By: Representatives Yancey, Stamps To: Drug Policy

HOUSE BILL NO. 1158

AN ACT TO AMEND SECTION 41-137-5, MISSISSIPPI CODE OF 1972, TO AUTHORIZE A PRACTITIONER TO ASSIST A PATIENT IN REGISTERING FOR A REGISTRY IDENTIFICATION CARD WITH THE DEPARTMENT OF HEALTH AFTER THE PRACTITIONER HAS ISSUED A WRITTEN CERTIFICATION TO THE 5 PATIENT; TO PROVIDE THAT THE REQUIREMENTS OF THIS SECTION SHALL NOT APPY TO A PERSON WHO IS AUTHORIZED TO PURCHASE TOPICAL 7 CANNABIS, AND SUCH PERSONS MAY POSSESS AND USE SUCH PRODUCTS WITHOUT BEING IN VIOLATION OF THIS CHAPTER; TO AMEND SECTION 8 9 41-137-23, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT A MEDICAL CANNABIS WRITTEN CERTIFICATION ISSUED BY A PRACTITIONER SHALL BE 10 11 VALID FOR THE SIX MONTHS IMMEDIATELY PRECEDING THE DATE OF 12 APPLICATION; TO AMEND SECTION 41-137-35, MISSISSIPPI CODE OF 1972, TO CAP THE CANNABIS CULTIVATION FACILITY TIER 6 TO NOT MORE THAN 13 150,000 SQUARE FEET; TO AMEND SECTION 41-137-39, MISSISSIPPI CODE 14 OF 1972, TO REQUIRE A PROSPECTIVE EMPLOYEE TO UNDERGO A 15 16 FINGERPRINT-BASED BACKGROUND CHECK BY THE DEPARTMENT OF PUBLIC 17 SAFETY; TO REQUIRE A SUBSEQUENT BACKGROUND CHECK TO BE CONDUCTED ON PROSPECTIVE EMPLOYEES IF THEY DO NOT START EMPLOYMENT WITH AN 18 ENTITY FOR SIX MONTHS; TO AMEND SECTION 41-137-41, MISSISSIPPI 19 20 CODE OF 1972, TO AUTHORIZE DISPENSARY WEBSITES TO DISPLAY PICTURES 21 OF THE PRODUCTS THAT THE DISPENSARY SELLS; TO AMEND SECTION 22 41-137-47, MISSISSIPPI CODE OF 1972, TO AUTHORIZE LICENSING 23 AGENCIES TO DENY THE APPLICATION OF ANY APPLICANT WHO FAILS TO 24 MEET THE QUALIFICATIONS FOR OBTAINING SUCH LICENSE; TO ESTABLISH 25 CERTAIN APPEAL PROCEDURES FOR DENIALS; TO PROVIDE THAT ANY 26 INVESTIGATION, FINE, SUSPENSION OR REVOCATION BY A LICENSING 27 AGENCY UNDER THIS SECTION SHALL BE CONSIDERED CONFIDENTIAL AND 28 EXEMPT FROM DISCLOSURE UNDER THE MISSISSIPPI PUBLIC RECORDS ACT; 29 TO AMEND SECTION 41-137-49, MISSISSIPPI CODE OF 1972, TO PROVIDE 30 THAT THE ADDRESSES OF PROSPECTIVE AND LICENSED MEDICAL CANNABIS 31 ESTABLISHMENTS SHALL BE CONSIDERED CONFIDENTIAL AND EXEMPT FROM 32 DISCLOSURE UNDER THE MISSISSIPPI PUBLIC RECORDS ACT; TO AMEND 33 SECTION 41-137-59, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE 34 JUDICIAL REVIEW OF AN APPEAL FROM A FINAL DECISION OR ORDER OF AN

- AGENCY UNDER THE PROVISIONS OF THE MEDICAL CANNABIS ACT SHALL BE 35 36 BASED ON THE RECORD MADE BEFORE THE AGENCY; TO AMEND SECTION 37 41-137-63, MISSISSIPPI CODE OF 1972, TO EXTEND THE DATE OF REPEAL 38 FOR THE MEDICAL CANNABIS ADVISORY COMMITTEE; TO AMEND SECTION 39 41-29-153, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT CONTROLLED 40 SUBSTANCES AND RAW MATERIALS WHICH HAVE BEEN USED IN VIOLATION OF 41 THE MEDICAL CANNABIS ACT MAY BE SUBJECT TO FORFEITURE; TO EMPOWER 42 LAW ENFORCEMENT OFFICERS OF THE MISSISSIPPI DEPARTMENT OF REVENUE 43 OR MISSISSIPPI DEPARTMENT OF HEALTH ACTING WITH THEIR DUTIES IN ACCORDANCE WITH THE MISSISSIPPI MEDICAL CANNABIS ACT TO SEIZE SUCH 44 45 SUBJECTS; TO AMEND SECTION 41-29-154, MISSISSIPPI CODE OF 1972, TO 46 EMPOWER LAW ENFORCEMENT OFFICERS OF THE MISSISSIPPI DEPARTMENT OF 47 REVENUE OR MISSISSIPPI DEPARTMENT OF HEALTH ACTING WITH THEIR 48 DUTIES IN ACCORDANCE WITH THE MISSISSIPPI MEDICAL CANNABIS ACT TO 49 DESTROY ANY CONTROLLED SUBSTANCES OR PARAPHERNALIA SEIZED UNDER 50 THEIR AUTHORITY; TO AMEND SECTION 25-53-1, MISSISSIPPI CODE OF 51 1972, TO EXTEND THE DATE OF REPEAL THAT ALLOWS AN EXEMPTION TO ITS 52 OVERSIGHT FOR THE DEPARTMENT OF HEALTH AND THE DEPARTMENT OF 53 REVENUE FOR THE PURPOSES OF IMPLEMENTING, ADMINISTERING AND 54 ENFORCING THE PROVISIONS OF THE MISSISSIPPI MEDICAL CANNABIS ACT; 55 TO AMEND SECTION 25-53-5, MISSISSIPPI CODE OF 1972, TO EXTEND THE 56 DATE OF REPEAL THAT ALLOWS AN EXEMPTION TO ITS PROCUREMENT 57 PROCEDURES FOR THE DEPARTMENT OF HEALTH AND THE DEPARTMENT OF
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

ENFORCING THE PROVISIONS OF THE MISSISSIPPI MEDICAL CANNABIS ACT;

REVENUE FOR THE PURPOSES OF IMPLEMENTING, ADMINISTERING AND

- 62 **SECTION 1.** Section 41-137-5, Mississippi Code of 1972, is 63 amended as follows:
- 64 41-137-5. (1) No person shall be authorized to use medical 65 cannabis in this state unless the person (a) has been diagnosed by 66 a practitioner, with whom the person has a bona fide 67 practitioner-patient relationship within his or her scope of 68 practice, as having a debilitating medical condition for which the 69 practitioner believes, in his or her professional opinion, that 70 the person would likely receive medical or palliative benefit from 71 the medical use of medical cannabis to treat or alleviate the

person's debilitating medical condition or symptoms associated

AND FOR RELATED PURPOSES.

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- 73 with the person's debilitating medical condition, (b) has received
- 74 a written certification of that diagnosis from the practitioner,
- 75 and (c) has been issued a registry identification card from the
- 76 MDOH under Section 41-137-23. A person who has been diagnosed by
- 77 a practitioner as specified in paragraph (a) of this subsection
- 78 shall be a qualifying patient, and the practitioner who has
- 79 diagnosed the patient shall document that diagnosis with a written
- 80 certification. However, nothing herein shall require a
- 81 practitioner to issue a written certification.
- 82 (2) A written certification shall:
- 83 (a) Affirm that it is made in the course of a bona fide
- 84 practitioner-patient relationship;
- 85 (b) Remain current for twelve (12) months, unless the
- 86 practitioner specifies a shorter period of time;
- 87 (c) Be issued only after an in-person assessment of the
- 88 patient by a practitioner;
- 89 (d) Only be issued on behalf of a minor when the
- 90 minor's parent or guardian is present and provides signed consent;
- 91 and
- 92 (e) Be limited to the allowable amount of cannabis in a
- 93 thirty-day period.
- 94 (3) After a practitioner has issued a written certification
- 95 to a qualifying patient, the practitioner may assist the patient
- 96 in registering for a registry identification card with the

97 <u>Department of Health, in a manner provided by regulations of the</u> 98 Department of Health.

(* * *4] After a qualifying patient receives a written certification from a practitioner, the patient shall be required to make a follow-up visit with the practitioner not less than six (6) months after the date of issuance of the certification for the practitioner to evaluate and determine the effectiveness of the patient's medical use of medical cannabis to treat or alleviate the patient's debilitating medical condition or symptoms associated with the patient's debilitating medical condition.

(***<u>5</u>) Before dispensing medical cannabis to a cardholder, the dispensary from which the cardholder is obtaining medical cannabis shall verify the identity of the cardholder and the authority of the cardholder to use medical cannabis as provided in Section 41-137-39 and shall determine the maximum amount of medical cannabis that a cardholder is eligible to receive and the amount of medical cannabis that the cardholder has received from all dispensaries during a specified period of time using the statewide seed-to-sale tracking system under Section 41-137-11.

(***6) A practitioner shall be registered to issue written certifications to qualifying patients by completing the required application process as set forth by the MDOH. The MDOH shall require a practitioner to complete a minimum of eight (8) hours of continuing education in medical cannabis in order to

- 122 issue written certifications. After the first year of
- 123 registration, these practitioners shall complete five (5) hours of
- 124 continuing education in medical cannabis annually to maintain this
- 125 registration.
- 126 (* * *7) Only physicians and doctors of osteopathic
- 127 medicine may issue written certifications to registered qualifying
- 128 patients who are minors.
- 129 (8) The requirements of this section shall not apply to a
- 130 person who is authorized to purchase topical cannabis provided
- 131 under Section 41-137-39 (22), and such persons may possess and use
- 132 such products without being in violation of this chapter.
- 133 **SECTION 2.** Section 41-137-23, Mississippi Code of 1972, is
- 134 amended as follows:
- 41-137-23. (1) No later than one hundred twenty (120) days
- 136 after February 2, 2022, the MDOH shall begin issuing registry
- 137 identification cards to qualifying patients who submit the
- 138 following:
- 139 (a) A written certification issued by a practitioner
- 140 within * * * six (6) months immediately preceding the date of the
- 141 application;
- 142 (b) The application or renewal fee;
- 143 (c) The name, address, social security number, and date
- 144 of birth of the qualifying patient;

145		(d)	The	name,	address,	and	telephone	e number	of	the
146	qualifying	pat:	ient	's prac	ctitioner	issu	ing the v	vritten		
147	certificat	ion;								

- 148 (e) The name, address, social security number, and date
 149 of birth of the designated caregiver, or designated caregivers,
 150 chosen by the qualifying patient; and
- (f) If more than one (1) designated caregiver is
 designated at any given time, documentation demonstrating that a
 greater number of designated caregivers is needed due to the
 patient's age or medical condition.
- 155 (2) If the qualifying patient is unable to submit the
 156 information required by subsection (1) of this section due to the
 157 person's age or medical condition, the person responsible for
 158 making medical decisions for the qualifying patient may do so on
 159 behalf of the qualifying patient.
- 160 (3) Except as provided in subsection (5) of this section,
 161 the MDOH shall:
- 162 (a) Verify the information contained in an application 163 or renewal submitted under this section and approve or deny an 164 application or renewal within thirty (30) days of receiving a 165 completed application or renewal application; and
- 166 (b) Issue registry identification cards to a qualifying
 167 patient and his or her designated caregiver(s), if any, within
 168 five (5) days of approving the application or renewal. A

169	designated	caregiver	must	have	a	registry	identification	card	for
170	each of his	s or her a	ualify	vina :	oat	tients.			

- 171 (4) The MDOH shall conduct a background check of the
 172 prospective designated caregiver or caregivers in order to carry
 173 out the provisions of this section. The Department of Public
 174 Safety may assist the MDOH in conducting background checks.
- 175 (5) The MDOH shall not issue a registry identification card
 176 to a qualifying patient who is younger than eighteen (18) years of
 177 age, unless:
- 178 (a) The qualifying patient's practitioner has explained 179 the potential risks and benefits of the medical use of medical 180 cannabis to the custodial parent or legal guardian with 181 responsibility for health care decisions for the qualifying 182 patient; and
- 183 (b) The custodial parent or legal guardian with 184 responsibility for health care decisions for the qualifying 185 patient consents in writing to:
- 186 (i) Acknowledge the potential harms related to the 187 use of medical cannabis;
- 188 (ii) Allow the qualifying patient's medical use of medical cannabis;
- 190 (iii) Serve as the qualifying patient's designated 191 caregiver; and

192		(iv)	Contr	col the	acquis	sition	n of	the 1	medical
193	cannabis, the	e dosage	and t	the fre	quency	of th	ne us	se of	medical
194	cannabis by	the qual:	ifying	g patie:	nt.				

- 195 (6) If a designated caregiver is an entity licensed to
 196 provide health care services, residential care services or day
 197 care services, then:
- 198 (a) The MDOH may provide a single registry

 199 identification card to the entity, regardless of the number of

 200 registered qualifying patients the entity serves; and
- 201 (b) The MDOH may issue individual registry
 202 identification cards for employees of the entity that may
 203 transport medical cannabis.
- 204 (7) The MDOH shall provide an electronic or physical list of 205 registered qualifying patients who have designated the entity as 206 their caregiver. This list shall be updated with each additional 207 designation.
- 208 (8) The MDOH may deny an application or renewal of a 209 qualifying patient's registry identification card only if the 210 applicant:
- 211 (a) Did not provide the required information or
- 213 (b) Previously had a registry identification card 214 revoked;
- 215 (c) Provided false information; or

materials;

216 (d)	Failed	to	meet	the	other	requirements	of	this
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- 217 chapter.
- 218 (9) The MDOH may deny an application or renewal for a
- 219 designated caregiver chosen by a qualifying patient whose registry
- 220 identification card was granted only if the applicant:
- 221 (a) Does not meet the definition of "designated
- 222 caregiver" under Section 41-137-3;
- 223 (b) Did not provide the information required;
- (c) Previously had a registry identification card
- 225 revoked;
- 226 (d) Provided false information;
- (e) Is younger than twenty-one (21) years of age and is
- 228 not the parent or legal guardian of the qualifying patient who the
- 229 designated caregiver would assist; or
- 230 (f) Failed to meet the other requirements of this
- 231 chapter.
- 232 (10) The MDOH shall give written notice to the qualifying
- 233 patient of the reason for denying a registry identification card
- 234 to the qualifying patient or to the qualifying patient's

- 235 designated caregiver.
- 236 (11) Denial of an application or renewal is considered a
- 237 final MDOH action, subject to judicial review in accordance with
- 238 Section 41-137-59.
- 239 **SECTION 3.** Section 41-137-35, Mississippi Code of 1972, is
- 240 amended as follows:

- 41-137-35. (1) The MDOH shall issue licenses for cannabis cultivation facilities, cannabis processing facilities, cannabis transportation entities, cannabis disposal entities, cannabis research facilities and cannabis testing facilities. The MDOR shall issue licenses for medical cannabis dispensaries.
- 246 (2) The cannabis cultivation facility license application 247 fee shall be subject to the following tiers:
- 248 (a) Micro-cultivators.
- (i) Tier 1. A cannabis cultivation facility with a canopy of one thousand (1,000) square feet or less shall be subject to a one-time nonrefundable license application fee of One Thousand Five Hundred Dollars (\$1,500.00). The annual license fee shall be a nonrefundable fee of Two Thousand Dollars (\$2,000.00).
- (ii) Tier 2. A cannabis cultivation facility with a canopy of more than one thousand (1,000) square feet but not more than two thousand (2,000) square feet shall be subject to a one-time nonrefundable license application fee of Two Thousand Five Hundred Dollars (\$2,500.00). The annual license fee shall be a nonrefundable fee of Three Thousand Five Hundred Dollars (\$3,500.00).
- 261 (b) Cultivators.
- (i) Tier 1. A cannabis cultivation facility with a canopy of not less than two thousand (2,000) square feet but not more than five thousand (5,000) square feet shall be subject to a one-time nonrefundable license application fee of Five Thousand

Dollars (\$5,000.00). The annual license fee shall be a
nonrefundable fee of Fifteen Thousand Dollars (\$15,000.00).

(ii) Tier 2. A cannabis cultivation facility with

a canopy of not less than five thousand (5,000) square feet but not more than fifteen thousand (15,000) square feet shall be subject to a one-time nonrefundable license application fee of Ten Thousand Dollars (\$10,000.00). The annual license fee shall be a nonrefundable fee of Twenty-five Thousand Dollars (\$25,000.00).

(iii) Tier 3. A cannabis cultivation facility with a canopy of not less than fifteen thousand (15,000) square feet but not more than thirty thousand (30,000) square feet shall be subject to a one-time nonrefundable license application fee of Twenty Thousand Dollars (\$20,000.00). The annual license fee shall be a nonrefundable fee of Fifty Thousand Dollars (\$50,000.00).

(iv) Tier 4. A cannabis cultivation facility with a canopy of not less than thirty thousand (30,000) square feet but not more than sixty thousand (60,000) square feet shall be subject to a one-time nonrefundable license application fee of Thirty

Thousand Dollars (\$30,000.00). The annual license fee shall be a nonrefundable fee of Seventy-five Thousand Dollars (\$75,000.00).

(v) Tier 5. A cannabis cultivation facility with a canopy of not less than sixty thousand (60,000) square feet but not more than one hundred thousand (100,000) square feet shall be subject to a one-time nonrefundable license application fee of

- 291 Forty Thousand Dollars (\$40,000.00). The annual license fee shall
- 292 be a nonrefundable fee of One Hundred Thousand Dollars
- 293 (\$100,000.00).
- (vi) Tier 6. A cannabis cultivation facility with
- 295 a canopy of not less than one hundred thousand (100,000) square
- feet * * but not more than one hundred fifty thousand (150,000)
- 297 square feet shall be subject to a one-time nonrefundable license
- 298 application fee of Sixty Thousand Dollars (\$60,000.00). The
- 299 annual license fee shall be a nonrefundable fee of One Hundred
- 300 Fifty Thousand Dollars (\$150,000.00). Such cannabis cultivation
- 301 facility shall have not more than two (2) locations, however the
- 302 total canopy space of both locations may not exceed one hundred
- 303 fifty thousand (150,000) square feet.
- 304 (3) The cannabis processing facility license application fee
- 305 shall be subject to the following tiers:
- 306 (a) Micro-processors.
- 307 (i) Tier 1. A cannabis processing facility which
- 308 processes less than two thousand (2,000) pounds of dried biomass
- 309 cannabis material annually shall be subject to a one-time
- 310 nonrefundable license application fee of Two Thousand Dollars
- 311 (\$2,000.00). The annual license fee shall be a nonrefundable fee
- 312 of Three Thousand Five Hundred Dollars (\$3,500.00).
- 313 (ii) Tier 2. A cannabis processing facility which
- 314 processes not less than two thousand (2,000) pounds but less than
- 315 three thousand (3,000) pounds of dried biomass cannabis material

- 316 annually shall be subject to a one-time nonrefundable license
- 317 application fee of Two Thousand Five Hundred Dollars (\$2,500.00).
- 318 The annual license fee shall be a nonrefundable fee of Five
- 319 Thousand Dollars (\$5,000.00).
- 320 (b) Processors. A cannabis processing facility which
- 321 processes not less than three thousand (3,000) pounds of biomass
- 322 cannabis material annually shall be subject to a one-time
- 323 nonrefundable license application fee of Fifteen Thousand Dollars
- 324 (\$15,000.00). The annual license fee shall be a nonrefundable fee
- 325 of Twenty Thousand Dollars (\$20,000.00).
- 326 (4) A medical cannabis dispensary shall be subject to a
- 327 one-time nonrefundable license application fee of Fifteen Thousand
- 328 Dollars (\$15,000.00). The annual license fee shall be a
- 329 nonrefundable fee of Twenty-five Thousand Dollars (\$25,000.00).
- 330 (5) Cannabis transportation entities shall be subject to a
- 331 one-time nonrefundable application fee of Five Thousand Dollars
- 332 (\$5,000.00). The annual license fee shall be a nonrefundable fee
- 333 of Seven Thousand Five Hundred Dollars (\$7,500.00).
- 334 (6) Cannabis disposal entities shall be subject to a
- 335 one-time nonrefundable application fee of Five Thousand Dollars
- 336 (\$5,000.00). The annual license fee shall be a nonrefundable fee
- 337 of Seven Thousand Five Hundred Dollars (\$7,500.00).
- 338 (7) Cannabis testing facilities shall be subject to a
- 339 one-time nonrefundable application fee of Ten Thousand Dollars
- 340 (\$10,000.00) and an annual license fee of Fifteen Thousand Dollars

341	(\$15,000.00).	Α	cannabis	testing	facility	shall	not	employ	an

- 342 agent or employee who also is employed or has ownership at any
- 343 other medical cannabis establishment.
- 344 (8) Cannabis research facilities shall be subject to a
- 345 one-time nonrefundable application fee of Ten Thousand Dollars
- 346 (\$10,000.00) and an annual license fee of Fifteen Thousand Dollars
- 347 (\$15,000.00). A research facility at any university or college in
- 348 this state shall be exempt from all fees imposed under this
- 349 section.
- 350 (9) No individual or business entity shall have a direct or
- 351 indirect ownership or economic interest of greater than ten
- 352 percent (10%) in:
- 353 (a) More than one (1) cannabis cultivation facility
- 354 license;
- 355 (b) More than one (1) cannabis processing facility
- 356 license; and
- 357 (c) More than five (5) medical cannabis dispensary
- 358 licenses.
- 359 A practitioner may have an ownership interest in a medical
- 360 cannabis establishment, but shall not refer patients to a facility
- 361 in which a practitioner has an ownership interest.
- 362 (10) Minimum qualifications for applicants for a cannabis
- 363 cultivation facility, a cannabis processing facility, a medical
- 364 cannabis dispensary, a medical cannabis transportation entity or a
- 365 medical cannabis disposal entity license(s) are as follows:

367	facility, cannabis processing facility, medical cannabis
368	dispensary, medical cannabis transportation entity or medical
369	cannabis disposal license shall be a natural person who:
370	(i) Is at least twenty-one (21) years of age;
371	(ii) Has not previously held a license for a
372	cannabis cultivation facility, cannabis processing facility,
373	medical cannabis dispensary, medical cannabis transportation
374	entity or medical cannabis disposal entity that has been revoked;
375	(iii) Has not been convicted of a disqualifying
376	felony offense;
377	(iv) If possessing a professional or occupational
378	license, that the license is in good standing;
379	(v) Has submitted a sworn statement indicating
380	that he or she is a true and actual owner of the entity for which
381	the license is desired, and that he or she intends to carry on the
382	business authorized for himself or herself and the entity and not
383	as the agent for any other entity.
384	(vi) Has no outstanding tax delinquencies owed to
385	the State of Mississippi;
386	(vii) Is not serving as a member of the

Mississippi Senate or Mississippi House of Representatives through

(a) An individual applicant for a cannabis cultivation

December 31, 2022;

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390	member of the Mississippi Senate or Mississippi House of
391	Representatives through December 31, 2022; and
392	(b) If the applicant is applying on behalf of an
393	entity, in addition to paragraph (a) of this subsection, the
394	individual applicant shall:
395	(i) Be legally authorized to submit an application
396	on behalf of the entity;
397	(ii) Serve as the primary point of contact with
398	the MDOR and MDOH;
399	(iii) Submit sufficient proof that the entity has
400	no owner, board member, officer, or anyone with an economic
401	interest in the entity who:
402	1. Is under the age of twenty-one (21);
403	2. Has previously been an owner of a medical
404	cannabis dispensary, cannabis cultivation facility, a cannabis
405	processing facility, medical cannabis transportation entity or
406	medical cannabis disposal entity that has had its license revoked;
407	3. Has been convicted of a disqualifying
408	felony offense;
409	4. Owes delinquent taxes to the State of
410	Mississippi;
411	5. Is serving as a member of the Mississippi
412	Senate or Mississippi House of Representatives through December

(viii) Is not the spouse of a person serving as a

413 31, 2022; and

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- 415 member of the Mississippi Senate or Mississippi House of
- 416 Representatives through December 31, 2022; and
- 417 Submit sufficient proof that if an owner, (iv)
- 418 board member, officer or anyone with an economic interest in the
- 419 entity has or had a professional or occupational license, that the
- 420 license is in good standing.
- 421 Applicants for cannabis cultivation facility licenses (11)
- 422 and cannabis processing facility licenses shall both meet the
- minimum qualifications in subsection (10) of this section and 423
- 424 shall also submit sufficient proof of the following:
- 425 If a natural person, proof that the person has been
- 426 a resident of the State of Mississippi and a citizen of the United
- 427 States of America for at least three (3) years prior to the
- 428 application date; or
- 429 If a business entity, proof that at least
- 430 thirty-five percent (35%) of the equity ownership interests in the
- 431 entity are held by individuals who have been residents of the
- 432 State of Mississippi and citizens of the United States of America
- 433 for at least three (3) consecutive years prior to the application
- 434 date.
- 435 This subsection (11) shall stand repealed on December 31,
- 436 2022.

437	(12)	A micro	-cultivat	tor	or a	mic	ro-pr	ccess	or sh	all	both	meet
438	the minimu	m qualif	fications	in	subs	ectio	on (1	.0) of	this	sed	ction	and
439	shall also	submit	sufficien	nt p	roof	of t	the f	follow	ing:			

- 440 (a) If a natural person, proof that the person has been 441 a resident of the State of Mississippi and a citizen of the United 442 States of America for at least three (3) years prior to the 443 application date; or
- (b) If a business entity, provide proof that:
- (i) It was registered as an entity with the
- 446 Secretary of State in Mississippi; and
- (ii) One-hundred percent (100%) of the equity

 448 ownership interests in the entity are held by individuals who have

 449 been residents of the State of Mississippi and citizens of the

 450 United States of America for at least three (3) consecutive years

 451 prior to the application date.
- 452 (13) For purposes of this section, it shall be sufficient to 453 prove Mississippi residency for the individual(s) to submit two 454 (2) of the following source documents:
- 455 (a) Mississippi Tax Return Form 80-105 or Form 80-205
 456 for each of the three (3) years preceding the application without
 457 schedules, worksheets, or attachments, and redacted to remove all
 458 financial information and all but the last four (4) digits of the
 459 individual's social security number for the three (3) years
 460 preceding the application;

461	(b)	Ownership,	lease,	or	rental	documents	for	place	of
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- 462 primary domicile for the three (3) years preceding the
- 463 application;
- 464 (c) Billing statements, including utility bills for the
- 465 three (3) years preceding the application; or
- (d) Vehicle registration for the three (3) years
- 467 preceding the application.
- 468 (14) Ownership in a cannabis cultivation facility license,
- 469 cannabis processing facility license or a medical cannabis
- 470 dispensary license or investment in a business that supports or
- 471 benefits from such a license shall not disqualify or otherwise
- 472 negatively impact the license or finding of suitability of such
- 473 owner who is otherwise engaged in any other form of business
- 474 operation in the state, if such business requires the owner to
- 475 hold a license or be found suitable under state law.
- 476 (15) Any business or state entity applying for registration
- 477 as a medical cannabis establishment must meet all the requirements
- 478 specified in this chapter.
- 479 (16) A prospective medical cannabis establishment shall
- 480 submit all of the following:
- 481 (a) An application, including:
- 482 (i) The legal name of the prospective medical
- 483 cannabis establishment;
- 484 (ii) The physical address of the prospective
- 485 medical cannabis establishment, which shall not be within one

486	thousand (1,000) feet of the nearest property boundary line of a
487	school, church or child care facility which exists or has acquired
488	necessary real property for the operation of such facility before
489	the date of the medical cannabis establishment application unless
490	the entity has received approval from the school, church or child
491	care facility and received the applicable waiver from their
492	licensing agency, provided that the main point of entry of the
493	cannabis establishment is not located within five hundred (500)
494	feet of the nearest property boundary line of any school, church
495	or child care facility;

- 496 (iii) The name of each principal officer and board
 497 member of the proposed medical cannabis establishment; and
 498 (iv) Any additional information requested by the
 499 MDOR and MDOH.
- 500 (b) Operating procedures consistent with rules and
 501 regulations for oversight of the proposed medical cannabis
 502 establishment, including procedures to ensure accurate record
 503 keeping and adequate security measures.
- (c) If the municipality or county where the proposed medical cannabis establishment would be located has enacted zoning restrictions, a sworn statement certifying that the proposed medical cannabis establishment is in compliance with the restrictions.
- 509 (d) If the municipality or county where the proposed 510 medical cannabis establishment would be located requires a local

511	registration,	license	or	permit,	then	proof	of	receiving	such
512	registration,	license	or	permit.					

- (e) If the application is on behalf of an entity,
 verification that none of the principal officers or board members
 have served as a principal officer or board member for a medical
 cannabis establishment that has had its license revoked.
- (f) If the application is on behalf of an entity,

 verification that none of the principal officers or board members

 is under twenty-one (21) years of age.
- 520 (17) If a dispensary license is issued to an applicant that
 521 is still constructing the licensed premises, the applicant must
 522 complete construction and fulfill all obligations required by the
 523 Department of Revenue to open for business within eighteen (18)
 524 months, or the license shall be revoked.
- (* * * 18) The MDOR and MDOH shall issue a renewal registration certificate within ten (10) days of receipt of the prescribed renewal application and renewal fee from a medical cannabis establishment if its license is not under suspension and has not been revoked.
- (* * *19) A licensing agency shall require disclosure only
 of persons, entities or affiliated entities who directly or
 indirectly own ten percent (10%) or more of a medical cannabis
 establishment issued a license by the licensing agency.

534	(* * $\frac{*}{20}$) Otherwise eligible applicants for licenses to
535	operate as medical cannabis establishments under this chapter
536	shall not be disqualified from receipt of a license based on:
537	(a) Their location on Mississippi Choctaw Indian
538	Reservation Lands; or
539	(b) The involvement of the Mississippi Band of Choctaw
540	Indians or any entity owned or operated by the Mississippi Band of
541	Choctaw Indians as an owner or co-owner of such license, provided
542	that such license shall be subject to revocation for material
543	noncompliance with this chapter on the same basis as any other
544	license.
545	(* * \star <u>21</u>) A cannabis processing facility that produces
546	edible cannabis products shall hold a permit to operate as a food
547	establishment and shall comply with all applicable requirements
548	for food establishments as set by the MDOH.
549	(* * \star 22) * * * Any cannabis that contains less than three
550	one-hundredths percent (.03%) THC that was addressed by the 2018
551	Farm Bill, Public Law No. 115-334, shall be exempt from
552	regulations applicable to cannabis disposal entities licensed
553	under this chapter.
554	SECTION 4. Section 41-137-39, Mississippi Code of 1972, is
555	amended as follows:
556	41-137-39. (1) * * * Before any person who is seeking to
557	become a principal officer, board member, agent, volunteer, or

employee, begins working at or for a medical cannabis

559	establishment, the person shall undergo a fingerprint-based
560	criminal history records check by the Department of Public Safety.
561	The prospective employee's fingerprints shall be submitted to the
562	Department of Public Safety, in a form and manner prescribed by
563	the department, with the results processed through the Department
564	of Public Safety's Criminal Information Center. If no
565	disqualifying record is identified at the state level, the
566	prospective employee's fingerprints shall be forwarded by the
567	Department of Public Safety to the Federal Bureau of Investigation
568	for a national criminal history record check.
569	If the person does not start employment with a medical
570	cannabis establishment within six (6) months, then the person
571	shall undergo a subsequent background check.
572	The medical cannabis establishment shall charge and collect
573	from the prospective employee, in addition to all other applicable
574	fees and costs, such amount as may be incurred by the
575	establishment in requesting and obtaining state and national
576	criminal history records information regarding the prospective
577	<pre>employee.</pre>
578	(2) A medical cannabis establishment may not employ any
579	person who:
580	(a) Was convicted of a disqualifying felony offense; or
581	(b) Is under twenty-one (21) years of age.
582	(3) The operating documents of a medical cannabis
583	establishment must include procedures for the oversight of the

- medical cannabis establishment and procedures to ensure accurate record keeping and adequate security measures.
- 586 (4) A medical cannabis establishment shall implement
 587 appropriate security measures designed to deter and prevent the
 588 theft of medical cannabis and unauthorized entrance into areas
 589 containing medical cannabis.
 - (5) All cultivation, harvesting, processing and packaging of medical cannabis must take place in an enclosed, locked and secure facility with a physical address provided to the MDOH during the licensing and registration process. The facility shall be equipped with locks or other security devices that permit access only by agents of the medical cannabis establishment, emergency personnel or adults who are twenty-one (21) years of age and older and who are accompanied by medical cannabis establishment agents.
- 598 (6) No medical cannabis establishment other than a cannabis 599 processing facility or cannabis research facility may produce 600 cannabis concentrates, cannabis extractions, or other cannabis 601 products.
- 602 (7) A medical cannabis establishment may not share office 603 space with or refer patients to a practitioner.
- 604 (8) Medical cannabis establishments are subject to 605 inspection by the MDOR and MDOH during business hours.
- 606 (9) Before medical cannabis may be dispensed to a 607 cardholder, a dispensary agent must:

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608	(a) Require that the individual present a registry
609	identification card;
610	(b) Make a diligent effort to verify that the registry
611	identification card presented to the dispensary is valid;
612	(c) Make a diligent effort to verify that the person
613	presenting the registry identification card is the person
614	identified on the registry identification card presented to the
615	dispensary agent; and
616	(d) Not believe that the amount of medical cannabis
617	dispensed would cause the person to possess more than the
618	allowable amount of medical cannabis.
619	(10) A medical cannabis establishment shall not sell more
620	than the allowable amount of medical cannabis to a cardholder. A
621	resident cardholder shall not obtain more than a total of six (6)
622	MMCEUs of allowable medical cannabis in a week from a dispensary
623	or a combination of dispensaries. A resident cardholder shall not
624	obtain more than a total of twenty-four (24) MMCEUs of allowable
625	medical cannabis in thirty (30) days from a dispensary or a
626	combination of dispensaries.
627	The possession limit for resident cardholders of the
628	allowable amount of medical cannabis shall be a total of

twenty-eight (28) MMCEUs. There shall not be a possession limit

on nonconsumable medical cannabis, including, but not limited to,

suppositories, ointments, soaps, and lotions or other topical

agents.

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633	(11) For purposes of this chapter, total THC is defined as
634	THCA multiplied by .877 plus THC Delta 9 and all other
635	psychoactive forms or isomers of THC added together. A medical
636	cannabis establishment shall not sell cannabis flower or trim that
637	has a potency of greater than thirty percent (30%) total THC. A
638	medical cannabis dispensary shall not sell cannabis tinctures,
639	oils or concentrates that have a potency of greater than sixty
640	percent (60%) total THC. Cannabis products that have a potency of
641	over thirty percent (30%) total THC shall be clearly labeled as
642	"extremely potent." Edible cannabis products, including food or
643	drink products, that have been combined with usable cannabis or
644	cannabis products shall be physically demarked and labeled with a
645	clear determination of how much total THC is in a single-serving
646	size and how much THC is in the entire package.

A medical cannabis product shall contain a notice of harm regarding the use of cannabis products. Edible cannabis products shall be homogenized to ensure uniform disbursement of cannabinoids throughout the product. All molded edible cannabis products shall be presented in the form of geometric shapes and shall not be molded to contain any images or characters designed or likely to appeal to minors, such as cartoons, toys, animals or children.

(12) A dispensary may not dispense more than the allowable amount of cannabis to a registered qualifying patient or a nonresident cardholder, directly or via a registered designated

caregiver. Dispensaries shall ensure compliance with this
limitation by maintaining internal, confidential records that
include records specifying how much medical cannabis is being
dispensed to the registered qualifying patient or nonresident
cardholder and whether it was dispensed directly to a registered
qualifying patient, nonresident cardholder or to the registered
designated caregiver.

- (13) A nonresident cardholder shall not obtain more than a total of six (6) MMCEUs of allowable medical cannabis in a week from a dispensary or a combination of dispensaries. A nonresident cardholder shall not obtain more than a total of twelve (12) MMCEUs of allowable cannabis from a dispensary or a combination of dispensaries in a fifteen-day period.
- 671 A nonresident may apply to receive a nonresident registry identification card up to thirty (30) days before 672 673 arriving in Mississippi. A nonresident registry identification 674 card shall be valid for fifteen (15) days. After the expiration of the card, a nonresident may apply for a renewal of the card and 675 676 may be granted another card which shall be valid for another 677 fifteen-day period. A nonresident registry identification card 678 shall only be valid, at a maximum, for two (2) separate periods of 679 fifteen (15) days in a three-hundred-sixty-five-day period. 680 applicant may indicate on his or her application the specific time 681 period that he or she wishes for the card to be valid.

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- 682 possession limit of the allowable amount of medical cannabis for 683 nonresident cardholders shall be fourteen (14) MMCEUs.
- 684 (15) A medical cannabis dispensary agent or employee shall 685 not issue a written certification. Employees and agents of a 686 medical cannabis dispensary shall complete at least eight (8) 687 hours of continuing education in medical cannabis as regulated by 688 the MDOR in order to be certified to work at a medical cannabis 689 dispensary. After the first year of employment, these employees 690 shall complete five (5) hours of continuing education in medical cannabis annually to maintain this certification. 691
- 692 (16)Notwithstanding any other provision to the contrary, a 693 patient with a debilitating medical condition who is between 694 eighteen (18) years to twenty-five (25) years of age is not 695 eligible for a medical cannabis registry identification card 696 unless two (2) practitioners from separate medical practices have 697 diagnosed the patient as having a debilitating medical condition 698 after an in-person consultation. One (1) of these practitioners 699 must be a physician or doctor of osteopathic medicine.
- 700 If one (1) of the recommending practitioners is not the 701 patient's primary care practitioner, the recommending practitioner 702 shall review the records of a diagnosing practitioner. 703 requirement that the two (2) practitioners be from separate 704 medical practices does not apply if the patient is homebound or if 705 the patient had a registry identification card before the age of 706 eighteen (18).

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- (17) A medical cannabis establishment shall not allow an individual who is younger than twenty-one (21) years old to enter the premises of the establishment unless the individual possesses a registry identification card and is accompanied by his or her legal guardian.
- 712 (18) A medical cannabis establishment shall only purchase, 713 grow, cultivate, and use cannabis that is grown and cultivated in 714 this state. Any medical cannabis that is grown and cultivated in 715 this state shall not be transported outside of this state.
- Employees of all medical cannabis establishments shall 716 (19)717 apply for a work permit with the MDOH and MDOR, as applicable, 718 before beginning employment with any establishment. The licensing 719 agency for the respective medical cannabis establishment may issue 720 work permits to these individuals. These licensing agencies shall maintain a work registry of all applicants and work permits 721 722 issued. The fee for a work permit shall be Twenty-five Dollars 723 (\$25.00) and the permit shall be valid for five (5) years. 724 permits shall be the property of the employee and shall not be 725 transferable to other employees.
- 726 (20) For purposes of this subsection, "plant growth
 727 regulator cannabis" shall mean a cannabis plant whose growth and
 728 structure has been modified using plant growth hormones. A
 729 cannabis cultivation facility shall not cultivate and a cannabis
 730 dispensary shall not sell, transfer or provide for consumption
 731 plant growth regulator cannabis.

732	(21) A medical cannabis dispensary shall only make sales to
733	cardholders inside the dispensary. A medical cannabis dispensary
734	shall not sell or otherwise convey medical cannabis to a
735	cardholder through the means of a drive-through, curbside delivery
736	or other delivery outside the premises of the dispensary. $\underline{\mathtt{Any}}$
737	topical cannabis product that is not ingested by the liver may be
738	sold to a cardholder or any person over the age of twenty-one (21)
739	years old who is not a cardholder. Such products shall be placed
740	in an area of the dispensary that does not require access with a

registering identification card.

- 742 (22) Any and all contracts or agreements entered into by the 743 MDOH and MDOR for information technology software, hardware, 744 and/or services for the purpose of implementing and/or operating 745 under the Mississippi Medical Cannabis Act shall include language 746 reasonably limiting the ability of the vendor to escalate the ongoing cost of such software, hardware, and/or services during 747 748 the term of the contract, including any amendments and/or 749 extensions.
- 750 (23) The MDOR and MDOH shall not share the name, address or 751 personal data of a registry identification cardholder to any 752 federal government entity.
- 753 **SECTION 5.** Section 41-137-41, Mississippi Code of 1972, is amended as follows:
- 755 41-137-41. (1) From and after February 2, 2022, the MDOH 756 and MDOR shall each, where relevant to the role of that particular

757	agency,	establish	and	promulgate	the	following	rules	and
758	regulat:	ions:						

- 759 (a) Governing the manner in which it shall consider 760 petitions from the public to add debilitating medical conditions 761 or treatments to the list of debilitating medical conditions set 762 forth in Section 41-137-3, including public notice of and 763 opportunities to comment in public hearings on the petitions;
- 764 (b) Establishing the form and content of license and 765 renewal applications and written certifications submitted under 766 this chapter;
- 767 (c) Governing the manner in which it shall consider 768 applications for and renewals of registry identification cards, 769 which may include creating a standardized written certification 770 form;
- (d) Governing medical cannabis establishments with the goals of ensuring the health and safety of registered qualifying patients and preventing diversion and theft of medical cannabis without imposing an undue burden or compromising the confidentiality of cardholders, including:
- 776 (i) Oversight requirements;
- 777 (ii) Recordkeeping requirements;
- 778 (iii) Qualifications that are directly and 779 demonstrably related to the operation of medical cannabis 780 establishments;

782	physical security, and alarm requirements;
783	(v) Health and safety regulations, including
784	restrictions on the use of pesticides, herbicides or other
785	chemicals that are injurious to human health;
786	(vi) Standards for the processing of cannabis
787	products and the indoor cultivation of cannabis by cannabis
788	cultivation facilities;
789	(vii) Requirements for the transportation and
790	storage of cannabis by medical cannabis establishments;
791	(viii) Employment and training requirements,
792	including requiring that each medical cannabis establishment
793	create an identification badge for each agent of the
794	establishment;
795	(ix) Standards for the safe processing of medical
796	cannabis products, including extracts and concentrates;
797	(x) Restrictions on the advertising, signage, and
798	display of medical cannabis, provided that the restrictions may
799	not prevent appropriate signs on the property of a dispensary,
800	listings in business directories, including phone books, listings
801	in cannabis-related or medical publications, display on dispensary
802	websites of pictures of products that the dispensary sells, or the
803	sponsorship of health or not-for-profit charity or advocacy

(iv) Security requirements, including lighting,

804 events;

805	(xi) Requirements and procedures for the safe and
806	accurate packaging and labeling of medical cannabis, including
807	prohibiting the use of any images designed or likely to appeal to
808	minors, such as cartoons, packaging that resembles popular candy
809	brands, toys, animals or children, or any other likeness or image
810	containing characters or phrases to advertise to minors;
811	(xii) Standards for cannabis testing facilities,
812	including requirements for equipment and qualifications for
813	personnel;
814	(xiii) Protocol development for the safe delivery
815	of medical cannabis from dispensaries to cardholders;
816	(xiv) Reasonable requirements to ensure the
817	applicant has sufficient property or capital to operate the
818	applicant's proposed medical cannabis establishment;
819	(xv) Procedures for suspending or terminating the
820	licenses or registry identification cards of cardholders and
821	medical cannabis establishments that commit multiple or serious
822	violations of the provisions of this chapter or the rules and
823	regulations promulgated pursuant to this section;
824	(xvi) Procedures for the selection, certification
825	and oversight of a seed-to-sale tracking system as provided for in
826	Section 41-137-11;
827	(xvii) Requirements for labeling medical cannabis
828	and cannabis products, including requiring medical cannabis
829	product labels to include the following:

830	1. The length of time it typically takes for
831	the product to take effect;
832	2. Disclosure of ingredients and possible
833	allergens;
834	3. A nutritional fact panel;
835	4. The amount of THC and CBD in the product;
836	5. A notice of the potential harm caused by
837	consuming medical cannabis; and
838	6. For edible cannabis products, when
839	practicable, a standard symbol indicating that the product
840	contains cannabis;
841	(xviii) Procedures for the registration of
842	nonresident cardholders, which must require the submission of:
843	1. A practitioner's statement confirming that
844	the patient has a debilitating medical condition; and
845	2. Documentation demonstrating that the
846	nonresident cardholder is allowed to possess medical cannabis or
847	cannabis preparations in the jurisdiction where he or she resides;
848	(xix) The amount of cannabis products, including
849	the amount of concentrated cannabis, each cardholder and
850	nonresident cardholder can possess;
851	(xx) Reasonable application and renewal fees for
852	registry identification cards and registration certificates,
853	according to the following:
854	1. The fee schedule shall be set as follows:

855	a. The qualifying patient registry
856	identification card application fee shall be Twenty-five Dollars
857	(\$25.00);
858	b. The designated caregiver registry
859	identification card application fee shall be Twenty-five Dollars
860	(\$25.00);
861	c. The designated caregiver criminal
862	background fee shall be Thirty-seven Dollars (\$37.00);
863	d. The fee for a renewal or replacement
864	of a card shall be Twenty-five Dollars (\$25.00);
865	e. The fee for a card for a nonresident
866	patient shall be Seventy-five Dollars (\$75.00);
867	f. The qualifying patient registry
868	identification card application fee for a Medicaid participant
869	shall be Fifteen Dollars (\$15.00) and the fee for a renewal of
870	such card shall be Fifteen Dollars (\$15.00); and
871	g. The application fee for a qualifying
872	patient registry identification card for disabled veterans or
873	disabled first responders shall be waived. A disabled veteran or
874	first responder may prove their disability by providing written
875	documentation from their practitioner attesting to their
876	debilitating medical condition, documentation from the Social
877	Security Disability Office, or documentation that attests the
878	applicant is a one-hundred percent (100%) disabled veteran as

879	determined	by the T	U.S.	Department	of	Veteran	Affairs	and	codified
880	at 38 CFR,	Section	3.34	40(a)(2013);	ar	nd			

- 2. The MDOH may accept donations from private sources to reduce the amount of the application and renewal fees;

 (xxi) Any other rules and regulations necessary to
- 885 (2) The initial rules filed by the MDOH to implement the 886 medical cannabis program in accordance with this chapter shall be 887 effective immediately upon their filing.

implement and administer this chapter.

- 888 **SECTION 6.** Section 41-137-47, Mississippi Code of 1972, is amended as follows:
- 890 The licensing agency may fine, suspend or 41-137-47. (1)891 revoke a license at its discretion for a violation of this chapter 892 or any rules and regulations under this chapter by the licensee or 893 any of its employees or agents. The licensing agency may deny the 894 application of any applicant who fails to meet the qualifications 895 for obtaining such license under this chapter or any rules and 896 regulations under this chapter. If a licensee or applicant wishes 897 to appeal * * * the licensing agency's decision, the licensee or 898 applicant shall file its administrative appeal within twenty (20) 899 days of receipt of the initial notice. The licensing agency shall 900 then conduct a hearing on the record pursuant to the licensing 901 agency's rules and regulations governing such hearings, at which 902 time the burden shall be on the licensee or applicant to prove that the agency's decision was: 903

904	a) Unsupported	b	v substantial	evidence;

- 905 (b) Arbitrary or capricious;
- 906 (c) Beyond the power of the administrative agency to
- 907 make; or
- 908 (d) Violated some statutory or constitutional right of
- 909 the aggrieved party.
- 910 If the licensee or applicant fails to appeal the initial
- 911 notice within the prescribed time, the decision becomes final and
- 912 cannot be further appealed.
- 913 (2) The licensing agency shall provide its initial notice of
- 914 suspension, revocation, fine or other sanction by personal
- 915 delivery or mailing by certified mail, signature required, to the
- 916 medical cannabis establishment at the address on the registration
- 917 certificate. A suspension shall not be for a longer period than
- 918 six (6) months. The licensing agency shall provide its initial
- 919 notice of denial by personal delivery, mailing by certified mail,
- 920 signature required, or by electronic mail to the applicant at the
- 921 physical or electronic address listed in its application.
- 922 (3) A medical cannabis establishment may continue to possess
- 923 and cultivate cannabis as otherwise authorized to do so under its
- 924 license during a suspension, but it may not dispense, transfer or
- 925 sell cannabis.
- 926 (4) The MDOH shall immediately revoke the registry
- 927 identification card of any cardholder who sells or otherwise
- 928 transfers medical cannabis to a person or other entity, and the

- 929 cardholder shall be disqualified from further participation in the 930 medical cannabis program under this chapter.
- 931 (5) Except as otherwise provided in subsection (4) of this 932 section, the MDOH may revoke the registry identification card of 933 any cardholder who knowingly commits a violation of this chapter.
- 934 (6) The hearing decision of the agency on a <u>denial</u>,
 935 revocation, suspension or fine is a final decision of the
 936 applicable agency subject to judicial review in accordance with
 937 Section 41-137-59.
- 938 (7) No license issued by the MDOH or MDOR shall be
 939 transferred by the license holder to any other person or entity
 940 except with the written consent of the applicable licensing
 941 agency.
- 942 (8) Any investigation, fine, suspension or revocation by a

 943 licensing agency under this section shall be considered

 944 confidential and exempt from disclosure under the Mississippi

 945 Public Records Act of 1983, Sections 25-61-1 through 25-61-17.
- 946 **SECTION 7.** Section 41-137-49, Mississippi Code of 1972, is 947 amended as follows:
- 41-137-49. (1) Data in license and registration

 949 applications and supporting data submitted by registered

 950 qualifying patients, registered designated caregivers, medical

 951 cannabis establishments and nonresident cardholders, including

 952 data on registered designated caregivers and practitioners, shall

 953 be considered private data on individuals that is confidential and

- 954 exempt from disclosure under the Mississippi Public Records Act of 955 1983, Sections 25-61-1 through 25-61-17.
- 956 Data kept or maintained by an agency shall not be used 957 for any purpose not provided for in this chapter and shall not be 958 combined or linked in any manner with any other list or database.
- 959 (3) Data kept or maintained by an agency may be disclosed as 960 necessary for:
- 961 The verification of registration certificates and (a) 962 registry identification cards under this chapter;
- 963 (b) Submission of the annual report required by this 964 chapter;
- 965 Notification of state or local law enforcement of (C) 966 apparent criminal violations of this chapter;
- 967 Notification of state and local law enforcement 968 about falsified or fraudulent information submitted for purposes 969 of obtaining or renewing a registry identification card; or
- 970 Notification of the State Board of Medical Licensure or other occupational or professional licensing board or 971 972 entity if there is reason to believe that a practitioner provided 973 a written certification in violation of this chapter, or if the 974 MDOH has reason to believe the practitioner otherwise violated the 975
- 976 Any information kept or maintained by medical cannabis 977 establishments must identify cardholders by their registry

standard of care for evaluating medical conditions.

978	identification	numbers	and	must	not	contain	names	or	other
979	personally idea	ntifying	info	ormati	ion.				

- 980 (5) At a cardholder's request, the MDOH may confirm the 981 cardholder's status as a registered qualifying patient or a 982 registered designated caregiver to a third party, such as a 983 landlord, school, medical professional, or court.
- 984 (6) Any agency hard drives or other data-recording media 985 that are no longer in use and that contain cardholder information 986 shall be destroyed.
- 987 (7) The addresses of prospective and licensed medical
 988 cannabis establishments shall be considered confidential and
 989 exempt from disclosure under the Mississippi Public Records Act of
 990 1983, Sections 25-61-1 through 25-61-17.
- 991 **SECTION 8.** Section 41-137-59, Mississippi Code of 1972, is 992 amended as follows:
- 993 41-137-59. (1) Any person or entity aggrieved by a final 994 decision or order of an agency under the provisions of this 995 chapter may petition for judicial review of the final decision or 996 order.
- 997 (2) (a) The petition shall be filed within twenty (20) days
 998 after the issuance of the agency's final decision or order. The
 999 petition shall be filed in the circuit court of the county in
 1000 which the appellant resides. If the appellant is a nonresident of
 1001 this state, the appeal shall be made to the Circuit Court of the
 1002 First Judicial District of Hinds County, Mississippi.

1003	(b) The review by the circuit court shall be based on
1004	the record made before the agency. Before filing a petition under
1005	subsection (1) of this section, a petitioner shall obtain from the
1006	agency an estimate of the cost to prepare the entire record of the
1007	agency and shall pay to the agency the amount of the estimate.
1008	The circuit court shall dismiss with prejudice any petition filed
1009	where it is shown that the petitioner failed to pay prior to
1010	filing the petition the estimate cost for preparation of the
1011	record.
1012	(* * \star <u>c</u>) Any person or entity aggrieved by the
1013	decision of the circuit court may appeal to the Mississippi
1014	Supreme Court.
1015	SECTION 9. Section 41-137-63, Mississippi Code of 1972, is
1016	amended as follows:
1017	41-137-63. (1) (a) There is established a Medical Cannabis
1018	Advisory Committee, which shall be the committee that is required
1019	to advise the Legislature about medical cannabis and cannabis
1020	product, patient care, services and industry.
1021	(b) The advisory committee shall consist of nine (9)
1022	members, as follows:
1023	(i) The Governor shall appoint three (3) members
1024	to the committee, as follows:
1025	1. One (1) representative from the MDOH;
1026	2. One (1) registered qualifying patient; and

1027	3. One (1) physician with experience in
1028	medical cannabis issues;
1029	(ii) The Lieutenant Governor shall appoint three
1030	(3) members, as follows:
1031	1. One (1) owner or agent of a medical
1032	cannabis cultivation facility;
1033	2. One (1) representative from the MDOH; and
1034	3. One (1) qualified certified nurse
1035	practitioner, physician assistant or optometrist;
1036	(iii) The Speaker of the House shall appoint three
1037	(3) members, as follows:
1038	1. One (1) owner or agent of a medical
1039	cannabis processing facility;
1040	2. One (1) owner or agent of a medical
1041	cannabis dispensary; and
1042	3. One (1) representative from the MDOR.
1043	(c) The advisory committee shall meet at least two (2)
1044	times per year for the purpose of evaluating and making
1045	recommendations to the Legislature and the MDOH and MDOR
1046	regarding:
1047	(i) The ability of qualifying patients in all
1048	areas of the state to obtain timely access to high-quality medical
1049	cannabis;
1050	(ii) The effectiveness of the medical cannabis
1051	establishments in serving the needs of registered qualifying

L052	patients, including the provision of educational and support
L053	services by dispensaries, the reasonableness of their prices,
L054	security issues, and the sufficiency of the number operating to
L055	serve the state's registered qualifying patients;
L056	(iii) The effectiveness of the cannabis testing
L057	facilities, including whether a sufficient number are operating;
L058	(iv) The sufficiency of the regulatory and
L059	security safeguards contained in this chapter and adopted by the
L060	MDOH to ensure that access to and use of cannabis cultivated is
L061	provided only to cardholders;
L062	(v) Any recommended additions or revisions to the
L063	MDOH and MDOR rules and regulations or this chapter, including
L064	relating to security, safe handling, labeling, nomenclature, and
L065	whether additional types of licenses should be made available; and
L066	(vi) Any research studies regarding health effects
L067	of medical cannabis for patients.
L068	(d) The advisory committee shall accept public comment
L069	in writing and in-person at least once per year. The advisory
L070	committee shall meet at least two (2) times per year and advisory
L071	committee members shall be furnished written notice of the
L072	meetings at least ten (10) days before the date of the meeting.
L073	(e) The chairman of the advisory committee shall be

elected by the voting members of the committee annually and shall

not serve more than two (2) consecutive years as chairman.

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1076	(f) The members of the advisory committee specified in
1077	paragraph (b) of this subsection shall serve for terms that are
1078	concurrent with the terms of members of the Legislature, and any
1079	member appointed under paragraph (b) may be reappointed to the
1080	advisory committee. The members of the advisory committee
1081	specified in paragraph (b) shall serve without compensation, but
1082	shall receive reimbursement to defray actual expenses incurred in
1083	the performance of committee business as authorized by law.

- 1084 (2) This section shall stand repealed on December 31, * * * * 1085 2026.
- SECTION 10. Section 41-29-153, Mississippi Code of 1972, is amended as follows:
- 1088 41-29-153. (a) The following are subject to forfeiture:
- 1089 (1) All controlled substances which have been
 1090 manufactured, distributed, dispensed or acquired in violation of
 1091 this article or in violation of Article 5 of this chapter or
 1092 Chapter 137 of this title;
- (2) All raw materials, products and equipment of any kind which are used, or intended for use, in manufacturing, compounding, processing, delivering, importing, or exporting any controlled substance in violation of this article or in violation of Article 5 of this chapter or Chapter 137 of this title;
- 1098 (3) All property which is used, or intended for use, as
 1099 a container for property described in paragraph (1) or (2) of this
 1100 subsection;

1101	(4) All conveyances, including aircraft, vehicles or
1102	vessels, which are used, or intended for use, to transport, or in
1103	any manner to facilitate the transportation, sale, receipt,
1104	possession or concealment of property described in paragraph (1)
1105	or (2) of this subsection, however:

- 1106 A. No conveyance used by any person as a common carrier in the transaction of business as a common carrier is 1107 1108 subject to forfeiture under this section unless it appears that 1109 the owner or other person in charge of the conveyance is a 1110 consenting party or privy to a violation of this article;
- 1111 B. No conveyance is subject to forfeiture under 1112 this section by reason of any act or omission proved by the owner 1113 thereof to have been committed or omitted without his knowledge or consent; if the confiscating authority has reason to believe that 1114 1115 the conveyance is a leased or rented conveyance, then the 1116 confiscating authority shall notify the owner of the conveyance 1117 within five (5) days of the confiscation;
- C. A forfeiture of a conveyance encumbered by a 1118 1119 bona fide security interest is subject to the interest of the 1120 secured party if he neither had knowledge of nor consented to the 1121 act or omission;
- 1122 A conveyance is not subject to forfeiture for a 1123 violation of Section 41-29-139(c)(2)(A) 1, 2 or (B)1 or (C)1, 2, 1124 3;

1125	(5) All money, deadly weapons, books, records, and
1126	research products and materials, including formulas, microfilm,
1127	tapes and data which are used, or intended for use, in violation
1128	of this article or in violation of Article 5 of this chapter or
1129	Chapter 137 of this title;
1130	(6) All drug paraphernalia as defined in Section
1131	41-29-105 (v); and
1132	(7) Everything of value, including real estate,
1133	furnished, or intended to be furnished, in exchange for a
1134	controlled substance in violation of this article, all proceeds
1135	traceable to such an exchange, and all monies, negotiable
1136	instruments, businesses or business investments, securities, and
1137	other things of value used, or intended to be used, to facilitate
1138	any violation of this article. All monies, coin and currency
1139	found in close proximity to forfeitable controlled substances, to
1140	forfeitable drug manufacturing or distributing paraphernalia, or
1141	to forfeitable records of the importation, manufacture or
1142	distribution of controlled substances are presumed to be
1143	forfeitable under this paragraph; the burden of proof is upon
1144	claimants of the property to rebut this presumption.
1145	A. No property shall be forfeited under the
1146	provisions of subsection (a)(7) of this section, to the extent of
1147	the interest of an owner, by reason of any act or omission
1148	established by him to have been committed or omitted without his
1149	knowledge or consent.

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1150	B. Neither personal property encumbered by a bona
1151	fide security interest nor real estate encumbered by a bona fide
1152	mortgage, deed of trust, lien or encumbrance shall be forfeited
1153	under the provisions of subsection (a)(7) of this section, to the
1154	extent of the interest of the secured party or the interest of the
1155	mortgagee, holder of a deed of trust, lien or encumbrance by
1156	reason of any act or omission established by him to have been
1157	committed or omitted without his knowledge or consent.

- 1158 Property subject to forfeiture may be seized by the bureau, local law enforcement officers, enforcement officers of 1159 1160 the Mississippi Department of Transportation, highway patrolmen, 1161 the board, * * * the State Board of Pharmacy, or law enforcement 1162 officers of the Mississippi Department of Revenue or Mississippi 1163 Department of Health acting with their duties in accordance with 1164 the Mississippi Medical Cannabis Act, upon process issued by any 1165 appropriate court having jurisdiction over the property. Seizure 1166 without process may be made if:
- 1167 (1) The seizure is incident to an arrest or a search
 1168 under a search warrant or an inspection under an administrative
 1169 inspection warrant;
- 1170 (2) The property subject to seizure has been the
 1171 subject of a prior judgment in favor of the state in a criminal
 1172 injunction or forfeiture proceeding based upon this article;
- 1173 (3) The bureau, the board, local law enforcement 1174 officers, enforcement officers of the Mississippi Department of

1176	Pharmacy, or law enforcement officers of the Mississippi
1177	Department of Revenue or Mississippi Department of Health acting
1178	with their duties in accordance with the Mississippi Medical
1179	Cannabis Act, have probable cause to believe that the property is
1180	directly or indirectly dangerous to health or safety;
1181	(4) The bureau, local law enforcement officers,

Transportation, or highway patrolmen, * * * the State Board of

- 1183 Transportation, highway patrolmen, the board, * * * the State
- 1184 Board of Pharmacy, or law enforcement officers of the Mississippi
- Department of Revenue or Mississippi Department of Health acting 1185
- 1186 with their duties in accordance with the Mississippi Medical

enforcement officers of the Mississippi Department of

- 1187 Cannabis Act, have probable cause to believe that the property was
- used or is intended to be used in violation of this article; or 1188
- 1189 The seizing law enforcement agency obtained a
- 1190 seizure warrant as described in * * * subsection (f) of this
- 1191 section.

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- 1192 Controlled substances listed in Schedule I of Section
- 1193 41-29-113 that are possessed, transferred, sold, or offered for
- 1194 sale in violation of this article are contraband and shall be
- 1195 seized and summarily forfeited to the state. Controlled
- 1196 substances listed in the said Schedule I, which are seized or come
- 1197 into the possession of the state, the owners of which are unknown,
- are contraband and shall be summarily forfeited to the state. 1198

1199	(d) Species of plants from which controlled substances in
1200	Schedules I and II of Sections 41-29-113 and 41-29-115 may be
1201	derived which have been planted or cultivated in violation of this
1202	article, or of which the owners or cultivators are unknown, or
1203	which are wild growths, may be seized and summarily forfeited to
1204	the state.

- The failure, upon demand by the bureau and/or local law 1205 (e) 1206 enforcement officers, or their authorized agents, or highway 1207 patrolmen designated by the bureau, the board, * * * the State 1208 Board of Pharmacy, or law enforcement officers of the Mississippi 1209 Department of Revenue or Mississippi Department of Health acting 1210 with their duties in accordance with the Mississippi Medical 1211 Cannabis Act, of the person in occupancy or in control of land or premises upon which the species of plants are growing or being 1212 1213 stored, to produce an appropriate registration, or proof that he 1214 is the holder thereof, constitutes authority for the seizure and 1215 forfeiture of the plants.
- 1216 (f) (1)When any property is seized under the Uniform 1217 Controlled Substances Law, except as otherwise provided in 1218 paragraph (3) of this subsection, by a law enforcement agency with 1219 the intent to be forfeited, the law enforcement agency that seized 1220 the property shall obtain a seizure warrant from the county or 1221 circuit court having jurisdiction of such property within 1222 seventy-two (72) hours of any seizure, excluding weekends and 1223 holidays. Any law enforcement agency that fails to obtain a

1224	seizure	warrant	within	seventy	y-two	(72)	hours	as	rec	quired	by	th:	is
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- 1225 section shall notify the person from whom the property was seized
- 1226 that it will not be forfeited and shall provide written
- 1227 instructions advising the person how to retrieve the seized
- 1228 property.
- 1229 (2) A circuit or county judge having jurisdiction of
- 1230 any property other than a controlled substance, raw material or
- 1231 paraphernalia, may issue a seizure warrant upon proper oath or
- 1232 affirmation from a law enforcement agency. The law enforcement
- 1233 agency that is seeking a seizure warrant shall provide the
- 1234 following information to the judge:
- 1235 A. Probable cause to believe that the property was
- 1236 used or intended to be used in violation of this article;
- 1237 B. The name of the person from whom the property
- 1238 was seized; and
- 1239 C. A detailed description of the property which is
- 1240 seized, including the value of the property.
- 1241 (3) This subsection does not apply to seizures
- 1242 performed pursuant to Section 41-29-157 when property is
- 1243 specifically set forth in a search and seizure warrant.
- 1244 **SECTION 11.** Section 41-29-154, Mississippi Code of 1972, is
- 1245 amended as follows:
- 1246 41-29-154. Any controlled substance or paraphernalia seized
- 1247 under the authority of this article or any other law of
- 1248 Mississippi or of the United States, shall be destroyed,

1249	adulterated and disposed of or otherwise rendered harmless and
1250	disposed of, upon written authorization of the director,
1251	Commissioner of the Mississippi Department of Revenue or the State
1252	Health Officer of the Mississippi Department of Health, as
1253	applicable, after such substance or paraphernalia has served its
1254	usefulness as evidence or after such substance or paraphernalia is
1255	no longer useful for training or demonstration purposes.
1256	A record of the disposition of such substances and
1257	paraphernalia and the method of destruction or adulteration
1258	employed along with the names of witnesses to such destruction or
1259	adulteration shall be retained by the director.
1260	No substance or paraphernalia shall be disposed of, destroyed
1261	or rendered harmless under the authority of this section without
1262	an order from the director, Commissioner of the Mississippi
1263	Department of Revenue or the State Health Officer of the
1264	Mississippi Department of Health, as applicable, and without at
1265	least two (2) officers or agents of the bureau present as
1266	witnesses.
1267	SECTION 12. Section 25-53-1, Mississippi Code of 1972, is
1268	amended as follows:
1269	25-53-1. The Legislature recognizes that in order for the
1270	State of Mississippi to receive the maximum use and benefit from
1271	information technology and services now in operation or which will
1272	in the future be placed in operation, there should be full
1273	cooperation and cohesive planning and effort by and between the

1274	several state agencies and that it is the responsibility of the
1275	Legislature to provide statutory authority therefor. The
1276	Legislature, therefore, declares and determines that for these and
1277	other related purposes there is hereby established an agency of
1278	state government to be known as the Mississippi Department of
1279	Information Technology Services (MDITS). The Legislature further
1280	declares that the Mississippi Department of Information Technology
1281	Services (MDITS) shall provide statewide services that facilitate
1282	cost-effective information processing and telecommunication
1283	solutions. State agencies shall work in full cooperation with the
1284	board of MDITS to identify opportunities to minimize duplication,
1285	reduce costs and improve the efficiency of providing common
1286	technology services across agency boundaries. The provisions of
1287	this chapter shall not apply to the Department of Human Services
1288	for a period of three (3) years beginning July 1, 2017. The
1289	provisions of this chapter shall not apply to the Department of
1290	Child Protection Services for a period of three (3) years
1291	beginning July 1, 2017. Through June 30, * * * $\frac{2024}{}$, the
1292	provisions of this chapter shall not apply to the Department of
1293	Health and the Department of Revenue for the purposes of
1294	implementing, administering and enforcing the provisions of the
1295	Mississippi Medical Cannabis Act.
1296	SECTION 13. Section 25-53-5, Mississippi Code of 1972, is

1297 amended as follows:

1298	25-	-53-5	. The	authority	shall	have	the	following	powers,
1299	duties,	and	respons	sibilities:					

- 1300 The authority shall provide for the (i) 1301 development of plans for the efficient acquisition and utilization 1302 of computer equipment and services by all agencies of state 1303 government, and provide for their implementation. In so doing, the authority may use the MDITS' staff, at the discretion of the 1304 1305 executive director of the authority, or the authority may contract 1306 for the services of qualified consulting firms in the field of 1307 information technology and utilize the service of such consultants 1308 as may be necessary for such purposes. Pursuant to Section 1309 25-53-1, the provisions of this section shall not apply to the 1310 Department of Human Services for a period of three (3) years beginning on July 1, 2017. Pursuant to Section 25-53-1, the 1311 1312 provisions of this section shall not apply to the Department of 1313 Child Protection Services for a period of three (3) years beginning July 1, 2017. 1314
- 1315 (ii) [Repealed]
- 1316 (b) The authority shall immediately institute

 1317 procedures for carrying out the purposes of this chapter and

 1318 supervise the efficient execution of the powers and duties of the

 1319 office of executive director of the authority. In the execution

 1320 of its functions under this chapter, the authority shall maintain

 1321 as a paramount consideration the successful internal organization

 1322 and operation of the several agencies so that efficiency existing

1323	therein shall not be adversely affected or impaired. In executing
1324	its functions in relation to the institutions of higher learning
1325	and junior colleges in the state, the authority shall take into
1326	consideration the special needs of such institutions in relation
1327	to the fields of teaching and scientific research.

- now vested in any agency of the State of Mississippi is hereby vested in the authority, and no such equipment shall be disposed of in any manner except in accordance with the direction of the authority or under the provisions of such rules and regulations as may hereafter be adopted by the authority in relation thereto.
- 1334 (d) The authority shall adopt rules, regulations, and 1335 procedures governing the acquisition of computer and 1336 telecommunications equipment and services which shall, to the fullest extent practicable, insure the maximum of competition 1337 1338 between all manufacturers of supplies or equipment or services. 1339 In the writing of specifications, in the making of contracts relating to the acquisition of such equipment and services, and in 1340 1341 the performance of its other duties the authority shall provide 1342 for the maximum compatibility of all information systems hereafter 1343 installed or utilized by all state agencies and may require the 1344 use of common computer languages where necessary to accomplish the 1345 purposes of this chapter. The authority may establish by regulation and charge reasonable fees on a nondiscriminatory basis 1346

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- for the furnishing to bidders of copies of bid specifications and other documents issued by the authority.
- The authority shall adopt rules and regulations 1349 governing the sharing with, or the sale or lease of information 1350 1351 technology services to any nonstate agency or person. 1352 regulations shall provide that any such sharing, sale or lease 1353 shall be restricted in that same shall be accomplished only where 1354 such services are not readily available otherwise within the 1355 state, and then only at a charge to the user not less than the 1356 prevailing rate of charge for similar services by private 1357 enterprise within this state.
- 1358 The authority may, in its discretion, establish a (f)1359 special technical advisory committee or committees to study and make recommendations on technology matters within the competence 1360 1361 of the authority as the authority may see fit. Persons serving on 1362 the Information Resource Council, its task forces, or any such 1363 technical advisory committees shall be entitled to receive their actual and necessary expenses actually incurred in the performance 1364 1365 of such duties, together with mileage as provided by law for state 1366 employees, provided the same has been authorized by a resolution 1367 duly adopted by the authority and entered on its minutes prior to 1368 the performance of such duties.
- 1369 (g) The authority may provide for the development and 1370 require the adoption of standardized computer programs and may 1371 provide for the dissemination of information to and the

L372	establishment of training programs for the personnel of the
L373	various information technology centers of state agencies and
L374	personnel of the agencies utilizing the services thereof.

- (h) The authority shall adopt reasonable rules and regulations requiring the reporting to the authority through the office of executive director of such information as may be required for carrying out the purposes of this chapter and may also establish such reasonable procedures to be followed in the presentation of bills for payment under the terms of all contracts for the acquisition of computer equipment and services now or hereafter in force as may be required by the authority or by the executive director in the execution of their powers and duties.
- (i) The authority shall require such adequate documentation of information technology procedures utilized by the various state agencies and may require the establishment of such organizational structures within state agencies relating to information technology operations as may be necessary to effectuate the purposes of this chapter.
- (j) The authority may adopt such further reasonable rules and regulations as may be necessary to fully implement the purposes of this chapter. All rules and regulations adopted by the authority shall be published and disseminated in readily accessible form to all affected state agencies, and to all current suppliers of computer equipment and services to the state, and to all prospective suppliers requesting the same. Such rules and

1397 regulations shall be kept current, be periodically revised, and 1398 copies thereof shall be available at all times for inspection by the public at reasonable hours in the offices of the authority. 1399 1400 Whenever possible no rule, regulation or any proposed amendment to 1401 such rules and regulations shall be finally adopted or enforced 1402 until copies of the proposed rules and regulations have been 1403 furnished to all interested parties for their comment and 1404 suggestions.

- 1405 The authority shall establish rules and regulations 1406 which shall provide for the submission of all contracts proposed 1407 to be executed by the executive director for computer equipment or 1408 services to the authority for approval before final execution, and 1409 the authority may provide that such contracts involving the expenditure of less than such specified amount as may be 1410 established by the authority may be finally executed by the 1411 1412 executive director without first obtaining such approval by the 1413 authority.
- 1414 (1) The authority is authorized to purchase, lease, or 1415 rent computer equipment or services and to operate that equipment 1416 and use those services in providing services to one or more state 1417 agencies when in its opinion such operation will provide maximum 1418 efficiency and economy in the functions of any such agency or 1419 agencies.
- 1420 (m) Upon the request of the governing body of a
 1421 political subdivision or instrumentality, the authority shall

assist the political subdivision or instrumentality in its
development of plans for the efficient acquisition and utilization
of computer equipment and services. An appropriate fee shall be
charged the political subdivision by the authority for such
assistance.

(n) The authority shall adopt rules and regulations governing the protest procedures to be followed by any actual or prospective bidder, offerer or contractor who is aggrieved in connection with the solicitation or award of a contract for the acquisition of computer equipment or services. Such rules and regulations shall prescribe the manner, time and procedure for making protests and may provide that a protest not timely filed shall be summarily denied. The authority may require the protesting party, at the time of filing the protest, to post a bond, payable to the state, in an amount that the authority determines sufficient to cover any expense or loss incurred by the state, the authority or any state agency as a result of the protest if the protest subsequently is determined by a court of competent jurisdiction to have been filed without any substantial basis or reasonable expectation to believe that the protest was meritorious; however, in no event may the amount of the bond required exceed a reasonable estimate of the total project cost. The authority, in its discretion, also may prohibit any prospective bidder, offerer or contractor who is a party to any litigation involving any such contract with the state, the

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authority or any agency of the state to participate in any other such bid, offer or contract, or to be awarded any such contract, during the pendency of the litigation.

1450 (o) The authority shall make a report in writing to the 1451 Legislature each year in the month of January. Such report shall 1452 contain a full and detailed account of the work of the authority 1453 for the preceding year as specified in Section 25-53-29(3).

All acquisitions of computer equipment and services involving the expenditure of funds in excess of the dollar amount established in Section 31-7-13(c), or rentals or leases in excess of the dollar amount established in Section 31-7-13(c) for the term of the contract, shall be based upon competitive and open specifications, and contracts therefor shall be entered into only after advertisements for bids are published in one or more daily newspapers having a general circulation in the state not less than fourteen (14) days prior to receiving sealed bids therefor. authority may reserve the right to reject any or all bids, and if all bids are rejected, the authority may negotiate a contract within the limitations of the specifications so long as the terms of any such negotiated contract are equal to or better than the comparable terms submitted by the lowest and best bidder, and so long as the total cost to the State of Mississippi does not exceed the lowest bid. If the authority accepts one (1) of such bids, it shall be that which is the lowest and best. Through June 30, * * * 2024, the provisions of this paragraph shall not apply

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- 1473 made by the Mississippi Department of Health and/or the
- 1474 Mississippi Department of Revenue for the purposes of
- 1475 implementing, administering and/or enforcing the provisions of the
- 1476 Mississippi Medical Cannabis Act.
- 1477 (p) When applicable, the authority may procure
- 1478 equipment, systems and related services in accordance with the law
- 1479 or regulations, or both, which govern the Bureau of Purchasing of
- 1480 the Office of General Services or which govern the Mississippi
- 1481 Department of Information Technology Services procurement of
- 1482 telecommunications equipment, software and services.
- 1483 (q) The authority is authorized to purchase, lease, or
- 1484 rent information technology and services for the purpose of
- 1485 establishing pilot projects to investigate emerging technologies.
- 1486 These acquisitions shall be limited to new technologies and shall
- 1487 be limited to an amount set by annual appropriation of the
- 1488 Legislature. These acquisitions shall be exempt from the
- 1489 advertising and bidding requirement.
- 1490 (r) All fees collected by the Mississippi Department of
- 1491 Information Technology Services shall be deposited into the
- 1492 Mississippi Department of Information Technology Services
- 1493 Revolving Fund unless otherwise specified by the Legislature.
- 1494 (s) The authority shall work closely with the council
- 1495 to bring about effective coordination of policies, standards and
- 1496 procedures relating to procurement of remote sensing and

1497	geographic information systems (GIS) resources. In addition, the
1498	authority is responsible for development, operation and
1499	maintenance of a delivery system infrastructure for geographic
1500	information systems data. The authority shall provide a warehouse
1501	for Mississippi's geographic information systems data.

- (t) The authority shall manage one or more State Data

 Centers to provide information technology services on a

 cost-sharing basis. In determining the appropriate services to be

 provided through the State Data Center, the authority should

 consider those services that:
- 1507 (i) Result in savings to the state as a whole;
- 1508 (ii) Improve and enhance the security and
 1509 reliability of the state's information and business systems; and
 1510 (iii) Optimize the efficient use of the state's
 1511 information technology assets, including, but not limited to,
 1512 promoting partnerships with the state institutions of higher
- 1513 learning and community colleges to capitalize on advanced 1514 information technology resources.
- 1515 (u) The authority shall increase federal participation
 1516 in the cost of the State Data Center to the extent provided by law
 1517 and its shared technology infrastructure through providing such
 1518 shared services to agencies that receive federal funds. With
 1519 regard to state institutions of higher learning and community
 1520 colleges, the authority may provide shared services when mutually
 1521 agreeable, following a determination by both the authority and the

1522	Board of Trustees of State Institutions of Higher Learning or	the
1523	Mississippi Community College Board, as the case may be, that t	the
1524	sharing of services is mutually beneficial.	

- 1525 (V) The authority, in its discretion, may require new 1526 or replacement agency business applications to be hosted at the 1527 State Data Center. With regard to state institutions of higher learning and community colleges, the authority and the Board of 1528 1529 Trustees of State Institutions of Higher Learning or the 1530 Mississippi Community College Board, as the case may be, may agree 1531 that institutions of higher learning or community colleges may 1532 utilize business applications that are hosted at the State Data Center, following a determination by both the authority and the 1533 1534 applicable board that the hosting of those applications is mutually beneficial. In addition, the authority may establish 1535 1536 partnerships to capitalize on the advanced technology resources of 1537 the Board of Trustees of State Institutions of Higher Learning or 1538 the Mississippi Community College Board, following a determination by both the authority and the applicable board that such a 1539 1540 partnership is mutually beneficial.
- 1541 (w) The authority shall provide a periodic update
 1542 regarding reform-based information technology initiatives to the
 1543 Chairmen of the House and Senate Accountability, Efficiency and
 1544 Transparency Committees.
- 1545 From and after July 1, 2018, the expenses of this agency 1546 shall be defrayed by appropriation from the State General Fund.

1547	In addition, in order to receive the maximum use and benefit from
1548	information technology and services, expenses for the provision of
1549	statewide shared services that facilitate cost-effective
1550	information processing and telecommunication solutions shall be
1551	defrayed by pass-through funding and shall be deposited into the
1552	Mississippi Department of Information Technology Services
1553	Revolving Fund unless otherwise specified by the Legislature.
1554	These funds shall only be utilized to pay the actual costs
1555	incurred by the Mississippi Department of Information Technology
1556	Services for providing these shared services to state agencies.
1557	Furthermore, state agencies shall work in full cooperation with
1558	the Board of the Mississippi Department of Information Technology
1559	Services to identify computer equipment or services to minimize
1560	duplication, reduce costs, and improve the efficiency of providing
1561	common technology services across agency boundaries.
1562	SECTION 14. This act shall take effect and be in force from
1563	and after its passage.