MISSISSIPPI LEGISLATURE

By: Representatives Yancey, Stamps To: Drug Policy

HOUSE BILL NO. 1158 (As Sent to Governor)

1 AN ACT TO AMEND SECTION 41-137-5, MISSISSIPPI CODE OF 1972, 2 TO AUTHORIZE A PRACTITIONER TO ASSIST A PATIENT IN REGISTERING FOR 3 A REGISTRY IDENTIFICATION CARD WITH THE DEPARTMENT OF HEALTH AFTER 4 THE PRACTITIONER HAS ISSUED A WRITTEN CERTIFICATION TO THE 5 PATIENT; TO PROVIDE THAT THE REQUIREMENTS OF THIS SECTION SHALL 6 NOT APPLY 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 PROHIBIT ANY STATE 8 9 AGENCY, DEPARTMENT, POLITICAL SUBDIVISION OR BOARD FROM REOUIRING A PRACTITIONER TO REQUIRE A PATIENT TO SUBMIT TO A DRUG TEST AS A 10 11 CONDITION TO RECEIVING A CERTIFICATION FOR A REGISTRY 12 IDENTIFICATION CARD; TO PROVIDE THAT A PRACTITIONER SHALL NOT BE REQUIRED TO HAVE ANY ADDITIONAL QUALIFICATIONS TO BE AUTHORIZED TO 13 CERTIFY A QUALIFYING PATIENT FOR A REGISTRY IDENTIFICATION CARD; 14 15 TO PROVIDE THAT A PRACTITIONER SHALL NOT BE REQUIRED TO BE 16 REGISTERED TO CERTIFY PATIENTS WITH ANY STATE AGENCY OR BOARD 17 OTHER THAN THE MDOH; TO PROVIDE THAT QUALIFYING PATIENTS MAY MAKE 18 A FOLLOW-UP VISIT WITH A DIFFERENT PRACTITIONER THAN THE 19 PRACTITIONER WHO ORIGINALLY ISSUED THEIR WRITTEN CERTIFICATION, 20 PROVIDED THAT SUCH PRACTITIONER IS OTHERWISE REGISTERED AND ACTING 21 WITHIN THEIR SCOPE OF PRACTICE AND THE PROVISIONS OF THE LAW; TO 22 AMEND SECTION 41-137-23, MISSISSIPPI CODE OF 1972, TO REQUIRE MDOH 23 TO VERIFY THE INFORMATION CONTAINED IN A REGISTRY IDENTIFICATION 24 CARD APPLICATION OR RENEWAL AND APPROVE OR DENY AN APPLICATION OR 25 RENEWAL WITHIN TEN DAYS OF RECEIVING A COMPLETED APPLICATION OR 26 RENEWAL APPLICATION; TO PROVIDE THAT A MEDICAL CANNABIS WRITTEN 27 CERTIFICATION ISSUED BY A PRACTITIONER SHALL BE VALID FOR THE SIX MONTHS IMMEDIATELY PRECEDING THE DATE OF APPLICATION; TO AMEND 28 SECTION 41-137-35, MISSISSIPPI CODE OF 1972, TO CAP THE CANNABIS 29 CULTIVATION FACILITY TIER 6 TO NOT MORE THAN 150,000 SQUARE FEET; 30 31 TO AUTHORIZE AN INDIVIDUAL OR BUSINESS ENTITY TO HAVE AN OWNERSHIP 32 OR ECONOMIC INTEREST IN A MEDICAL CANNABIS TESTING FACILITY AND A 33 CANNABIS TRANSPORTATION ENTITY; TO PROVIDE THAT MDOH MAY CONTRACT WITH A PRIVATE LABORATORY FOR THE PURPOSE OF CONDUCTING COMPLIANCE 34

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G1/2 35 TESTING OVERSIGHT OF MEDICAL CANNABIS; TO AMEND SECTION 41-137-39, 36 MISSISSIPPI CODE OF 1972, TO REQUIRE A PROSPECTIVE EMPLOYEE TO 37 UNDERGO A FINGERPRINT-BASED BACKGROUND CHECK BY THE DEPARTMENT OF 38 PUBLIC SAFETY; TO REQUIRE A SUBSEQUENT BACKGROUND CHECK TO BE 39 CONDUCTED ON PROSPECTIVE EMPLOYEES IF THEY DO NOT START EMPLOYMENT 40 WITH AN ENTITY FOR SIX MONTHS; TO AUTHORIZE ANY TOPICAL CANNABIS 41 PRODUCT THAT IS PURCHASED BY A DISPENSARY FROM A LICENSED 42 PROCESSOR, AND THAT IS NOT INGESTED BY THE LIVER, TO BE SOLD TO A 43 CARDHOLDER OR ANY PERSON OVER THE AGE OF TWENTY-ONE WHO IS NOT A 44 CARDHOLDER; TO AMEND SECTION 41-137-41, MISSISSIPPI CODE OF 1972, 45 TO AUTHORIZE DISPENSARY WEBSITES TO DISPLAY PICTURES OF THE 46 PRODUCTS THAT THE DISPENSARY SELLS; TO PROHIBIT A STATE AGENCY OR 47 BOARD FROM IMPLEMENTING ANY RULE, REGULATION, POLICY OR 48 REQUIREMENT THAT IS CONTRARY TO THE PROVISIONS OF THE MISSISSIPPI 49 MEDICAL CANNABIS ACT; TO AMEND SECTION 41-137-47, MISSISSIPPI CODE 50 OF 1972, TO AUTHORIZE LICENSING AGENCIES TO DENY THE APPLICATION 51 OF ANY APPLICANT WHO FAILS TO MEET THE QUALIFICATIONS FOR 52 OBTAINING SUCH LICENSE; TO ESTABLISH CERTAIN APPEAL PROCEDURES FOR 53 DENIALS; TO PROVIDE THAT ANY ONGOING INVESTIGATION BY A LICENSING 54 AGENCY UNDER THIS SECTION SHALL BE CONSIDERED CONFIDENTIAL AND 55 EXEMPT FROM DISCLOSURE UNDER THE MISSISSIPPI PUBLIC RECORDS ACT; 56 TO AMEND SECTION 41-137-49, MISSISSIPPI CODE OF 1972, TO PROVIDE 57 THAT THE ADDRESSES OF PROSPECTIVE AND LICENSED MEDICAL CANNABIS 58 ESTABLISHMENTS, EXCEPT FOR MEDICAL CANNABIS DISPENSARIES, SHALL BE 59 CONSIDERED CONFIDENTIAL AND EXEMPT FROM DISCLOSURE UNDER THE 60 MISSISSIPPI PUBLIC RECORDS ACT; TO AMEND SECTION 41-137-59, 61 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE JUDICIAL REVIEW OF 62 AN APPEAL FROM A FINAL DECISION OR ORDER OF AN AGENCY UNDER THE 63 PROVISIONS OF THE MEDICAL CANNABIS ACT SHALL BE BASED ON THE 64 RECORD MADE BEFORE THE AGENCY; TO AMEND SECTION 41-137-63, 65 MISSISSIPPI CODE OF 1972, TO EXTEND THE DATE OF REPEAL FOR THE 66 MEDICAL CANNABIS ADVISORY COMMITTEE; TO AMEND SECTION 41-29-153, 67 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT CONTROLLED SUBSTANCES 68 AND RAW MATERIALS WHICH HAVE BEEN USED IN VIOLATION OF THE MEDICAL 69 CANNABIS ACT MAY BE SUBJECT TO FORFEITURE; TO EMPOWER LAW 70 ENFORCEMENT OFFICERS OF THE MISSISSIPPI DEPARTMENT OF REVENUE OR 71 MISSISSIPPI DEPARTMENT OF HEALTH ACTING WITH THEIR DUTIES IN 72 ACCORDANCE WITH THE MISSISSIPPI MEDICAL CANNABIS ACT TO SEIZE SUCH 73 SUBJECTS; TO AMEND SECTION 41-29-154, MISSISSIPPI CODE OF 1972, TO EMPOWER LAW ENFORCEMENT OFFICERS OF THE MISSISSIPPI DEPARTMENT OF 74 75 REVENUE OR MISSISSIPPI DEPARTMENT OF HEALTH ACTING WITH THEIR DUTIES IN ACCORDANCE WITH THE MISSISSIPPI MEDICAL CANNABIS ACT TO 76 77 DESTROY ANY CONTROLLED SUBSTANCES OR PARAPHERNALIA SEIZED UNDER 78 THEIR AUTHORITY; TO AMEND SECTION 25-53-1, MISSISSIPPI CODE OF 79 1972, TO EXTEND THE DATE OF REPEAL THAT ALLOWS AN EXEMPTION TO ITS 80 OVERSIGHT FOR THE DEPARTMENT OF HEALTH AND THE DEPARTMENT OF 81 REVENUE FOR THE PURPOSES OF IMPLEMENTING, ADMINISTERING AND 82 ENFORCING THE PROVISIONS OF THE MISSISSIPPI MEDICAL CANNABIS ACT; 83 TO AMEND SECTION 25-53-5, MISSISSIPPI CODE OF 1972, AS AMENDED BY 84 SENATE BILL NO. 2728, 2023 REGULAR SESSION, TO EXTEND THE DATE OF 85 REPEAL THAT ALLOWS AN EXEMPTION TO ITS PROCUREMENT PROCEDURES FOR

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86 THE DEPARTMENT OF HEALTH AND THE DEPARTMENT OF REVENUE FOR THE 87 PURPOSES OF IMPLEMENTING, ADMINISTERING AND ENFORCING THE 88 PROVISIONS OF THE MISSISSIPPI MEDICAL CANNABIS ACT; TO CREATE NEW 89 SECTION 73-21-127.1, MISSISSIPPI CODE OF 1972, TO REQUIRE THE 90 PRESCRIPTION MONITORING PROGRAM TO ISSUE AN ANNUAL REPORT TO THE 91 LEGISLATURE THAT INDICATES THE NUMBER OF OPIOID PRESCRIPTIONS THAT WERE PROVIDED TO PATIENTS DURING THAT YEAR; TO AMEND SECTION 92 93 41-137-3, MISSISSIPPI CODE OF 1972, TO ADD THE DEFINITION OF THE 94 TERMS ARTIFICIALLY DERIVED CANNABINOID, CANNABINOID AND CANNABIS 95 WASTE; TO AMEND SECTION 41-137-57, MISSISSIPPI CODE OF 1972, TO 96 PROVIDE THAT IN ANY COUNTY OR MUNICIPALITY IN WHICH REAL PROPERTY 97 IS OWNED, LEASED OR OTHERWISE CONTROLLED BY A WATERWAY DISTRICT OR 98 WATER MANAGEMENT DISTRICT CREATED IN TITLE 51, MISSISSIPPI CODE OF 99 1972, THE DECISION OF THE COUNTY OR MUNICIPALITY TO OPT OUT OR OPT 100 IN OF ALLOWING MEDICAL CANNABIS ENTITIES SHALL BE BINDING ON ALL 101 REAL PROPERTY IN SUCH DISTRICT; TO PROVIDE THAT THE ORDINANCES OF 102 A COUNTY OR MUNICIPALITY RELATED TO THE PROVISIONS OF THE MEDICAL 103 CANNABIS LAW SHALL BE APPLICABLE TO ALL REAL PROPERTY WITHIN THE 104 BOUNDARIES OF THE COUNTY OR MUNICIPALITY IN SUCH DISTRICT; AND FOR 105 RELATED PURPOSES.

106 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

107 SECTION 1. Section 41-137-5, Mississippi Code of 1972, is

108 amended as follows:

109 41-137-5. (1) No person shall be authorized to use medical 110 cannabis in this state unless the person (a) has been diagnosed by 111 a practitioner, with whom the person has a bona fide 112 practitioner-patient relationship within his or her scope of 113 practice, as having a debilitating medical condition for which the 114 practitioner believes, in his or her professional opinion, that 115 the person would likely receive medical or palliative benefit from 116 the medical use of medical cannabis to treat or alleviate the 117 person's debilitating medical condition or symptoms associated 118 with the person's debilitating medical condition, (b) has received 119 a written certification of that diagnosis from the practitioner, 120 and (c) has been issued a registry identification card from the

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 3 (MCL\EW) MDOH under Section 41-137-23. A person who has been diagnosed by a practitioner as specified in paragraph (a) of this subsection shall be a qualifying patient, and the practitioner who has diagnosed the patient shall document that diagnosis with a written certification. However, nothing herein shall require a practitioner to issue a written certification.

127 (2) A written certification shall:

128 (a) Affirm that it is made in the course of a bona fide129 practitioner-patient relationship;

(b) Remain current for twelve (12) months, unless thepractitioner specifies a shorter period of time;

132 (c) Be issued only after an in-person assessment of the133 patient by a practitioner;

(d) Only be issued on behalf of a minor when the minor's parent or guardian is present and provides signed consent; and

137 (e) Be limited to the allowable amount of cannabis in a138 thirty-day period.

139 (3) <u>No state agency, department, political subdivision or</u> 140 <u>board shall require a practitioner to require a patient to submit</u> 141 <u>to a drug test as a condition to receiving a certification for a</u> 142 <u>registry identification card. However, a practitioner may require</u> 143 <u>a drug test from a patient that is within his or her scope of</u>

144 practice.

H. B. No. 1158 23/HR43/R1491SG PAGE 4 (MCL\EW) 145 (4) <u>After a practitioner has issued a written certification</u>
146 <u>to a qualifying patient, a practitioner may assist the patient in</u>
147 <u>registering for a registry identification card with the Department</u>
148 <u>of Health, in a manner provided by regulations of the Department</u>
149 of Health.

150 (* * *5) After a qualifying patient receives a written certification from a practitioner, the patient shall be required 151 152 to make a follow-up visit with the practitioner not less than six 153 (6) months after the date of issuance of the certification for the practitioner to evaluate and determine the effectiveness of the 154 patient's medical use of medical cannabis to treat or alleviate 155 156 the patient's debilitating medical condition or symptoms 157 associated with the patient's debilitating medical condition. 158 Qualifying patients may make a follow-up visit with a different 159 practitioner than the practitioner who originally issued their 160 written certification, provided that such practitioner is 161 otherwise registered and acting within their scope of practice and 162 the provisions of this chapter.

163 (***<u>6</u>) Before dispensing medical cannabis to a 164 cardholder, the dispensary from which the cardholder is obtaining 165 medical cannabis shall verify the identity of the cardholder and 166 the authority of the cardholder to use medical cannabis as 167 provided in Section 41-137-39 and shall determine the maximum 168 amount of medical cannabis that a cardholder is eligible to 169 receive and the amount of medical cannabis that the cardholder has

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 5 (MCL\EW) 170 received from all dispensaries during a specified period of time 171 using the statewide seed-to-sale tracking system under Section 172 41-137-11.

(* * *7) (a) A practitioner shall be registered to issue 173 174 written certifications to qualifying patients by completing the 175 required application process as set forth by the MDOH. The MDOH shall require a practitioner to complete a minimum of eight (8) 176 hours of continuing education in medical cannabis in order to 177 178 issue written certifications. After the first year of 179 registration, these practitioners shall complete five (5) hours of 180 continuing education in medical cannabis annually to maintain this 181 registration.

182 (b) A practitioner shall not be required to have any 183 additional qualifications to be authorized to certify a qualifying 184 patient for a registry identification card, other than such 185 requirements for practitioners as provided under the Mississippi 186 Medical Cannabis Act. 187 (c) A practitioner shall not be required to be 188 registered to certify patients with any state agency or board other than the MDOH. 189 190 (* * *8) Only physicians and doctors of osteopathic 191 medicine may issue written certifications to registered qualifying 192 patients who are minors.

193 (9) The requirements of this section shall not apply to a
194 person who is authorized to purchase topical cannabis provided

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 6 (MCL\EW) 195 under Section 41-137-39(22), and such persons may possess and use 196 such products without being in violation of this chapter. 197 SECTION 2. Section 41-137-23, Mississippi Code of 1972, is amended as follows: 198 199 41-137-23. (1) No later than one hundred twenty (120) days 200 after February 2, 2022, the MDOH shall begin issuing registry 201 identification cards to qualifying patients who submit the 202 following: 203 A written certification issued by a practitioner (a) within * * * six (6) months immediately preceding the date of the 204 205 application; 206 The application or renewal fee; (b) 207 The name, address, social security number, and date (C) 208 of birth of the qualifying patient; 209 The name, address, and telephone number of the (d) 210 qualifying patient's practitioner issuing the written 211 certification; 212 The name, address, social security number, and date (e) 213 of birth of the designated caregiver, or designated caregivers, 214 chosen by the qualifying patient; and If more than one (1) designated caregiver is 215 (f) designated at any given time, documentation demonstrating that a 216 greater number of designated caregivers is needed due to the 217 218 patient's age or medical condition.

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(2) If the qualifying patient is unable to submit the information required by subsection (1) of this section due to the person's age or medical condition, the person responsible for making medical decisions for the qualifying patient may do so on behalf of the qualifying patient.

(3) Except as provided in subsection (5) of this section,the MDOH shall:

(a) Verify the information contained in an application
or renewal submitted under this section and approve or deny an
application or renewal within * * * ten (10) days of receiving a
completed application or renewal application; and

(b) Issue registry identification cards to a qualifying
patient and his or her designated caregiver(s), if any, within
five (5) days of approving the application or renewal. A
designated caregiver must have a registry identification card for
each of his or her qualifying patients.

235 (4) * * * (a) The MDOH shall require criminal background
236 checks in order to carry out this section.

(b) The MDOH shall require that the prospective
designated caregiver or caregiver's applicant apply for or
authorize the division to obtain state and national criminal
background checks to be conducted by the Mississippi Justice
Information Center of the Department of Public Safety and the
Federal Bureau of Investigation.

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267 (ii) Allow the qualifying patient's medical use of 268 medical cannabis;

269 (iii) Serve as the qualifying patient's designated 270 caregiver; and

(iv) Control the acquisition of the medical cannabis, the dosage and the frequency of the use of medical cannabis by the qualifying patient.

(6) If a designated caregiver is an entity licensed to provide health care services, residential care services or day care services, then:

(a) The MDOH may provide a single registry
identification card to the entity, regardless of the number of
registered qualifying patients the entity serves; and

(b) The MDOH may issue individual registry
identification cards for employees of the entity that may
transport medical cannabis.

(7) The MDOH shall provide an electronic or physical list of registered qualifying patients who have designated the entity as their caregiver. This list shall be updated with each additional designation.

(8) The MDOH may deny an application or renewal of a qualifying patient's registry identification card only if the applicant:

290 (a) Did not provide the required information or291 materials;

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 10 (MCL\EW) (b) Previously had a registry identification cardrevoked;

294 (c) Provided false information; or

295 (d) Failed to meet the other requirements of this296 chapter.

(9) The MDOH may deny an application or renewal for a
designated caregiver chosen by a qualifying patient whose registry
identification card was granted only if the applicant:

300 (a) Does not meet the definition of "designated301 caregiver" under Section 41-137-3;

302 (b) Did not provide the information required;
303 (c) Previously had a registry identification card
304 revoked;

305 (d) Provided false information;

306 (e) Is younger than twenty-one (21) years of age and is 307 not the parent or legal guardian of the qualifying patient who the 308 designated caregiver would assist; or

309 (f) Failed to meet the other requirements of this 310 chapter.

(10) The MDOH shall give written notice to the qualifying patient of the reason for denying a registry identification card to the qualifying patient or to the qualifying patient's designated caregiver.

H. B. No. 1158 23/HR43/R1491SG PAGE 11 (MCL\EW) 315 (11) Denial of an application or renewal is considered a 316 final MDOH action, subject to judicial review in accordance with 317 Section 41-137-59.

318 SECTION 3. Section 41-137-35, Mississippi Code of 1972, is 319 amended as follows:

320 41-137-35. (1) The MDOH shall issue licenses for cannabis 321 cultivation facilities, cannabis processing facilities, cannabis 322 transportation entities, cannabis disposal entities, cannabis 323 research facilities and cannabis testing facilities. The MDOR 324 shall issue licenses for medical cannabis dispensaries.

325 (2) The cannabis cultivation facility license application326 fee shall be subject to the following tiers:

327

(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).

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(b) Cultivators.

341 Tier 1. A cannabis cultivation facility with (i) a canopy of not less than two thousand (2,000) square feet but not 342 more than five thousand (5,000) square feet shall be subject to a 343 344 one-time nonrefundable license application fee of Five Thousand 345 Dollars (\$5,000.00). The annual license fee shall be a 346 nonrefundable fee of Fifteen Thousand Dollars (\$15,000.00). 347 Tier 2. A cannabis cultivation facility with (ii) 348 a canopy of not less than five thousand (5,000) square feet but

349 not more than fifteen thousand (15,000) square feet shall be 350 subject to a one-time nonrefundable license application fee of Ten 351 Thousand Dollars (\$10,000.00). The annual license fee shall be a 352 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 Forty Thousand Dollars (\$40,000.00). The annual license fee shall be a nonrefundable fee of One Hundred Thousand Dollars (\$100,000.00).

(vi) Tier 6. A cannabis cultivation facility with 373 374 a canopy of not less than one hundred thousand (100,000) square 375 feet *** * *** but not more than one hundred fifty thousand (150,000) 376 square feet shall be subject to a one-time nonrefundable license 377 application fee of Sixty Thousand Dollars (\$60,000.00). The 378 annual license fee shall be a nonrefundable fee of One Hundred 379 Fifty Thousand Dollars (\$150,000.00). Tier 6 cannabis cultivation 380 facilities shall have not more than two (2) locations; however, 381 the total canopy space of both locations combined may not exceed 382 one hundred fifty thousand (150,000) square feet.

383 (3) The cannabis processing facility license application fee384 shall be subject to the following tiers:

385

(a) Micro-processors.

386 (i) Tier 1. A cannabis processing facility which
387 processes less than two thousand (2,000) pounds of dried biomass
388 cannabis material annually shall be subject to a one-time

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389 nonrefundable license application fee of Two Thousand Dollars 390 (\$2,000.00). The annual license fee shall be a nonrefundable fee 391 of Three Thousand Five Hundred Dollars (\$3,500.00).

(ii) Tier 2. A cannabis processing facility which processes not less than two thousand (2,000) pounds but less than three thousand (3,000) pounds of dried biomass cannabis material annually 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 Five Thousand Dollars (\$5,000.00).

(b) Processors. A cannabis processing facility which processes not less than three thousand (3,000) pounds of biomass cannabis material annually shall be subject to a one-time nonrefundable license application fee of Fifteen Thousand Dollars (\$15,000.00). The annual license fee shall be a nonrefundable fee of Twenty Thousand Dollars (\$20,000.00).

405 (4) A medical cannabis dispensary shall be subject to a
406 one-time nonrefundable license application fee of Fifteen Thousand
407 Dollars (\$15,000.00). The annual license fee shall be a
408 nonrefundable fee of Twenty-five Thousand Dollars (\$25,000.00).

(5) Cannabis transportation entities shall be subject to a
one-time nonrefundable application fee of Five Thousand Dollars
(\$5,000.00). The annual license fee shall be a nonrefundable fee
of Seven Thousand Five Hundred Dollars (\$7,500.00).

413 (6) Cannabis disposal entities shall be subject to a
414 one-time nonrefundable application fee of Five Thousand Dollars
415 (\$5,000.00). The annual license fee shall be a nonrefundable fee
416 of Seven Thousand Five Hundred Dollars (\$7,500.00).

417 (7)Cannabis testing facilities shall be subject to a 418 one-time nonrefundable application fee of Ten Thousand Dollars 419 (\$10,000.00) and an annual license fee of Fifteen Thousand Dollars 420 (\$15,000.00). * * * An individual or business entity that has a 421 direct or indirect ownership or economic interest in a licensed 422 cannabis testing facility may also have a direct or indirect 423 ownership or economic interest in a licensed medical cannabis 424 transportation entity. A cannabis testing facility may enter into 425 an agreement for the transportation of medical cannabis by a 426 licensed medical cannabis transportation entity. MDOH may 427 contract with a private laboratory for the purpose of conducting 428 compliance testing oversight of medical cannabis testing 429 facilities licensed in the state. Any such laboratory under 430 contract for compliance testing oversight shall be prohibited from 431 conducting any other commercial medical cannabis testing in this 432 state. 433 (8) Cannabis research facilities shall be subject to a 434 one-time nonrefundable application fee of Ten Thousand Dollars (\$10,000.00) and an annual license fee of Fifteen Thousand Dollars 435

436 (\$15,000.00). A research facility at any university or college in

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437 this state shall be exempt from all fees imposed under this 438 section.

(9) No individual or business entity shall have a direct or
indirect ownership or economic interest of greater than ten
percent (10%) in:

442 (a) More than one (1) cannabis cultivation facility443 license;

444 (b) More than one (1) cannabis processing facility 445 license; and

446 (c) More than five (5) medical cannabis dispensary447 licenses.

(10) Minimum qualifications for applicants for a cannabis cultivation facility, a cannabis processing facility, a medical cannabis dispensary, a medical cannabis transportation entity or a medical cannabis disposal entity license(s) are as follows:

452 (a) An individual applicant for a cannabis cultivation 453 facility, cannabis processing facility, medical cannabis 454 dispensary, medical cannabis transportation entity or medical 455 cannabis disposal license shall be a natural person who: 456 Is at least twenty-one (21) years of age; (i) 457 (ii) Has not previously held a license for a 458 cannabis cultivation facility, cannabis processing facility, 459 medical cannabis dispensary, medical cannabis transportation

460 entity or medical cannabis disposal entity that has been revoked;

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463 (iv) If possessing a professional or occupational 464 license, that the license is in good standing;

(v) Has submitted a sworn statement indicating that he or she is a true and actual owner of the entity for which the license is desired, and that he or she intends to carry on the business authorized for himself or herself and the entity and not as the agent for any other entity.

470 (vi) Has no outstanding tax delinquencies owed to 471 the State of Mississippi;

472 (vii) Is not serving as a member of the 473 Mississippi Senate or Mississippi House of Representatives through 474 December 31, 2022;

475 (viii) Is not the spouse of a person serving as a 476 member of the Mississippi Senate or Mississippi House of 477 Representatives through December 31, 2022; and

(b) If the applicant is applying on behalf of an
entity, in addition to paragraph (a) of this subsection, the
individual applicant shall:

481 (i) Be legally authorized to submit an application482 on behalf of the entity;

483 (ii) Serve as the primary point of contact with 484 the MDOR and MDOH;

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 18 (MCL\EW) 485 (iii) Submit sufficient proof that the entity has no owner, board member, officer, or anyone with an economic 486 487 interest in the entity who: 488 Is under the age of twenty-one (21); 1. 489 2. Has previously been an owner of a medical 490 cannabis dispensary, cannabis cultivation facility, a cannabis 491 processing facility, medical cannabis transportation entity or medical cannabis disposal entity that has had its license revoked; 492 493 3. Has been convicted of a disqualifying felony offense; 494 495 4. Owes delinquent taxes to the State of 496 Mississippi; 497 5. Is serving as a member of the Mississippi 498 Senate or Mississippi House of Representatives through December 499 31, 2022; and 500 6. Is the spouse of a person serving as a 501 member of the Mississippi Senate or Mississippi House of 502 Representatives through December 31, 2022; and 503 (iv) Submit sufficient proof that if an owner, 504 board member, officer or anyone with an economic interest in the 505 entity has or had a professional or occupational license, that the 506 license is in good standing. 507 Applicants for cannabis cultivation facility licenses (11)508 and cannabis processing facility licenses shall both meet the

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511 (a) If a natural person, proof that the person has been 512 a resident of the State of Mississippi and a citizen of the United 513 States of America for at least three (3) years prior to the 514 application date; or

(b) If a business entity, proof that at least thirty-five percent (35%) of the equity ownership interests in the entity are held by individuals who have been residents of the State of Mississippi and citizens of the United States of America for at least three (3) consecutive years prior to the application date.

521 This subsection (11) shall stand repealed on December 31, 522 2022.

523 (12) A micro-cultivator or a micro-processor shall both meet 524 the minimum qualifications in subsection (10) of this section and 525 shall also submit sufficient proof of the following:

(a) If a natural person, proof that the person has been a resident of the State of Mississippi and a citizen of the United States of America for at least three (3) years prior to the application date; or

(b) If a business entity, provide proof that:
(i) It was registered as an entity with the
Secretary of State in Mississippi; and

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 20 (MCL\EW) (ii) One-hundred percent (100%) of the equity ownership interests in the entity are held by individuals who have been residents of the State of Mississippi and citizens of the United States of America for at least three (3) consecutive years prior to the application date.

538 (13) For purposes of this section, it shall be sufficient to
539 prove Mississippi residency for the individual(s) to submit two
540 (2) of the following source documents:

(a) Mississippi Tax Return Form 80-105 or Form 80-205 for each of the three (3) years preceding the application without schedules, worksheets, or attachments, and redacted to remove all financial information and all but the last four (4) digits of the individual's social security number for the three (3) years preceding the application;

547 (b) Ownership, lease, or rental documents for place of 548 primary domicile for the three (3) years preceding the 549 application;

550 (c) Billing statements, including utility bills for the 551 three (3) years preceding the application; or

552 (d) Vehicle registration for the three (3) years 553 preceding the application.

(14) Ownership in a cannabis cultivation facility license,
cannabis processing facility license or a medical cannabis
dispensary license or investment in a business that supports or
benefits from such a license shall not disqualify or otherwise

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 21 (MCL\EW) 558 negatively impact the license or finding of suitability of such 559 owner who is otherwise engaged in any other form of business 560 operation in the state, if such business requires the owner to 561 hold a license or be found suitable under state law.

562 (15) Any business or state entity applying for registration 563 as a medical cannabis establishment must meet all the requirements 564 specified in this chapter.

565 (16) A prospective medical cannabis establishment shall 566 submit all of the following:

567

(a) An application, including:

568 (i) The legal name of the prospective medical 569 cannabis establishment;

570 (ii) The physical address of the prospective 571 medical cannabis establishment, which shall not be within one 572 thousand (1,000) feet of the nearest property boundary line of a school, church or child care facility which exists or has acquired 573 574 necessary real property for the operation of such facility before 575 the date of the medical cannabis establishment application unless 576 the entity has received approval from the school, church or child 577 care facility and received the applicable waiver from their 578 licensing agency, provided that the main point of entry of the cannabis establishment is not located within five hundred (500) 579 580 feet of the nearest property boundary line of any school, church 581 or child care facility;

H. B. No. 1158 23/HR43/R1491SG PAGE 22 (MCL\EW) 582 (iii) The name of each principal officer and board 583 member of the proposed medical cannabis establishment; and

584 (iv) Any additional information requested by the 585 MDOR and MDOH.

(b) Operating procedures consistent with rules and
regulations for oversight of the proposed medical cannabis
establishment, including procedures to ensure accurate record
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.

(d) If the municipality or county where the proposed medical cannabis establishment would be located requires a local registration, license or permit, then proof of receiving such 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.

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 23 (MCL\EW) 606 (17) If a dispensary license is issued to an applicant that 607 is still constructing the licensed premises, the applicant must 608 complete construction and fulfill all obligations required by the 609 Department of Revenue to open for business within eighteen (18) 610 months, or the license shall be revoked.

611 (***<u>18</u>) The MDOR and MDOH shall issue a renewal 612 registration certificate within ten (10) days of receipt of the 613 prescribed renewal application and renewal fee from a medical 614 cannabis establishment if its license is not under suspension and 615 has not been revoked.

616 (* * *<u>19</u>) A licensing agency shall require disclosure only 617 of persons, entities or affiliated entities who directly or 618 indirectly own ten percent (10%) or more of a medical cannabis 619 establishment issued a license by the licensing agency.

620 ($\star \star \pm 20$) Otherwise eligible applicants for licenses to 621 operate as medical cannabis establishments under this chapter 622 shall not be disqualified from receipt of a license based on:

623 (a) Their location on Mississippi Choctaw Indian624 Reservation Lands; or

(b) The involvement of the Mississippi Band of Choctaw Indians or any entity owned or operated by the Mississippi Band of Choctaw Indians as an owner or co-owner of such license, provided that such license shall be subject to revocation for material noncompliance with this chapter on the same basis as any other license.

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 24 (MCL\EW) 631 (* * *21) A cannabis processing facility that produces 632 edible cannabis products shall hold a permit to operate as a food establishment and shall comply with all applicable requirements 633 634 for food establishments as set by the MDOH. 635 (* * *22) * * * Any cannabis that contains less than three 636 tenths percent (.3%) THC that was addressed by the 2018 Farm Bill, 637 Public Law No. 115-334, shall be exempt from regulations 638 applicable to medical cannabis establishments licensed under this 639 chapter. 640 SECTION 4. Section 41-137-39, Mississippi Code of 1972, is 641 amended as follows: 642 41-137-39. (1) * * * (a) Medical cannabis establishments 643 shall conduct a background check into the criminal history of 644 every person seeking to become a principal officer, board member, 645 agent, volunteer, or employee before the person begins working at 646 or for the medical cannabis establishment. 647 Every person seeking to become a principal officer, (b) board member, agent, volunteer, or employee shall apply for or 648 649 authorize the division to obtain state and national criminal 650 background checks to be conducted by the Mississippi Justice 651 Information Center of the Department of Public Safety and the 652 Federal Bureau of Investigation. 653 (c) Such criminal background checks shall conform to 654 the applicable federal standards, and shall include the taking of 655 fingerprints.

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 25 (MCL\EW) 656 The applicant shall authorize the release of such (d) 657 criminal background checks to the MDOH, and shall be responsible 658 for the payment of any fee associated with the criminal background 659 checks. 660 (e) Upon completion of such criminal background checks, 661 the Mississippi Justice Information Center of the Department of 662 Public Safety shall forward to the MDOH all information obtained 663 concerning the applicant. 664 (2) A medical cannabis establishment may not employ any 665 person who: 666 (a) Was convicted of a disgualifying felony offense; or 667 Is under twenty-one (21) years of age. (b) 668 (3) The operating documents of a medical cannabis 669 establishment must include procedures for the oversight of the 670 medical cannabis establishment and procedures to ensure accurate 671 record keeping and adequate security measures. 672 (4) A medical cannabis establishment shall implement appropriate security measures designed to deter and prevent the 673 674 theft of medical cannabis and unauthorized entrance into areas 675 containing medical cannabis. 676 (5) All cultivation, harvesting, processing and packaging of 677 medical cannabis must take place in an enclosed, locked and secure 678 facility with a physical address provided to the MDOH during the 679 licensing and registration process. The facility shall be 680 equipped with locks or other security devices that permit access

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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.
(6) No medical cannabis establishment other than a cannabis
processing facility or cannabis research facility may produce
cannabis concentrates, cannabis extractions, or other cannabis
products.

688 (7) A medical cannabis establishment may not share office689 space with or refer patients to a practitioner.

690 (8) Medical cannabis establishments are subject to691 inspection by the MDOR and MDOH during business hours.

692 (9) Before medical cannabis may be dispensed to a693 cardholder, a dispensary agent must:

694 (a) Require that the individual present a registry695 identification card;

(b) Make a diligent effort to verify that the registryidentification card presented to the dispensary is valid;

698 (c) Make a diligent effort to verify that the person 699 presenting the registry identification card is the person 700 identified on the registry identification card presented to the 701 dispensary agent; and

(d) Not believe that the amount of medical cannabis
dispensed would cause the person to possess more than the
allowable amount of medical cannabis.

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 27 (MCL\EW) 705 (10) A medical cannabis establishment shall not sell more 706 than the allowable amount of medical cannabis to a cardholder. A 707 resident cardholder shall not obtain more than a total of six (6) 708 MMCEUs of allowable medical cannabis in a week from a dispensary 709 or a combination of dispensaries. A resident cardholder shall not 710 obtain more than a total of twenty-four (24) MMCEUs of allowable 711 medical cannabis in thirty (30) days from a dispensary or a 712 combination of dispensaries.

The possession limit for resident cardholders of the 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.

For purposes of this chapter, total THC is defined as 719 (11)720 THCA multiplied by .877 plus THC Delta 9 and all other 721 psychoactive forms or isomers of THC added together. A medical 722 cannabis establishment shall not sell cannabis flower or trim that 723 has a potency of greater than thirty percent (30%) total THC. A 724 medical cannabis dispensary shall not sell cannabis tinctures, 725 oils or concentrates that have a potency of greater than sixty 726 percent (60%) total THC. Cannabis products that have a potency of 727 over thirty percent (30%) total THC shall be clearly labeled as 728 "extremely potent." Edible cannabis products, including food or 729 drink products, that have been combined with usable cannabis or

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730 cannabis products shall be physically demarked and labeled with a 731 clear determination of how much total THC is in a single-serving 732 size and how much THC is in the entire package.

733 A medical cannabis product shall contain a notice of harm 734 regarding the use of cannabis products. Edible cannabis products 735 shall be homogenized to ensure uniform disbursement of 736 cannabinoids throughout the product. All molded edible cannabis 737 products shall be presented in the form of geometric shapes and 738 shall not be molded to contain any images or characters designed 739 or likely to appeal to minors, such as cartoons, toys, animals or 740 children.

741 (12)A dispensary may not dispense more than the allowable 742 amount of cannabis to a registered qualifying patient or a 743 nonresident cardholder, directly or via a registered designated 744 careqiver. Dispensaries shall ensure compliance with this 745 limitation by maintaining internal, confidential records that 746 include records specifying how much medical cannabis is being 747 dispensed to the registered qualifying patient or nonresident 748 cardholder and whether it was dispensed directly to a registered 749 qualifying patient, nonresident cardholder or to the registered 750 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)

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755 MMCEUs of allowable cannabis from a dispensary or a combination of 756 dispensaries in a fifteen-day period.

757 A nonresident may apply to receive a nonresident (14)758 registry identification card up to thirty (30) days before 759 arriving in Mississippi. A nonresident registry identification 760 card shall be valid for fifteen (15) days. After the expiration 761 of the card, a nonresident may apply for a renewal of the card and 762 may be granted another card which shall be valid for another 763 fifteen-day period. A nonresident registry identification card shall only be valid, at a maximum, for two (2) separate periods of 764 765 fifteen (15) days in a three-hundred-sixty-five-day period. An 766 applicant may indicate on his or her application the specific time 767 period that he or she wishes for the card to be valid. The 768 possession limit of the allowable amount of medical cannabis for 769 nonresident cardholders shall be fourteen (14) MMCEUs.

770 (15) A medical cannabis dispensary agent or employee shall 771 not issue a written certification. Employees and agents of a 772 medical cannabis dispensary shall complete at least eight (8) 773 hours of continuing education in medical cannabis as regulated by the MDOR in order to be certified to work at a medical cannabis 774 775 dispensary. After the first year of employment, these employees 776 shall complete five (5) hours of continuing education in medical 777 cannabis annually to maintain this certification.

(16) Notwithstanding any other provision to the contrary, apatient with a debilitating medical condition who is between

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 30 (MCL\EW) eighteen (18) years to twenty-five (25) years of age is not eligible for a medical cannabis registry identification card unless two (2) practitioners from separate medical practices have diagnosed the patient as having a debilitating medical condition after an in-person consultation. One (1) of these practitioners must be a physician or doctor of osteopathic medicine.

If one (1) of the recommending practitioners is not the patient's primary care practitioner, the recommending practitioner shall review the records of a diagnosing practitioner. The requirement that the two (2) practitioners be from separate medical practices does not apply if the patient is homebound or if the patient had a registry identification card before the age of eighteen (18).

(17) Except as otherwise provided in this section, 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.

(18) A medical cannabis establishment shall only purchase, grow, cultivate, and use cannabis that is grown and cultivated in this state. Any medical cannabis that is grown and cultivated in this state shall not be transported outside of this state.

803 (19) Employees of all medical cannabis establishments shall 804 apply for a work permit with the MDOH and MDOR, as applicable,

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 31 (MCL\EW) 805 before beginning employment with any establishment. The licensing 806 agency for the respective medical cannabis establishment may issue 807 work permits to these individuals. These licensing agencies shall 808 maintain a work registry of all applicants and work permits 809 issued. The fee for a work permit shall be Twenty-five Dollars 810 (\$25.00) and the permit shall be valid for five (5) years. Work 811 permits shall be the property of the employee and shall not be 812 transferable to other employees.

813 (20) For purposes of this subsection, "plant growth 814 regulator cannabis" shall mean a cannabis plant whose growth and 815 structure has been modified using plant growth hormones. A 816 cannabis cultivation facility shall not cultivate and a cannabis 817 dispensary shall not sell, transfer or provide for consumption 818 plant growth regulator cannabis.

819 (21) A medical cannabis dispensary shall only make sales to 820 cardholders inside the dispensary. A medical cannabis dispensary 821 shall not sell or otherwise convey medical cannabis to a 822 cardholder through the means of a drive-through, curbside delivery 823 or other delivery outside the premises of the dispensary. Any 824 topical cannabis product that is purchased by a dispensary from a 825 licensed processor, and that is not ingested by the liver, may be 826 sold to a cardholder or any person over the age of twenty-one (21) 827 years old who is not a cardholder. Such products shall be placed 828 in an area of the dispensary that does not require access with a 829 registry identification card.

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 32 (MCL\EW) 830 (22)Any and all contracts or agreements entered into by the 831 MDOH and MDOR for information technology software, hardware, 832 and/or services for the purpose of implementing and/or operating 833 under the Mississippi Medical Cannabis Act shall include language 834 reasonably limiting the ability of the vendor to escalate the 835 ongoing cost of such software, hardware, and/or services during 836 the term of the contract, including any amendments and/or 837 extensions.

838 (23) The MDOR and MDOH shall not share the name, address or 839 personal data of a registry identification cardholder to any 840 federal government entity.

841 SECTION 5. Section 41-137-41, Mississippi Code of 1972, is 842 amended as follows:

843 41-137-41. (1) From and after February 2, 2022, the MDOH 844 and MDOR shall each, where relevant to the role of that particular 845 agency, establish and promulgate the following rules and 846 regulations:

(a) Governing the manner in which it shall consider
petitions from the public to add debilitating medical conditions
or treatments to the list of debilitating medical conditions set
forth in Section 41-137-3, including public notice of and
opportunities to comment in public hearings on the petitions;
(b) Establishing the form and content of license and

853 renewal applications and written certifications submitted under 854 this chapter;

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 33 (MCL\EW) 855 (c) Governing the manner in which it shall consider 856 applications for and renewals of registry identification cards, 857 which may include creating a standardized written certification 858 form;

Governing medical cannabis establishments with the 859 (d) 860 goals of ensuring the health and safety of registered qualifying 861 patients and preventing diversion and theft of medical cannabis 862 without imposing an undue burden or compromising the 863 confidentiality of cardholders, including: 864 (i) Oversight requirements; 865 (ii) Recordkeeping requirements;

866 (iii) Qualifications that are directly and 867 demonstrably related to the operation of medical cannabis 868 establishments;

869 (iv) Security requirements, including lighting,870 physical security, and alarm requirements;

871 (v) Health and safety regulations, including 872 restrictions on the use of pesticides, herbicides or other 873 chemicals that are injurious to human health;

874 (vi) Standards for the processing of cannabis 875 products and the indoor cultivation of cannabis by cannabis 876 cultivation facilities;

877 (vii) Requirements for the transportation and 878 storage of cannabis by medical cannabis establishments;

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 34 (MCL\EW) (viii) Employment and training requirements, including requiring that each medical cannabis establishment create an identification badge for each agent of the establishment;

883 (ix) Standards for the safe processing of medical 884 cannabis products, including extracts and concentrates;

885 Restrictions on the advertising, signage, and (X) 886 display of medical cannabis, provided that the restrictions may 887 not prevent appropriate signs on the property of a dispensary, listings in business directories, including phone books, listings 888 889 in cannabis-related or medical publications, display of cannabis 890 in company logos and other branding activities, display on 891 dispensary websites of pictures of products that the dispensary 892 sells, or the sponsorship of health or not-for-profit charity or 893 advocacy events;

(xi) Requirements and procedures for the safe and accurate packaging and labeling of medical cannabis, including prohibiting the use of any images designed or likely to appeal to minors, such as cartoons, packaging that resembles popular candy brands, toys, animals or children, or any other likeness or image containing characters or phrases to advertise to minors; (xii) Standards for cannabis testing facilities,

901 including requirements for equipment and qualifications for 902 personnel;

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H. B. No. 1158 23/HR43/R1491SG PAGE 35 (MCL\EW) 903 (xiii) Protocol development for the safe delivery 904 of medical cannabis from dispensaries to cardholders; 905 Reasonable requirements to ensure the (xiv) 906 applicant has sufficient property or capital to operate the 907 applicant's proposed medical cannabis establishment; 908 (XV) Procedures for suspending or terminating the 909 licenses or registry identification cards of cardholders and 910 medical cannabis establishments that commit multiple or serious 911 violations of the provisions of this chapter or the rules and 912 regulations promulgated pursuant to this section; 913 (xvi) Procedures for the selection, certification and oversight of a seed-to-sale tracking system as provided for in 914 915 Section 41-137-11; 916 Requirements for labeling medical cannabis (xvii) 917 and cannabis products, including requiring medical cannabis 918 product labels to include the following: 919 The length of time it typically takes for 1. 920 the product to take effect; 921 2. Disclosure of ingredients and possible 922 allergens; 923 3. A nutritional fact panel; 924 The amount of THC and CBD in the product; 4. 925 5. A notice of the potential harm caused by 926 consuming medical cannabis; and

H. B. No. 1158 **~ OFFICIAL ~** 23/hR43/R1491SG PAGE 36 (MCL\EW)
927 6. For edible cannabis products, when 928 practicable, a standard symbol indicating that the product 929 contains cannabis; 930 (xviii) Procedures for the registration of 931 nonresident cardholders, which must require the submission of: 932 1. A practitioner's statement confirming that the patient has a debilitating medical condition; and 933 934 Documentation demonstrating that the 2. 935 nonresident cardholder is allowed to possess medical cannabis or 936 cannabis preparations in the jurisdiction where he or she resides; 937 (xix) The amount of cannabis products, including 938 the amount of concentrated cannabis, each cardholder and 939 nonresident cardholder can possess; 940 (xx) Reasonable application and renewal fees for 941 registry identification cards and registration certificates, 942 according to the following: 943 1. The fee schedule shall be set as follows: 944 The qualifying patient registry a. 945 identification card application fee shall be Twenty-five Dollars 946 (\$25.00); 947 b. The designated caregiver registry 948 identification card application fee shall be Twenty-five Dollars 949 (\$25.00); 950 с. The designated caregiver criminal background fee shall be Thirty-seven Dollars (\$37.00); 951

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 37 (MCL\EW) 952 d. The fee for a renewal or replacement of a card shall be Twenty-five Dollars (\$25.00); 953 954 The fee for a card for a nonresident e. 955 patient shall be Seventy-five Dollars (\$75.00); 956 f. The qualifying patient registry 957 identification card application fee for a Medicaid participant 958 shall be Fifteen Dollars (\$15.00) and the fee for a renewal of 959 such card shall be Fifteen Dollars (\$15.00); and 960 The application fee for a qualifying a. patient registry identification card for disabled veterans or 961 962 disabled first responders shall be waived. A disabled veteran or 963 first responder may prove their disability by providing written 964 documentation from their practitioner attesting to their 965 debilitating medical condition, documentation from the Social 966 Security Disability Office, or documentation that attests the 967 applicant is a one-hundred percent (100%) disabled veteran as 968 determined by the U.S. Department of Veteran Affairs and codified 969 at 38 CFR, Section 3.340(a)(2013); and 970 2. The MDOH may accept donations from private 971 sources to reduce the amount of the application and renewal fees; 972 (xxi) Any other rules and regulations necessary to 973 implement and administer this chapter. 974 The initial rules filed by the MDOH to implement the (2)

975 medical cannabis program in accordance with this chapter shall be 976 effective immediately upon their filing.

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 38 (MCL\EW) 977 <u>(3) No state agency, political subdivision or board shall</u> 978 <u>implement any rule, regulation, policy, or requirement that is</u> 979 <u>contrary to the provisions of the Mississippi Medical Cannabis</u> 980 <u>Act.</u>

981 SECTION 6. Section 41-137-47, Mississippi Code of 1972, is 982 amended as follows:

41 - 137 - 47. (1) 983 The licensing agency may fine, suspend or revoke a license at its discretion for a violation of this chapter 984 985 or any rules and regulations under this chapter by the licensee or 986 any of its employees or agents. The licensing agency may deny the 987 application of any applicant who fails to meet the qualifications 988 for obtaining such license under this chapter or any rules and 989 regulations under this chapter. If a licensee or applicant wishes 990 to appeal * * * the licensing agency's decision, the licensee or 991 applicant shall file its administrative appeal within twenty (20) 992 days of receipt of the initial notice. The licensing agency shall 993 then conduct a hearing on the record pursuant to the licensing 994 agency's rules and regulations governing such hearings, at which 995 time the burden shall be on the licensee or applicant to prove 996 that the agency's decision was:

997

(a) Unsupported by substantial evidence;

998

(b) Arbitrary or capricious;

999 (c) Beyond the power of the administrative agency to 1000 make; or

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1001 (d) Violated some statutory or constitutional right of 1002 the aggrieved party.

1003 If the licensee <u>or applicant</u> fails to appeal the initial 1004 notice within the prescribed time, the decision becomes final and 1005 cannot be further appealed.

1006 (2)The licensing agency shall provide its initial notice of suspension, revocation, fine or other sanction by personal 1007 1008 delivery or mailing by certified mail, signature required, to the 1009 medical cannabis establishment at the address on the registration 1010 certificate. A suspension shall not be for a longer period than 1011 six (6) months. The licensing agency shall provide its initial 1012 notice of denial by personal delivery, mailing by certified mail, 1013 signature required, or by electronic mail to the applicant at the 1014 physical or electronic address listed in its application.

1015 (3) A medical cannabis establishment may continue to possess 1016 and cultivate cannabis as otherwise authorized to do so under its 1017 license during a suspension, but it may not dispense, transfer or 1018 sell cannabis.

1019 (4) The MDOH shall immediately revoke the registry 1020 identification card of any cardholder who sells or otherwise 1021 transfers medical cannabis to a person or other entity, and the 1022 cardholder shall be disqualified from further participation in the 1023 medical cannabis program under this chapter.

H. B. No. 1158 23/HR43/R1491SG PAGE 40 (MCL\EW) 1024 (5) Except as otherwise provided in subsection (4) of this 1025 section, the MDOH may revoke the registry identification card of 1026 any cardholder who knowingly commits a violation of this chapter.

1027 (6) The hearing decision of the agency on a <u>denial</u>,
1028 revocation, suspension or fine is a final decision of the
1029 applicable agency subject to judicial review in accordance with
1030 Section 41-137-59.

1031 (7) No license issued by the MDOH or MDOR shall be 1032 transferred by the license holder to any other person or entity 1033 except with the written consent of the applicable licensing 1034 agency.

1035 (8) Any ongoing investigation by a licensing agency under
 1036 this section shall be considered confidential and exempt from
 1037 disclosure under the Mississippi Public Records Act of 1983,
 1038 Sections 25-61-1 through 25-61-17.

1039 SECTION 7. Section 41-137-49, Mississippi Code of 1972, is 1040 amended as follows:

1041 Data in license and registration 41-137-49. (1) 1042 applications and supporting data submitted by registered 1043 qualifying patients, registered designated caregivers, medical 1044 cannabis establishments and nonresident cardholders, including 1045 data on registered designated caregivers and practitioners, shall 1046 be considered private data on individuals that is confidential and 1047 exempt from disclosure under the Mississippi Public Records Act of 1983, Sections 25-61-1 through 25-61-17. 1048

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1049 (2) Data kept or maintained by an agency shall not be used
1050 for any purpose not provided for in this chapter and shall not be
1051 combined or linked in any manner with any other list or database.
1052 (3) Data kept or maintained by an agency may be disclosed as

1053 necessary for:

1054 (a) The verification of registration certificates and1055 registry identification cards under this chapter;

1056 (b) Submission of the annual report required by this1057 chapter;

1058 (c) Notification of state or local law enforcement of 1059 apparent criminal violations of this chapter;

(d) Notification of state and local law enforcement about falsified or fraudulent information submitted for purposes of obtaining or renewing a registry identification card; or

(e) Notification of the State Board of Medical Licensure or other occupational or professional licensing board or entity if there is reason to believe that a practitioner provided a written certification in violation of this chapter, or if the MDOH has reason to believe the practitioner otherwise violated the standard of care for evaluating medical conditions.

(4) Any information kept or maintained by medical cannabis establishments must identify cardholders by their registry identification numbers and must not contain names or other personally identifying information.

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1073 (5) At a cardholder's request, the MDOH may confirm the 1074 cardholder's status as a registered qualifying patient or a 1075 registered designated caregiver to a third party, such as a 1076 landlord, school, medical professional, or court.

1077 (6) Any agency hard drives or other data-recording media 1078 that are no longer in use and that contain cardholder information 1079 shall be destroyed.

1080 (7) The addresses of prospective and licensed medical
1081 cannabis establishments, except for medical cannabis dispensaries,
1082 shall be considered confidential and exempt from disclosure under
1083 the Mississippi Public Records Act of 1983, Sections 25-61-1
1084 through 25-61-17.

1085 SECTION 8. Section 41-137-59, Mississippi Code of 1972, is 1086 amended as follows:

1087 41-137-59. (1) Any person or entity aggrieved by a final 1088 decision or order of an agency under the provisions of this 1089 chapter may petition for judicial review of the final decision or 1090 order.

1091 (2) (a) The petition shall be filed within twenty (20) days 1092 after the issuance of the agency's final decision or order. The 1093 petition shall be filed in the circuit court of the county in 1094 which the appellant resides. If the appellant is a nonresident of 1095 this state, the appeal shall be made to the Circuit Court of the 1096 First Judicial District of Hinds County, Mississippi.

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 43 (MCL\EW) 1097 The review by the circuit court shall be based on (b) 1098 the record made before the agency. Before filing a petition under subsection (1) of this section, a petitioner shall obtain from the 1099 1100 agency an estimate of the cost to prepare the entire record of the 1101 agency and shall pay to the agency the amount of the estimate. 1102 The circuit court shall dismiss with prejudice any petition filed 1103 where it is shown that the petitioner failed to pay prior to 1104 filing the petition the estimate cost for preparation of the 1105 record. 1106 (* * *c) Any person or entity aggrieved by the 1107 decision of the circuit court may appeal to the Mississippi 1108 Supreme Court. 1109 SECTION 9. Section 41-137-63, Mississippi Code of 1972, is 1110 amended as follows: There is established a Medical Cannabis 41 - 137 - 63. (1) 1111 (a) 1112 Advisory Committee, which shall be the committee that is required 1113 to advise the Legislature about medical cannabis and cannabis 1114 product, patient care, services and industry. 1115 (b) The advisory committee shall consist of nine (9) 1116 members, as follows: 1117 (i) The Governor shall appoint three (3) members 1118 to the committee, as follows: 1119 1. One (1) representative from the MDOH; 1120 2. One (1) registered qualifying patient; and

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 44 (MCL\EW) 1121 3. One (1) physician with experience in 1122 medical cannabis issues; 1123 (ii) The Lieutenant Governor shall appoint three 1124 (3) members, as follows: 1125 1. One (1) owner or agent of a medical 1126 cannabis cultivation facility; 1127 One (1) representative from the MDOH; and 2. 1128 3. One (1) qualified certified nurse 1129 practitioner, physician assistant or optometrist; 1130 (iii) The Speaker of the House shall appoint three 1131 (3) members, as follows: 1132 1. One (1) owner or agent of a medical 1133 cannabis processing facility; 1134 2. One (1) owner or agent of a medical 1135 cannabis dispensary; and 1136 3. One (1) representative from the MDOR. 1137 The advisory committee shall meet at least two (2) (C) 1138 times per year for the purpose of evaluating and making 1139 recommendations to the Legislature and the MDOH and MDOR 1140 regarding: 1141 (i) The ability of qualifying patients in all 1142 areas of the state to obtain timely access to high-quality medical 1143 cannabis; 1144 (ii) The effectiveness of the medical cannabis 1145 establishments in serving the needs of registered qualifying

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 45 (MCL\EW) 1146 patients, including the provision of educational and support 1147 services by dispensaries, the reasonableness of their prices, 1148 security issues, and the sufficiency of the number operating to 1149 serve the state's registered qualifying patients;

1150 (iii) The effectiveness of the cannabis testing 1151 facilities, including whether a sufficient number are operating;

(iv) The sufficiency of the regulatory and security safeguards contained in this chapter and adopted by the MDOH to ensure that access to and use of cannabis cultivated is provided only to cardholders;

(v) Any recommended additions or revisions to the MDOH and MDOR rules and regulations or this chapter, including relating to security, safe handling, labeling, nomenclature, and whether additional types of licenses should be made available; and

1160 (vi) Any research studies regarding health effects 1161 of medical cannabis for patients.

(d) The advisory committee shall accept public comment in writing and in person at least once per year. The advisory committee shall meet at least two (2) times per year and advisory committee members shall be furnished written notice of the meetings at least ten (10) days before the date of the meeting. (e) The chairman of the advisory committee shall be

1168 elected by the voting members of the committee annually and shall 1169 not serve more than two (2) consecutive years as chairman.

H. B. No. 1158 23/HR43/R1491SG PAGE 46 (MCL\EW) 1170 (f) The members of the advisory committee specified in paragraph (b) of this subsection shall serve for terms that are 1171 concurrent with the terms of members of the Legislature, and any 1172 1173 member appointed under paragraph (b) may be reappointed to the 1174 advisory committee. The members of the advisory committee 1175 specified in paragraph (b) shall serve without compensation, but shall receive reimbursement to defray actual expenses incurred in 1176 1177 the performance of committee business as authorized by law.

1178 (2) This section shall stand repealed on December 31, * * * 1179 2026.

1180 SECTION 10. Section 41-29-153, Mississippi Code of 1972, is
1181 amended as follows:

1182 41-29-153. (a) The following are subject to forfeiture:

(1) All controlled substances which have been manufactured, distributed, dispensed or acquired in violation of this article or in violation of Article 5 of this chapter <u>or</u> 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 <u>or Chapter 137 of this title</u>;

(3) All property which is used, or intended for use, as a container for property described in paragraph (1) or (2) of this subsection;

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 47 (MCL\EW) (4) All conveyances, including aircraft, vehicles or vessels, which are used, or intended for use, to transport, or in any manner to facilitate the transportation, sale, receipt, possession or concealment of property described in paragraph (1) or (2) of this subsection, however:

A. No conveyance used by any person as a common carrier in the transaction of business as a common carrier is subject to forfeiture under this section unless it appears that the owner or other person in charge of the conveyance is a consenting party or privy to a violation of this article;

B. No conveyance is subject to forfeiture under this section by reason of any act or omission proved by the owner thereof to have been committed or omitted without his knowledge or consent; if the confiscating authority has reason to believe that the conveyance is a leased or rented conveyance, then the confiscating authority shall notify the owner of the conveyance within five (5) days of the confiscation;

1212 C. A forfeiture of a conveyance encumbered by a 1213 bona fide security interest is subject to the interest of the 1214 secured party if he neither had knowledge of nor consented to the 1215 act or omission;

D. A conveyance is not subject to forfeiture for a violation of Section 41-29-139(c)(2)(A) 1, 2 or (B)1 or (C)1, 2, 3;

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 48 (MCL\EW) (5) All money, deadly weapons, books, records, and research products and materials, including formulas, microfilm, tapes and data which are used, or intended for use, in violation of this article or in violation of Article 5 of this chapter <u>or</u> Chapter 137 of this title;

1224 (6) All drug paraphernalia as defined in Section1225 41-29-105(v); and

1226 Everything of value, including real estate, (7)1227 furnished, or intended to be furnished, in exchange for a controlled substance in violation of this article, all proceeds 1228 1229 traceable to such an exchange, and all monies, negotiable 1230 instruments, businesses or business investments, securities, and 1231 other things of value used, or intended to be used, to facilitate any violation of this article. All monies, coin and currency 1232 1233 found in close proximity to forfeitable controlled substances, to 1234 forfeitable drug manufacturing or distributing paraphernalia, or 1235 to forfeitable records of the importation, manufacture or 1236 distribution of controlled substances are presumed to be 1237 forfeitable under this paragraph; the burden of proof is upon claimants of the property to rebut this presumption. 1238

A. No property shall be forfeited under the provisions of subsection (a)(7) of this section, to the extent of the interest of an owner, by reason of any act or omission established by him to have been committed or omitted without his knowledge or consent.

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 49 (MCL\EW) 1244 Neither personal property encumbered by a bona в. 1245 fide security interest nor real estate encumbered by a bona fide mortgage, deed of trust, lien or encumbrance shall be forfeited 1246 under the provisions of subsection (a) (7) of this section, to the 1247 1248 extent of the interest of the secured party or the interest of the 1249 mortgagee, holder of a deed of trust, lien or encumbrance by 1250 reason of any act or omission established by him to have been 1251 committed or omitted without his knowledge or consent.

1252 Property subject to forfeiture may be seized by the (b) 1253 bureau, local law enforcement officers, enforcement officers of 1254 the Mississippi Department of Transportation, highway patrolmen, 1255 the board, * * * the State Board of Pharmacy, or law enforcement 1256 officers of the Mississippi Department of Revenue or Mississippi 1257 Department of Health acting with their duties in accordance with 1258 the Mississippi Medical Cannabis Act, upon process issued by any 1259 appropriate court having jurisdiction over the property. Seizure 1260 without process may be made if:

(1) The seizure is incident to an arrest or a search under a search warrant or an inspection under an administrative inspection warrant;

1264 (2) The property subject to seizure has been the
1265 subject of a prior judgment in favor of the state in a criminal
1266 injunction or forfeiture proceeding based upon this article;
1267 (3) The bureau, the board, local law enforcement
1268 officers, enforcement officers of the Mississippi Department of

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Transportation, or highway patrolmen, * * * the State Board of 1269 1270 Pharmacy, or law enforcement officers of the Mississippi 1271 Department of Revenue or Mississippi Department of Health acting 1272 with their duties in accordance with the Mississippi Medical 1273 Cannabis Act, have probable cause to believe that the property is 1274 directly or indirectly dangerous to health or safety; 1275 The bureau, local law enforcement officers, (4) 1276 enforcement officers of the Mississippi Department of 1277 Transportation, highway patrolmen, the board, * * * the State 1278 Board of Pharmacy, or law enforcement officers of the Mississippi Department of Revenue or Mississippi Department of Health acting 1279 1280 with their duties in accordance with the Mississippi Medical 1281 Cannabis Act, have probable cause to believe that the property was 1282 used or is intended to be used in violation of this article; or 1283 (5) The seizing law enforcement agency obtained a 1284 seizure warrant as described in * * * subsection (f) of this 1285 section. 1286 Controlled substances listed in Schedule I of Section (C) 1287 41-29-113 that are possessed, transferred, sold, or offered for

1288 sale in violation of this article are contraband and shall be 1289 seized and summarily forfeited to the state. Controlled 1290 substances listed in the said Schedule I, which are seized or come 1291 into the possession of the state, the owners of which are unknown, 1292 are contraband and shall be summarily forfeited to the state.

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

1299 The failure, upon demand by the bureau and/or local law (e) 1300 enforcement officers, or their authorized agents, or highway 1301 patrolmen designated by the bureau, the board, * * * the State 1302 Board of Pharmacy, or law enforcement officers of the Mississippi 1303 Department of Revenue or Mississippi Department of Health acting 1304 with their duties in accordance with the Mississippi Medical 1305 Cannabis Act, of the person in occupancy or in control of land or premises upon which the species of plants are growing or being 1306 1307 stored, to produce an appropriate registration, or proof that he 1308 is the holder thereof, constitutes authority for the seizure and 1309 forfeiture of the plants.

1310 (f) (1)When any property is seized under the Uniform 1311 Controlled Substances Law, except as otherwise provided in 1312 paragraph (3) of this subsection, by a law enforcement agency with 1313 the intent to be forfeited, the law enforcement agency that seized 1314 the property shall obtain a seizure warrant from the county or 1315 circuit court having jurisdiction of such property within 1316 seventy-two (72) hours of any seizure, excluding weekends and 1317 holidays. Any law enforcement agency that fails to obtain a

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H. B. No. 1158 23/HR43/R1491SG PAGE 52 (MCL\EW) 1318 seizure warrant within seventy-two (72) hours as required by this 1319 section shall notify the person from whom the property was seized 1320 that it will not be forfeited and shall provide written 1321 instructions advising the person how to retrieve the seized 1322 property.

(2) A circuit or county judge having jurisdiction of any property other than a controlled substance, raw material or paraphernalia, may issue a seizure warrant upon proper oath or affirmation from a law enforcement agency. The law enforcement agency that is seeking a seizure warrant shall provide the following information to the judge:

1329A. Probable cause to believe that the property was1330used or intended to be used in violation of this article;

B. The name of the person from whom the propertywas seized; and

1333 C. A detailed description of the property which is1334 seized, including the value of the property.

(3) This subsection does not apply to seizures
performed pursuant to Section 41-29-157 when property is
specifically set forth in a search and seizure warrant.

1338 SECTION 11. Section 41-29-154, Mississippi Code of 1972, is 1339 amended as follows:

1340 41-29-154. Any controlled substance or paraphernalia seized 1341 under the authority of this article or any other law of 1342 Mississippi or of the United States, shall be destroyed,

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1344 disposed of, upon written authorization of the director,

1345 Commissioner of the Mississippi Department of Revenue or the State

1346 Health Officer of the Mississippi Department of Health, as

1347 <u>applicable</u>, after such substance or paraphernalia has served its 1348 usefulness as evidence or after such substance or paraphernalia is 1349 no longer useful for training or demonstration purposes.

A record of the disposition of such substances and paraphernalia and the method of destruction or adulteration employed along with the names of witnesses to such destruction or adulteration shall be retained by the director.

No substance or paraphernalia shall be disposed of, destroyed or rendered harmless under the authority of this section without an order from the director, <u>Commissioner of the Mississippi</u> <u>Department of Revenue or the State Health Officer of the</u> <u>Mississippi Department of Health, as applicable,</u> and without at least two (2) officers or agents of the bureau present as witnesses.

1361 SECTION 12. Section 25-53-1, Mississippi Code of 1972, is
1362 amended as follows:

1363 25-53-1. The Legislature recognizes that in order for the 1364 State of Mississippi to receive the maximum use and benefit from 1365 information technology and services now in operation or which will 1366 in the future be placed in operation, there should be full 1367 cooperation and cohesive planning and effort by and between the

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 54 (MCL\EW) 1368 several state agencies and that it is the responsibility of the 1369 Legislature to provide statutory authority therefor. The Legislature, therefore, declares and determines that for these and 1370 1371 other related purposes there is hereby established an agency of 1372 state government to be known as the Mississippi Department of 1373 Information Technology Services (MDITS). The Legislature further declares that the Mississippi Department of Information Technology 1374 1375 Services (MDITS) shall provide statewide services that facilitate 1376 cost-effective information processing and telecommunication 1377 solutions. State agencies shall work in full cooperation with the 1378 board of MDITS to identify opportunities to minimize duplication, 1379 reduce costs and improve the efficiency of providing common 1380 technology services across agency boundaries. The provisions of 1381 this chapter shall not apply to the Department of Human Services 1382 for a period of three (3) years beginning July 1, 2017. The 1383 provisions of this chapter shall not apply to the Department of 1384 Child Protection Services for a period of three (3) years beginning July 1, 2017. Through June 30, * * * 2024, the 1385 1386 provisions of this chapter shall not apply to the Department of 1387 Health and the Department of Revenue for the purposes of 1388 implementing, administering and enforcing the provisions of the 1389 Mississippi Medical Cannabis Act.

SECTION 13. Section 25-53-5, Mississippi Code of 1972, as amended by Senate Bill No. 2728, 2023 Regular Session, is amended as follows:

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 55 (MCL\EW) 1393 25-53-5. The authority shall have the following powers,1394 duties, and responsibilities:

1395 The authority shall provide for the (a) (i) 1396 development of plans for the efficient acquisition and utilization 1397 of computer equipment and services by all agencies of state 1398 government, and provide for their implementation. In so doing, the authority may use the MDITS' staff, at the discretion of the 1399 1400 executive director of the authority, or the authority may contract 1401 for the services of qualified consulting firms in the field of 1402 information technology and utilize the service of such consultants 1403 as may be necessary for such purposes. Pursuant to Section 1404 25-53-1, the provisions of this section shall not apply to the 1405 Department of Human Services for a period of three (3) years 1406 beginning on July 1, 2017. Pursuant to Section 25-53-1, the 1407 provisions of this section shall not apply to the Department of 1408 Child Protection Services for a period of three (3) years 1409 beginning July 1, 2017.

1410

(ii) [Repealed]

(b) The authority shall immediately institute
procedures for carrying out the purposes of this chapter and
supervise the efficient execution of the powers and duties of the
office of executive director of the authority. In the execution
of its functions under this chapter, the authority shall maintain
as a paramount consideration the successful internal organization
and operation of the several agencies so that efficiency existing

23/HR43/R1491SG PAGE 56 (MCL\EW) 1418 therein shall not be adversely affected or impaired. In executing 1419 its functions in relation to the institutions of higher learning 1420 and junior colleges in the state, the authority shall take into 1421 consideration the special needs of such institutions in relation 1422 to the fields of teaching and scientific research.

(c) Title of whatever nature of all computer equipment 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.

1429 (d) The authority shall adopt rules, regulations, and 1430 procedures governing the acquisition of computer and 1431 telecommunications equipment and services which shall, to the fullest extent practicable, insure the maximum of competition 1432 1433 between all manufacturers of supplies or equipment or services. 1434 In the writing of specifications, in the making of contracts 1435 relating to the acquisition of such equipment and services, and in 1436 the performance of its other duties the authority shall provide 1437 for the maximum compatibility of all information systems hereafter 1438 installed or utilized by all state agencies and may require the 1439 use of common computer languages where necessary to accomplish the purposes of this chapter. The authority may establish by 1440 regulation and charge reasonable fees on a nondiscriminatory basis 1441

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1442 for the furnishing to bidders of copies of bid specifications and 1443 other documents issued by the authority.

The authority shall adopt rules and regulations 1444 (e) governing the sharing with, or the sale or lease of information 1445 1446 technology services to any nonstate agency or person. Such 1447 regulations shall provide that any such sharing, sale or lease shall be restricted in that same shall be accomplished only where 1448 such services are not readily available otherwise within the 1449 1450 state, and then only at a charge to the user not less than the 1451 prevailing rate of charge for similar services by private 1452 enterprise within this state.

1453 The authority may, in its discretion, establish a (f) 1454 special technical advisory committee or committees to study and 1455 make recommendations on technology matters within the competence 1456 of the authority as the authority may see fit. Persons serving on 1457 the Information Resource Council, its task forces, or any such 1458 technical advisory committees shall be entitled to receive their actual and necessary expenses actually incurred in the performance 1459 1460 of such duties, together with mileage as provided by law for state 1461 employees, provided the same has been authorized by a resolution 1462 duly adopted by the authority and entered on its minutes prior to 1463 the performance of such duties.

(g) The authority may provide for the development and require the adoption of standardized computer programs and may provide for the dissemination of information to and the

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 58 (MCL\EW) 1467 establishment of training programs for the personnel of the 1468 various information technology centers of state agencies and 1469 personnel of the agencies utilizing the services thereof.

1470 The authority shall adopt reasonable rules and (h) 1471 regulations requiring the reporting to the authority through the 1472 office of executive director of such information as may be 1473 required for carrying out the purposes of this chapter and may 1474 also establish such reasonable procedures to be followed in the 1475 presentation of bills for payment under the terms of all contracts 1476 for the acquisition of computer equipment and services now or 1477 hereafter in force as may be required by the authority or by the 1478 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

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H. B. No. 1158 23/HR43/R1491SG PAGE 59 (MCL\EW) 1492 regulations shall be kept current, be periodically revised, and 1493 copies thereof shall be available at all times for inspection by the public at reasonable hours in the offices of the authority. 1494 1495 Whenever possible no rule, regulation or any proposed amendment to 1496 such rules and regulations shall be finally adopted or enforced 1497 until copies of the proposed rules and regulations have been furnished to all interested parties for their comment and 1498 1499 suggestions.

1500 The authority shall establish rules and regulations (k) 1501 which shall provide for the submission of all contracts proposed 1502 to be executed by the executive director for computer equipment 1503 and/or telecommunications or services, including cloud computing, 1504 to the authority for approval before final execution, and the authority may provide that such contracts involving the 1505 1506 expenditure of less than such specified amount as may be 1507 established by the authority may be finally executed by the 1508 executive director without first obtaining such approval by the 1509 authority.

(1) The authority is authorized <u>to consider new</u> <u>technologies, such as cloud computing</u>, to purchase, lease, or rent computer equipment or services and to operate that equipment and use those services in providing services to one or more state agencies when in its opinion such operation will provide maximum efficiency and economy in the functions of any such agency or agencies.

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H. B. No. 1158 23/HR43/R1491SG PAGE 60 (MCL\EW) (m) Upon the request of the governing body of a 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.

1524 The authority shall adopt rules and regulations (n) 1525 governing the protest procedures to be followed by any actual or 1526 prospective bidder, offerer or contractor who is aggrieved in connection with the solicitation or award of a contract for the 1527 acquisition of computer equipment or services. Such rules and 1528 1529 regulations shall prescribe the manner, time and procedure for 1530 making protests and may provide that a protest not timely filed 1531 shall be summarily denied. The authority may require the 1532 protesting party, at the time of filing the protest, to post a 1533 bond, payable to the state, in an amount that the authority 1534 determines sufficient to cover any expense or loss incurred by the 1535 state, the authority or any state agency as a result of the 1536 protest if the protest subsequently is determined by a court of 1537 competent jurisdiction to have been filed without any substantial 1538 basis or reasonable expectation to believe that the protest was 1539 meritorious; however, in no event may the amount of the bond 1540 required exceed a reasonable estimate of the total project cost. 1541 The authority, in its discretion, also may prohibit any

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H. B. No. 1158 23/HR43/R1491SG PAGE 61 (MCL\EW) 1542 prospective bidder, offerer or contractor who is a party to any 1543 litigation involving any such contract with the state, the 1544 authority or any agency of the state to participate in any other 1545 such bid, offer or contract, or to be awarded any such contract, 1546 during the pendency of the litigation.

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

1551 All acquisitions of computer equipment and services involving 1552 the expenditure of funds in excess of the dollar amount established in Section 31-7-13(c), or rentals or leases in excess 1553 1554 of the dollar amount established in Section 31-7-13(c) for the term of the contract, shall be based upon competitive and open 1555 1556 specifications, and contracts therefor shall be entered into only 1557 after advertisements for bids are published in one or more daily 1558 newspapers having a general circulation in the state not less than fourteen (14) days prior to receiving sealed bids therefor. 1559 The 1560 authority may reserve the right to reject any or all bids, and if 1561 all bids are rejected, the authority may negotiate a contract 1562 within the limitations of the specifications so long as the terms 1563 of any such negotiated contract are equal to or better than the comparable terms submitted by the lowest and best bidder, and so 1564 1565 long as the total cost to the State of Mississippi does not exceed 1566 the lowest bid. If the authority accepts one (1) of such bids, it

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1567 shall be that which is the lowest and best. Through June 30, * * * 2024, the provisions of this paragraph shall not apply 1569 to acquisitions of information technology equipment and services 1570 made by the Mississippi Department of Health and * * * the 1571 Mississippi Department of Revenue for the purposes of 1572 implementing, administering and * * * enforcing the provisions of 1573 the Mississippi Medical Cannabis Act.

(p) When applicable, the authority may procure equipment, systems and related services in accordance with the law or regulations, or both, which govern the Bureau of Purchasing of the Office of General Services or which govern the Mississippi Department of Information Technology Services procurement of telecommunications equipment, software and services.

(q) The authority is authorized to purchase, lease, or
rent information technology and services for the purpose of
establishing pilot projects to investigate emerging technologies.
These acquisitions shall be limited to new technologies and shall
be limited to an amount set by annual appropriation of the
Legislature. These acquisitions shall be exempt from the
advertising and bidding requirement.

1587 (r) <u>To promote the maximum use and benefit from</u>
1588 <u>technology and services now in operation or which will in the</u>
1589 <u>future be placed in operation and to identify opportunities,</u>
1590 <u>minimize duplication, reduce costs and improve the efficiency of</u>

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 63 (MCL\EW) 1591 providing common technology services the authority is authorized 1592 to:

1593 (i) Enter into master agreements for computer or 1594 telecommunications equipment or services, including cloud 1595 computing, available for shared use by state agencies, institutes 1596 of higher learning and governing authorities; and 1597 (ii) Enter into contracts for the acquisition of 1598 computer or telecommunications equipment or services, including 1599 cloud computing, that have been acquired by other entities, 1600 located within or outside of the State of Mississippi, so long as 1601 it is determined by the authority to be in the best interest of 1602 the state. The acquisitions provided in this paragraph (r) shall 1603 be exempt from the advertising and bidding requirements of Section 1604 25-53-1 et seq.

1605 (***<u>s</u>) All fees collected by the Mississippi 1606 Department of Information Technology Services shall be deposited 1607 into the Mississippi Department of Information Technology Services 1608 Revolving Fund unless otherwise specified by the Legislature.

1609 (***<u>t</u>) The authority shall work closely with the 1610 council to bring about effective coordination of policies, 1611 standards and procedures relating to procurement of remote sensing 1612 and geographic information systems (GIS) resources. In addition, 1613 the authority is responsible for development, operation and 1614 maintenance of a delivery system infrastructure for geographic

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1615 information systems data. The authority shall provide a warehouse 1616 for Mississippi's geographic information systems data.

1617 (***<u>u</u>) The authority shall manage one or more State 1618 Data Centers to provide information technology services on a 1619 cost-sharing basis. In determining the appropriate services to be 1620 provided through the State Data Center, the authority should 1621 consider those services that:

1622 (i) Result in savings to the state as a whole; 1623 Improve and enhance the security and (ii) reliability of the state's information and business systems; and 1624 1625 (iii) Optimize the efficient use of the state's 1626 information technology assets, including, but not limited to, 1627 promoting partnerships with the state institutions of higher learning and community colleges to capitalize on advanced 1628 1629 information technology resources.

1630 (* * *v) The authority shall increase federal 1631 participation in the cost of the State Data Center to the extent 1632 provided by law and its shared technology infrastructure through 1633 providing such shared services to agencies that receive federal 1634 funds. With regard to state institutions of higher learning and 1635 community colleges, the authority may provide shared services when 1636 mutually agreeable, following a determination by both the authority and the Board of Trustees of State Institutions of 1637 1638 Higher Learning or the Mississippi Community College Board, as the case may be, that the sharing of services is mutually beneficial. 1639

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1640 The authority, in its discretion, may require $(* * *_{W})$ 1641 new or replacement agency business applications to be hosted at the State Data Center. With regard to state institutions of 1642 higher learning and community colleges, the authority and the 1643 1644 Board of Trustees of State Institutions of Higher Learning or the 1645 Mississippi Community College Board, as the case may be, may agree 1646 that institutions of higher learning or community colleges may 1647 utilize business applications that are hosted at the State Data 1648 Center, following a determination by both the authority and the 1649 applicable board that the hosting of those applications is 1650 mutually beneficial. In addition, the authority may establish 1651 partnerships to capitalize on the advanced technology resources of 1652 the Board of Trustees of State Institutions of Higher Learning or the Mississippi Community College Board, following a determination 1653 1654 by both the authority and the applicable board that such a 1655 partnership is mutually beneficial.

1656 (***<u>x</u>) The authority shall provide a periodic update 1657 regarding reform-based information technology initiatives to the 1658 Chairmen of the House and Senate Accountability, Efficiency and 1659 Transparency Committees.

From and after July 1, 2018, the expenses of this agency shall be defrayed by appropriation from the State General Fund. In addition, in order to receive the maximum use and benefit from information technology and services, expenses for the provision of statewide shared services that facilitate cost-effective

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1665 information processing and telecommunication solutions shall be 1666 defrayed by pass-through funding and shall be deposited into the Mississippi Department of Information Technology Services 1667 1668 Revolving Fund unless otherwise specified by the Legislature. 1669 These funds shall only be utilized to pay the actual costs 1670 incurred by the Mississippi Department of Information Technology 1671 Services for providing these shared services to state agencies. 1672 Furthermore, state agencies shall work in full cooperation with 1673 the Board of the Mississippi Department of Information Technology 1674 Services to identify computer equipment or services to minimize 1675 duplication, reduce costs, and improve the efficiency of providing 1676 common technology services across agency boundaries.

1677 SECTION 14. The following shall be codified as Section 1678 73-21-127.1, Mississippi Code of 1972:

1679 <u>73-21-127.1.</u> The Prescription Monitoring Program shall issue 1680 a report each year to the Legislature that indicates the number of 1681 opioid prescriptions that were provided to patients during that 1682 year.

1683 **SECTION 15.** Section 41-137-3, Mississippi Code of 1972, is 1684 amended as follows:

1685 41-137-3. For purposes of this chapter, unless the context 1686 requires otherwise, the following terms shall have the meanings 1687 ascribed herein:

1688 (a) <u>"Artificially derived cannabinoid" means a chemical</u> 1689 substance that is created by a chemical reaction that changes the

1690 molecular structure of any chemical substance derived from the 1691 plant Cannabis family Cannabaceae. Such term shall not include: 1692 (i) A naturally occurring chemical substance that 1693 is separated from the plant Cannabis family Cannabaceae by a 1694 chemical or mechanical extraction process; 1695 (ii) Cannabinoids that are produced by 1696 decarboxylation from a naturally occurring cannabinoid acid 1697 without the use of a chemical catalyst; or 1698 (iii) Any other chemical substance identified by 1699 MDOH. 1700 "Allowable amount of medical cannabis" means an (b) 1701 amount not to exceed the maximum amount of Mississippi Medical 1702 Cannabis Equivalency Units ("MMCEU"). 1703 (* * *c) "Bona fide practitioner-patient relationship" 1704 means: 1705 (i) A practitioner and patient have a treatment or 1706 consulting relationship, during the course of which the 1707 practitioner, within his or her scope of practice, has completed 1708 an in-person assessment of the patient's medical history and current mental health and medical condition and has documented 1709 1710 their certification in the patient's medical file; 1711 (ii) The practitioner has consulted in person with 1712 the patient with respect to the patient's debilitating medical 1713 condition; and

H. B. No. 1158 23/HR43/R1491SG PAGE 68 (MCL\EW) 1714 (iii) The practitioner is available to or offers1715 to provide follow-up care and treatment to the patient.

(*** * ***d) "Cannabis" means all parts of the plant of 1716 the genus cannabis, the flower, the seeds thereof, the resin 1717 1718 extracted from any part of the plant and every compound, 1719 manufacture, salt, derivative, mixture or preparation of the plant, its seeds or its resin, including whole plant extracts. 1720 1721 Such term shall not mean cannabis-derived drug products approved 1722 by the federal Food and Drug Administration under Section 505 of 1723 the Federal Food, Drug, and Cosmetic Act.

1724 (***<u>e</u>) "Cannabis cultivation facility" means a 1725 business entity licensed and registered by the Mississippi 1726 Department of Health that acquires, grows, cultivates and harvests 1727 medical cannabis in an indoor, enclosed, locked and secure area.

1728 $(* * * \underline{f})$ "Cannabis disposal entity" means a business 1729 licensed and registered by the Mississippi Department of Health 1730 that is involved in the commercial disposal or destruction of 1731 medical cannabis.

1732 (***g) "Cannabis processing facility" means a 1733 business entity that is licensed and registered by the Mississippi 1734 Department of Health that:

1735 (i) Acquires or intends to acquire cannabis from a1736 cannabis cultivation facility;

1737 (ii) Possesses cannabis with the intent to 1738 manufacture a cannabis product;

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 69 (MCL\EW) 1739 (iii) Manufactures or intends to manufacture a
1740 cannabis product from unprocessed cannabis or a cannabis extract;
1741 and

(iv) Sells or intends to sell a cannabis product to a medical cannabis dispensary, cannabis testing facility or cannabis research facility.

(* * *h) "Cannabis products" means cannabis flower, 1745 1746 concentrated cannabis, cannabis extracts and products that are 1747 infused with cannabis or an extract thereof and are intended for 1748 use or consumption by humans. The term includes, without 1749 limitation, edible cannabis products, beverages, topical products, 1750 ointments, oils, tinctures and suppositories that contain 1751 tetrahydrocannabinol (THC) and/or cannabidiol (CBD) except those products excluded from control under Sections 41-29-113 and 1752 1753 41-29-136.

1754 (* * *i) "Cannabis research facility" or "research 1755 facility" means a research facility at any university or college 1756 in this state or an independent entity licensed and registered by 1757 the Mississippi Department of Health pursuant to this chapter that 1758 acquires cannabis from cannabis cultivation facilities and 1759 cannabis processing facilities in order to research cannabis, 1760 develop best practices for specific medical conditions, develop 1761 medicines and provide commercial access for medical use.

1762 (***j) "Cannabis testing facility" or "testing 1763 facility" means an independent entity licensed and registered by

1764 the Mississippi Department of Health that analyzes the safety and 1765 potency of cannabis.

1766 (***k) "Cannabis transportation entity" means an 1767 independent entity licensed and registered by the Mississippi 1768 Department of Health that is involved in the commercial 1769 transportation of medical cannabis.

(1) <u>"Cannabis waste" means plant debris of the plant of</u>
1771 <u>the genus cannabis, including dead plants and all unused plant</u>
1772 <u>parts. This term shall not include seeds, roots, stems and</u>
1773 stalks.

1774 (m) <u>"Cannabinoid" means any of the chemical compounds</u> 1775 that are the active constituents derived from THC.

1776 "Canopy" means the total surface area within (*** * ***n) a cultivation area that is dedicated to the cultivation of 1777 flowering cannabis plants. The surface area of the plant canopy 1778 1779 must be calculated in square feet and measured and must include 1780 all of the area within the boundaries where the cultivation of the flowering cannabis plants occurs. If the surface area of the 1781 1782 plant canopy consists of noncontiguous areas, each component area 1783 must be separated by identifiable boundaries. If a tiered or 1784 shelving system is used in the cultivation area the surface area 1785 of each tier or shelf must be included in calculating the area of the plant canopy. Calculation of the area of the plant canopy may 1786 1787 not include the areas within the cultivation area that are used to 1788 cultivate immature cannabis plants and seedlings, prior to

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H. B. No. 1158 23/HR43/R1491SG PAGE 71 (MCL\EW) 1789 flowering, and that are not used at any time to cultivate mature 1790 cannabis plants.

1791 $(* * * \underline{o})$ "Cardholder" means a registered qualifying 1792 patient or a registered designated caregiver who has been issued 1793 and possesses a valid registry identification card.

1794 $(* * *\underline{p})$ "Chronic pain" means a pain state in which 1795 the cause of the pain cannot be removed or otherwise treated, and 1796 which in the generally accepted course of medical practice, no 1797 relief or cure of the cause of the pain is possible, or none has 1798 been found after reasonable efforts by a practitioner.

1799 (***<u>q</u>) "Concentrate" means a substance obtained by 1800 separating cannabinoids from cannabis by:

1801 (i) A mechanical extraction process;

(ii) A chemical extraction process using a nonhydrocarbon-based or other solvent, such as water, vegetable glycerin, vegetable oils, animal fats, food-grade ethanol or steam distillation; or

1806 (iii) A chemical extraction process using the 1807 hydrocarbon-based solvent carbon dioxide, provided that the 1808 process does not involve the use of high heat or pressure.

1809 (***<u>r</u>) "Debilitating medical condition" means: 1810 (i) Cancer, Parkinson's disease, Huntington's 1811 disease, muscular dystrophy, glaucoma, spastic quadriplegia, 1812 positive status for human immunodeficiency virus (HIV), acquired 1813 immune deficiency syndrome (AIDS), hepatitis, amyotrophic lateral

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1814 sclerosis (ALS), Crohn's disease, ulcerative colitis, sickle-cell 1815 anemia, Alzheimer's disease, agitation of dementia, post-traumatic 1816 stress disorder (PTSD), autism, pain refractory to appropriate 1817 opioid management, diabetic/peripheral neuropathy, spinal cord 1818 disease or severe injury, or the treatment of these conditions;

(ii) A chronic, terminal or debilitating disease or medical condition, or its treatment, that produces one or more of the following: cachexia or wasting syndrome, chronic pain, severe or intractable nausea, seizures, or severe and persistent muscle spasms, including, but not limited to, those characteristic of multiple sclerosis; or

(iii) Any other serious medical condition or its treatment added by the Mississippi Department of Health, as provided for in Section 41-137-17.

1828 (***s) "Designated caregiver" means a person who: 1829 (i) Has agreed to assist with a registered 1830 qualifying patient's medical use of medical cannabis; 1831 (ii) Assists no more than five (5) registered 1832 qualifying patients with their medical use of medical cannabis,

unless the designated caregiver's registered qualifying patients each reside in or are admitted to a health care facility or facility providing residential care services or day care services where the designated caregiver is employed;

H. B. No. 1158 23/HR43/R1491SG PAGE 73 (MCL\EW) (iii) Is at least twenty-one (21) years of age unless the person is the parent or legal guardian of each qualifying patient the person assists; and

1840 (iv) Has not been convicted of a disqualifying1841 felony offense.

1842 (***t) "Disqualifying felony offense" means: 1843 (i) A conviction for a crime of violence, as 1844 defined in Section 97-3-2;

(ii) A conviction for a crime that was defined as a violent crime in the law of the jurisdiction in which the offense was committed, and that was classified as a felony in the jurisdiction where the person was convicted; or

1849 (iii) A conviction for a violation of a state or 1850 federal controlled substances law that was classified as a felony 1851 in the jurisdiction where the person was convicted, including the 1852 service of any term of probation, incarceration or supervised 1853 release within the previous five (5) years and the offender has 1854 not committed another similar offense since the conviction. Under 1855 this subparagraph (iii), a disqualifying felony offense shall not 1856 include a conviction that consisted of conduct for which this 1857 chapter would likely have prevented the conviction but for the 1858 fact that the conduct occurred before February 2, 2022.

1859 (***<u>u</u>) "Edible cannabis products" means products
1860 that:

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H. B. No. 1158 23/HR43/R1491SG PAGE 74 (MCL\EW) 1861 (i) Contain or are infused with cannabis or an 1862 extract thereof;

1863 (ii) Are intended for human consumption by oral 1864 ingestion; and

1865 (iii) Are presented in the form of foodstuffs,
1866 beverages, extracts, oils, tinctures, lozenges and other similar
1867 products.

1868 (* * *v) "Entity" means a corporation, general 1869 partnership, limited partnership or limited liability company that 1870 has been registered with the Secretary of State as applicable. 1871 $(* * *_{W})$ "MMCEU" means Mississippi Medical Cannabis Equivalency Unit. One unit of MMCEU shall be considered equal to: 1872 1873 Three and one-half (3.5) grams of medical (i) cannabis flower; 1874 (ii) One (1) gram of medical cannabis concentrate; 1875 1876 or 1877 (iii) One hundred (100) milligrams of THC in an 1878 infused product. 1879 (* * *x) "MDOH" means the Mississippi Department of 1880 Health. 1881 (*** * ***_V) "MDOR" means the Mississippi Department of 1882 Revenue. 1883 "Medical cannabis" means cannabis, cannabis $(* * *_{Z})$ 1884 products and edible cannabis that are intended to be used by registered qualifying patients as provided in this chapter. 1885

1886 (***<u>aa</u>) "Medical cannabis dispensary" or 1887 "dispensary" means an entity licensed and registered with the MDOR 1888 that acquires, possesses, stores, transfers, sells, supplies or 1889 dispenses medical cannabis, equipment used for medical cannabis, 1890 or related supplies and educational materials to cardholders.

1891 (***<u>bb</u>) "Medical cannabis establishment" means a 1892 cannabis cultivation facility, cannabis processing facility, 1893 cannabis testing facility, cannabis dispensary, cannabis 1894 transportation entity, cannabis disposal entity or cannabis 1895 research facility licensed and registered by the appropriate 1896 agency.

1897 (***<u>cc</u>) "Medical cannabis establishment agent" means 1898 an owner, officer, board member, employee, volunteer or agent of a 1899 medical cannabis establishment.

1900 (* * *dd) "Medical use" includes the acquisition, 1901 administration, cultivation, processing, delivery, harvest, 1902 possession, preparation, transfer, transportation, or use of medical cannabis or equipment relating to the administration of 1903 1904 medical cannabis to treat or alleviate a registered qualifying 1905 patient's debilitating medical condition or symptoms associated 1906 with the patient's debilitating medical condition. The term "medical use" does not include: 1907

1908 (i) The cultivation of cannabis unless the1909 cultivation is done by a cannabis cultivation facility; or

1910 (ii) The extraction of resin from cannabis by 1911 mechanical or chemical extraction unless the extraction is done by 1912 a cannabis processing facility.

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1917 with authority to consent to the medical use of medical cannabis 1918 by a person who has been diagnosed with a debilitating medical 1919 condition;

(ii) Is not a resident of Mississippi or who has been a resident of Mississippi for less than forty-five (45) days; and

(iii) Has submitted any documentation required by MDOH rules and regulations and has received confirmation of registration.

1926 (* * *ff) "Practitioner" means a physician, certified 1927 nurse practitioner, physician assistant or optometrist who is 1928 licensed to prescribe medicine under the licensing requirements of 1929 their respective occupational boards and the laws of this state. 1930 In relation to a nonresident cardholder, the term means a 1931 physician, certified nurse practitioner, physician assistant or optometrist who is licensed to prescribe medicine under the 1932 1933 licensing requirements of their respective occupational boards and under the laws of the state or territory in which the nonresident 1934

1935 patient resides. For registered qualifying patients who are 1936 minors, "practitioner" shall mean a physician or doctor of 1937 osteopathic medicine who is licensed to prescribe medicine under 1938 the licensing requirements of their respective occupational boards 1939 and the laws of this state.

1940 (***gg) "Public place" means a church or any area to 1941 which the general public is invited or in which the general public 1942 is permitted, regardless of the ownership of the area, and any 1943 area owned or controlled by a municipality, county, state or 1944 federal government, including, but not limited to, streets, 1945 sidewalks or other forms of public transportation. Such term 1946 shall not mean a private residential dwelling.

1947 (***<u>hh</u>) "Qualifying patient" means a person who has 1948 been diagnosed by a practitioner as having a debilitating medical 1949 condition and has been issued a written certification.

1950 (* * *<u>ii</u>) "Registry identification card" means a 1951 document issued by the MDOH that identifies a person as a 1952 registered qualifying patient, nonresident registered qualifying 1953 patient or registered designated caregiver.

(***<u>jj</u>) "School" means an institution for the teaching of children, consisting of a physical location, whether owned or leased, including instructional staff members and students, and which is in session each school year. This definition shall include, but not be limited to, public, private, church and parochial programs for kindergarten, elementary, junior

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H. B. No. 1158 23/HR43/R1491SG PAGE 78 (MCL\EW) 1960 high and high schools. Such term shall not mean a home 1961 instruction program.

"Scope of practice" means the defined 1962 (*** * ***kk) parameters of various duties, services or activities that may be 1963 1964 provided or performed by a certified nurse practitioner as 1965 authorized under Sections 73-15-5 and 73-15-20, by an optometrist as authorized under Section 73-19-1, by a physician as authorized 1966 1967 under Section 73-25-33, or by a physician assistant under Section 1968 73-26-5, and rules and regulations adopted by the respective 1969 licensing boards for those practitioners.

1970 (***<u>11</u>) "THC" or "Tetrahydrocannabinol" means any 1971 and all forms of tetrahydrocannabinol that are contained naturally 1972 in the cannabis plant, as well as synthesized forms of THC and 1973 derived variations, derivatives, isomers and allotropes that have 1974 similar molecular and physiological characteristics of 1975 tetrahydrocannabinol, including, but not limited to, THCA, THC 1976 Delta 9, THC Delta 8, THC Delta 10 and THC Delta 6.

1977 (***<u>mm</u>) "Written certification" means a form 1978 approved by the MDOH, signed and dated by a practitioner, 1979 certifying that a person has a debilitating medical condition. A 1980 written certification shall include the following:

1981 (i) The date of issue and the effective date 1982 of the recommendation;

1983(ii) The patient's name, date of birth and1984address;

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 79 (MCL\EW) 1985 (iii) The practitioner's name, address, and 1986 federal Drug Enforcement Agency number; and

1987 (iv) The practitioner's signature.
1988 SECTION 16. Section 41-137-57, Mississippi Code of 1972, is
1989 amended as follows:

41-137-57. (1) 1990 The cultivation, processing, sale and 1991 distribution of medical cannabis and cannabis products, as 1992 performed in accordance to the provisions of this chapter, shall 1993 be legal in every county and municipality of this state unless a 1994 county or municipality opts out through a vote by the board of 1995 supervisors of the county or governing authorities of the 1996 municipality, as applicable, within ninety (90) days after 1997 February 2, 2022. The governing authorities of the municipality or the board of supervisors of the county, as applicable, shall 1998 1999 provide a notice in accordance with the Open Meetings Act (Section 2000 25-41-1 et seq.) of its intent of holding a vote regarding opting 2001 out of allowing the cultivation, processing, sale and/or 2002 distribution of medical cannabis and cannabis products, as 2003 applicable. The governing authorities of the municipality or the 2004 board of supervisors of the county, as applicable, may opt out of 2005 allowing one or more of the following: cultivation, processing, 2006 sale or distribution of medical cannabis and cannabis products. 2007 The governing authorities of a municipality, by a vote entered 2008 upon their minutes, may opt out of allowing the cultivation, processing, sale and/or distribution of medical cannabis and 2009

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2010 cannabis products, as applicable, in the municipality. The board 2011 of supervisors of a county, by a vote entered upon its minutes, 2012 may opt out of allowing the cultivation, processing, sale and/or 2013 distribution of medical cannabis and cannabis products, as 2014 applicable, in the unincorporated areas of the county.

2015 (2) If the board of supervisors of a county or the governing 2016 authorities of a municipality do not opt out of allowing the cultivation, processing, sale and/or distribution of medical 2017 2018 cannabis and cannabis products, as applicable, within ninety (90) days after February 2, 2022, then no vote by the board of 2019 2020 supervisors or governing authorities, as applicable, may be held 2021 to so opt out, and the provisions of this chapter shall remain 2022 applicable and operative in the county or municipality, as 2023 applicable. If the board of supervisors of a county or governing 2024 authorities of a municipality have opted out of allowing the 2025 cultivation, processing, sale and/or distribution of medical 2026 cannabis and cannabis products, as applicable, then the board of 2027 supervisors or governing authorities of a municipality may later 2028 opt in regarding the same through a vote by the board of 2029 supervisors or governing authorities, as applicable, entered upon 2030 its or their minutes, or an election duly held according to 2031 subsection (3) or (4) of this section, as applicable.

(3) (a) Upon presentation and filing of a proper petition
requesting that the cultivation, processing, sale and/or
distribution of medical cannabis and cannabis products, as

H. B. No. 1158 **~ OFFICIAL ~** 23/HR43/R1491SG PAGE 81 (MCL\EW) 2035 applicable, be legal in the unincorporated areas of the county 2036 signed by at least twenty percent (20%) or fifteen hundred (1500), 2037 whichever number is the lesser, of the qualified electors of the 2038 county, it shall be the duty of the board of supervisors to call 2039 an election at which there shall be submitted to the qualified 2040 electors of the county the question of whether or not the 2041 cultivation, processing, sale and/or distribution of medical 2042 cannabis and cannabis products, as applicable, shall be legal in 2043 the unincorporated areas of such county as provided in this Such election shall be held and conducted by the county 2044 chapter. 2045 election commissioners on a date fixed by the order of the board 2046 of supervisors, which date shall not be more than sixty (60) days 2047 from the date of the filing of the petition. Notice thereof shall be given by publishing such notice once each week for at least 2048 2049 three (3) consecutive weeks in some newspaper published in the 2050 county or if no newspaper be published therein, by such 2051 publication in a newspaper in an adjoining county and having a 2052 general circulation in the county involved. The election shall be 2053 held not earlier than fifteen (15) days from the first publication 2054 of such notice.

(b) The election shall be held and conducted as far as may be possible in the same manner as is provided by law for the holding of general elections. The ballots used at the election shall contain a brief statement of the proposition submitted and, on separate lines, the words "I vote FOR allowing the cultivation,

2060 processing, sale and/or distribution of medical cannabis and 2061 cannabis products, as applicable, in the unincorporated areas of 2062 [Name of County] ()" or "I vote AGAINST allowing the 2063 cultivation, processing, sale and/or distribution of medical 2064 cannabis and cannabis products, as applicable, in the 2065 unincorporated areas of [Name of County] ()" with 2066 appropriate boxes in which the voters may express their choice. 2067 All qualified electors may vote by marking the ballot with a cross 2068 (x) or check $(\sqrt{)}$ mark opposite the words of their choice.

2069 The election commissioners shall canvass and (C) 2070 determine the results of the election and shall certify the same 2071 to the board of supervisors which shall adopt and spread upon its 2072 minutes an order declaring such results. If, in such election, a majority of the qualified electors participating therein vote in 2073 2074 favor of allowing the cultivation, processing, sale and/or 2075 distribution of medical cannabis and cannabis products, as 2076 applicable, in the unincorporated areas of the county, this 2077 chapter shall be applicable and operative in the unincorporated 2078 areas of such county, and the cultivation, processing, sale and/or 2079 distribution of medical cannabis and cannabis products, as 2080 applicable, in the unincorporated areas of the county shall be 2081 lawful to the extent and in the manner permitted in this chapter. If, on the other hand, a majority of the qualified electors 2082 2083 participating in the election vote against allowing the cultivation, processing, sale and/or distribution of medical 2084

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H. B. No. 1158 23/HR43/R1491SG PAGE 83 (MCL\EW) 2085 cannabis and cannabis products, as applicable, then it shall be 2086 illegal to cultivate, process, sell and/or distribute medical cannabis and cannabis products, as applicable, in the 2087 2088 unincorporated areas of the county. In either case, no further 2089 election shall be held in the county under the provisions of this 2090 section for a period of two (2) years from the date of the prior 2091 election and then only upon the filing of a petition requesting 2092 same signed by at least twenty percent (20%) or fifteen hundred 2093 (1500), whichever number is the lesser, of the qualified electors 2094 of the county as provided in this section.

2095 (4) (a) Upon presentation and filing of a proper petition 2096 requesting that the cultivation, processing, sale and/or 2097 distribution of medical cannabis and cannabis products, as applicable, be legal in the municipality signed by at least twenty 2098 2099 percent (20%) or fifteen hundred (1500), whichever number is the 2100 lesser, of the qualified electors of the municipality, it shall be 2101 the duty of the governing authorities of the municipality to call 2102 an election at which there shall be submitted to the qualified 2103 electors of the municipality the question of whether or not the 2104 cultivation, processing, sale and/or distribution of medical 2105 cannabis and cannabis products, as applicable, shall be legal in 2106 the municipality as provided in this chapter. Such election shall be held and conducted on a date fixed by the order of the 2107 2108 governing authorities of the municipality, which date shall not be more than sixty (60) days from the date of the filing of the 2109

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H. B. No. 1158 23/HR43/R1491SG PAGE 84 (MCL\EW) 2110 petition. Notice thereof shall be given by publishing such notice 2111 once each week for at least three (3) consecutive weeks in some 2112 newspaper published in the municipality or if no newspaper be 2113 published therein, by such publication in a newspaper having a 2114 general circulation in the municipality involved. The election 2115 shall be held not earlier than fifteen (15) days from the first 2116 publication of such notice.

2117 (b) The election shall be held and conducted as far as 2118 may be possible in the same manner as is provided by law for the 2119 holding of municipal elections. The ballots used at the election 2120 shall contain a brief statement of the proposition submitted and, 2121 on separate lines, the words "I vote FOR allowing the cultivation, 2122 processing, sale and/or distribution of medical cannabis and 2123 cannabis products, as applicable, in [Name of 2124 Municipality] ()" or "I vote AGAINST allowing the cultivation, 2125 processing, sale and/or distribution of medical cannabis and 2126 cannabis products, as applicable, in [Name of 2127 Municipality] ()" with appropriate boxes in which the voters may 2128 express their choice. All qualified electors may vote by marking 2129 the ballot with a cross (x) or check ($\sqrt{}$) mark opposite the words 2130 of their choice.

(c) The election commissioners shall canvass and determine the results of the election and shall certify the same to the governing authorities which shall adopt and spread upon their minutes an order declaring such results. If, in such

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2135 election, a majority of the qualified electors participating 2136 therein vote in favor of allowing the cultivation, processing, sale and/or distribution of medical cannabis and cannabis 2137 2138 products, as applicable, this chapter shall be applicable and 2139 operative in such municipality and the cultivation, processing, 2140 sale, and/or distribution of medical cannabis and cannabis products, as applicable, therein shall be lawful to the extent and 2141 2142 in the manner permitted in this chapter. If, on the other hand, a 2143 majority of the qualified electors participating in the election 2144 vote against allowing the cultivation, processing, sale and/or 2145 distribution of medical cannabis and cannabis products, as applicable, then it shall be illegal to cultivate, process, sell 2146 2147 and/or distribute medical cannabis and cannabis products, as applicable, in the municipality. In either case, no further 2148 2149 election shall be held in the municipality under the provisions of 2150 this section for a period of two (2) years from the date of the 2151 prior election and then only upon the filing of a petition 2152 requesting same signed by at least twenty percent (20%) or fifteen 2153 hundred (1500), whichever number is the lesser, of the qualified 2154 electors of the municipality as provided in this section.

(5) Regardless of whether a county or municipality opts out of allowing the cultivation, processing, sale and/or distribution of medical cannabis and cannabis products, cardholders, cannabis testing facilities, cannabis research facilities, cannabis transportation entities and cannabis disposal entities may possess

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H. B. No. 1158 23/HR43/R1491SG PAGE 86 (MCL\EW) 2160 medical cannabis in the municipality or county if done in 2161 accordance with this chapter.

(6) (a) If a municipality that has opted out under this section annexes a geographic area which contains a licensed entity operating under the provisions of this chapter, then the licensed entity may continue its operation in that municipality's newly annexed geographic area.

(b) If a licensed entity operating under the provisions of this chapter is located in a municipality that contracts its corporate boundaries thereby causing the geographic area in which the licensed entity is located to no longer be in the municipality and instead in an unincorporated area of a county that has opted out under this section, then the licensed entity may continue its operation in that area of the county.

2174 (7) In any county or municipality in which real property is 2175 owned, leased or otherwise controlled by a waterway district or 2176 water management district created in Title 51, Mississippi Code of 2177 1972, the decision of the county or municipality to opt out or opt 2178 in as provided in this section shall be binding on all real 2179 property in such district. The ordinances of a county or 2180 municipality related to the provisions of this chapter shall be 2181 applicable to all real property within the respective boundaries 2182 of the county or municipality in such district.

2183 **SECTION 17.** This act shall take effect and be in force from 2184 and after its passage.

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23/HR43/R1491SG	ST: Medical Cannabi	ls Act; revise certain
PAGE 87 (MCL\EW)	provisions of.	