration, a picture, or a representation that:
- 8 (i) Encourages or represents the recreational use of cannabis;

9 (ii) Targets or is attractive to minors, including a cartoon character, 10 a mascot, or any other depiction that is commonly used to market products to minors;

- 11 (iii) Displays the use of cannabis, including the consumption, 12 smoking, or vaping of cannabis;
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- (iv) Encourages or promotes cannabis for use as an intoxicant; or
- 14 (v) Are obscene.

(d) (1) Any website owned, managed, or operated by a certifying provider,
 dispensary, grower, [or] processor, MEDICAL CANNABIS EDUCATION PROGRAM, OR
 MEDICAL CANNABIS RESEARCH PROJECT shall employ a neutral age-screening
 mechanism that verifies that the user is at least 18 years of age, including by using an
 age-gate, age-screen, or age verification mechanism.

(e) (1) This subsection does not apply to an advertisement placed on property
 owned or leased by a dispensary, grower, [or] processor, MEDICAL CANNABIS EDUCATION
 PROGRAM, OR MEDICAL CANNABIS RESEARCH PROJECT.

23 SECTION 2. AND BE IT FURTHER ENACTED, That:

(a) An institution of higher education, a related medical facility, or an affiliated
biomedical research firm that is registered before October 1, 2020, with the Natalie M.
LaPrade Medical Cannabis Commission to purchase medical cannabis for the purpose of
conducting a bona fide research project relating to the medical uses, properties, or
composition of cannabis may continue to operate under the registration through June 30,
2021.

30 (b) An employee or agent of an institution of higher education, a related medical 31 facility, or an affiliated biomedical research firm operating under subsection (a) of this 32 section and who is authorized to purchase medical cannabis for the institution of higher 33 education or related medical facility may not be penalized or arrested under State law for

acquiring, possessing, or dispensing cannabis, products containing cannabis, related
 supplies, or educational materials for use in a bona fide research project relating to the
 medical uses, properties, or composition of cannabis.

4 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 5 October 1, 2020.