

LEGISLATIVE ACTION		
Senate		House
Comm: RCS		
04/09/2015		

The Committee on Rules (Richter) recommended the following:

Senate Amendment (with title amendment)

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Delete lines 139 - 771

and insert:

(e) "Independent testing laboratory" means a laboratory, and the managers, employees, or contractors of the laboratory, which have no direct or indirect interest in a dispensing organization.

(f) (b) "Low-THC cannabis" means a plant of the genus Cannabis, the dried flowers of which contain 0.8 percent or less of tetrahydrocannabinol and more than 10 percent of cannabidiol

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weight for weight; the seeds thereof; the resin extracted from any part of such plant; or any compound, manufacture, salt, derivative, mixture, or preparation of such plant or its seeds or resin that is dispensed only from a dispensing organization.

- (g) "Low-THC cannabis product" means any product derived from low-THC cannabis, including the resin extracted from any part of such plant or any compound, manufacture, salt, derivative, mixture, or preparation of such plant or its seeds or resin which is dispensed from a dispensing organization. Low-THC cannabis products include, but are not limited to, oils, tinctures, creams, encapsulations, and food products. Low-THC cannabis food products may not include candy or similar confectionary products that appeal to children. All low-THC cannabis products must maintain concentrations, weight for weight, of 0.8 percent or less of tetrahydrocannabinol and more than 10 percent of cannabidiol.
- (h) (c) "Medical use" means administration of the ordered amount of low-THC cannabis. The term does not include:
 - 1. The possession, use, or administration by smoking.
- 2. The term also does not include The transfer of low-THC cannabis to a person other than the qualified patient for whom it was ordered or the qualified patient's legal representative who is registered in the compassionate use registry on behalf of the qualified patient.
- 3. The use or administration of low-THC cannabis or low-THC cannabis products:
 - a. On any form of public transportation.
 - b. In any public place.
 - c. In a registered qualified patient's place of work, if

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restricted by his or her employer.

- d. In a correctional facility.
- e. On the grounds of any preschool, primary school, or secondary school.
 - f. On a school bus.
- (i) (d) "Qualified patient" means a resident of this state who has been added to the compassionate use registry by a physician licensed under chapter 458 or chapter 459 to receive low-THC cannabis from a dispensing organization.
- (j) (e) "Smoking" means burning or igniting a substance and inhaling the smoke. Smoking does not include the use of a vaporizer.
 - (2) PHYSICIAN ORDERING.-
- (a) Effective January 1, 2015, A physician licensed under chapter 458 or chapter 459 who has examined and is treating a patient suffering from cancer, human immunodeficiency virus, acquired immune deficiency syndrome, epilepsy, amyotrophic lateral sclerosis, autism, multiple sclerosis, Crohn's disease, Parkinson's disease, paraplegia, quadriplegia, or terminal illness a physical medical condition that chronically produces symptoms of seizures or severe and persistent muscle spasms may order for the patient's medical use low-THC cannabis to treat such disease, disorder, or condition; or to alleviate symptoms of such disease, disorder, or condition; or to alleviate symptoms caused by a treatment for such disease, disorder, or condition, if no other satisfactory alternative treatment options exist for that patient and all of the following conditions apply:
 - 1. (a) The patient is a permanent resident of this state.

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- 2.(b) The physician determines that the risks of ordering low-THC cannabis are reasonable in light of the potential benefit for that patient. If a patient is younger than 18 years of age, a second physician must concur with this determination, and such determination must be documented in the patient's medical record.
- 3.(c) The physician registers the patient, the patient's legal representative if requested by the patient, and himself or herself as the orderer of low-THC cannabis for the named patient on the compassionate use registry maintained by the department and updates the registry to reflect the contents of the order. If the patient is a minor, the physician must register a legal representative on the compassionate use registry. The physician shall deactivate the patient's registration when treatment is discontinued.
- 4.(d) The physician maintains a patient treatment plan that includes the dose, route of administration, planned duration, and monitoring of the patient's symptoms and other indicators of tolerance or reaction to the low-THC cannabis.
- 5.(e) The physician submits the patient treatment plan, as well as any other requested medical records, quarterly to the University of Florida College of Pharmacy for research on the safety and efficacy of low-THC cannabis on patients pursuant to subsection (8).
- 6.(f) The physician obtains the voluntary informed consent of the patient or the patient's legal quardian to treatment with low-THC cannabis after sufficiently explaining the current state of knowledge in the medical community of the effectiveness of treatment of the patient's conditions or symptoms condition with



low-THC cannabis, the medically acceptable alternatives, and the potential risks and side effects.

- (b) A physician who improperly orders low-THC cannabis is subject to disciplinary action under the applicable practice act and under s. 456.072(1)(k).
 - (3) PENALTIES.-

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- (a) A physician commits a misdemeanor of the first degree, punishable as provided in s. 775.082 or s. 775.083, if the physician orders low-THC cannabis for a patient without a reasonable belief that the patient is suffering from at least one of the conditions listed in subsection (2). \div
- 1. Cancer or a physical medical condition that chronically produces symptoms of seizures or severe and persistent muscle spasms that can be treated with low-THC cannabis; or
- 2. Symptoms of cancer or a physical medical condition that chronically produces symptoms of seizures or severe and persistent muscle spasms that can be alleviated with low-THC cannabis.
- (b) Any person who fraudulently represents that he or she has at least one condition listed in subsection (2) cancer or a physical medical condition that chronically produces symptoms of seizures or severe and persistent muscle spasms to a physician for the purpose of being ordered low-THC cannabis by such physician commits a misdemeanor of the first degree, punishable as provided in s. 775.082 or s. 775.083.
 - (4) PHYSICIAN EDUCATION.-
- (a) Before ordering low-THC cannabis for use by a patient in this state, the appropriate board shall require the ordering physician licensed under chapter 458 or chapter 459 to

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successfully complete an 8-hour course and subsequent examination offered by the Florida Medical Association or the Florida Osteopathic Medical Association that encompasses the clinical indications for the appropriate use of low-THC cannabis, the appropriate delivery mechanisms, the contraindications for such use, as well as the relevant state and federal laws governing the ordering, dispensing, and possessing of this substance. The first course and examination shall be presented by October 1, 2014, and shall be administered at least annually thereafter. Successful completion of the course may be used by a physician to satisfy 8 hours of the continuing medical education requirements required by his or her respective board for licensure renewal. This course may be offered in a distance learning format.

- (b) The appropriate board shall require the medical director of each dispensing organization approved under subsection (5) to successfully complete a 2-hour course and subsequent examination offered by the Florida Medical Association or the Florida Osteopathic Medical Association that encompasses appropriate safety procedures and knowledge of low-THC cannabis.
- (c) Successful completion of the course and examination specified in paragraph (a) is required for every physician who orders low-THC cannabis each time such physician renews his or her license. In addition, successful completion of the course and examination specified in paragraph (b) is required for the medical director of each dispensing organization each time such physician renews his or her license.
 - (d) A physician who fails to comply with this subsection

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and who orders low-THC cannabis may be subject to disciplinary action under the applicable practice act and under s. 456.072(1)(k).

- (5) DUTIES AND POWERS OF THE DEPARTMENT. By January 1, 2015, The department shall:
- (a) The department shall create a secure, electronic, and online compassionate use registry for the registration of physicians and patients as provided under this section. The registry must be accessible to law enforcement agencies and to a dispensing organization in order to verify patient authorization for low-THC cannabis and record the low-THC cannabis dispensed. The registry must prevent an active registration of a patient by multiple physicians.
- (b) 1. Beginning 7 days after the effective date of this act, the department shall accept applications for licensure as a dispensing organization. The department shall review each application to determine whether the applicant meets the criteria in subsection (6) and qualifies for licensure.
- 2. Within 10 days after receiving an application for licensure, the department shall examine the application, notify the applicant of any apparent errors or omissions, and request any additional information the department is allowed by law to require. An application for licensure must be filed with the department no later than 5 p.m. on the 30th day after the effective date of this act, and all applications must be complete no later than 5 p.m. on the 60th day after the effective date of this act.
- 3. Prior to the 75th day after the effective date of this act, the department shall select by lottery two applicants who

and Washington counties.

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186 meet the criteria in subsection (6) in each of the following 187 regions: 188 a. Northwest Florida, consisting of Bay, Calhoun, Escambia, 189 Franklin, Gadsden, Gulf, Holmes, Jackson, Jefferson, Leon, 190 Liberty, Madison, Santa Rosa, Okaloosa, Taylor, Wakulla, Walton,

b. Northeast Florida, consisting of Alachua, Baker, Bradford, Clay, Columbia, Dixie, Duval, Flagler, Gilchrist, Hamilton, Lafayette, Levy, Marion, Nassau, Putnam, St. Johns, Suwannee, and Union counties.

- c. Central Florida, consisting of Brevard, Citrus, Hardee, Hernando, Hillsborough, Indian River, Lake, Orange, Osceola, Pasco, Pinellas, Polk, Seminole, St. Lucie, Sumter, and Volusia counties.
- d. Southwest Florida, consisting of Charlotte, Collier, DeSoto, Glades, Hendry, Highlands, Lee, Manatee, Okeechobee, and Sarasota counties.
- e. Southeast Florida, consisting of Broward, Miami-Dade, Martin, Monroe, and Palm Beach counties.
- 4. After the department has selected by lottery the 10 dispensing organizations pursuant to subparagraph 3., the department shall select by lottery 10 more applicants who meet the criteria in subsection (6) for licensure. Once licensed, those applicants are authorized to operate in any region in the state, but a dispensing organization may not have cultivation or processing facilities outside the region in which it is licensed.
- 5. The department shall license an applicant selected pursuant to subparagraph 3. or subparagraph 4. unless the

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applicant fails to pay the licensure fee within 10 days of selection. If a selected applicant fails to timely pay the licensure fee, the department shall select by lottery another applicant from the existing pool of eligible applicants.

- 6. If the department revokes a license or denies the renewal of a license pursuant to paragraph (f), the department shall conduct a new lottery using the selection process outlined in this paragraph. The selection process must begin 24 hours after such revocation or denial.
- 7. If the department does not have a sufficient pool of qualified applicants to issue 2 licenses in each region, or to license 10 dispensing organizations pursuant to subparagraph 4., the department shall conduct a lottery using the process in this paragraph every 6 months until each region has 2 licensed dispensing organizations and 10 additional dispensing organizations are licensed, totaling 20 licensed dispensing organizations in this state.
- 8. This section is exempt from s. 120.60(1) Authorize the establishment of five dispensing organizations to ensure reasonable statewide accessibility and availability as necessary for patients registered in the compassionate use registry and who are ordered low-THC cannabis under this section, one in each of the following regions: northwest Florida, northeast Florida, central Florida, southeast Florida, and southwest Florida.
- (c) The department shall use develop an application form that requires the applicant to state:
- 1. Whether the application is for initial licensure or renewal licensure;
 - 2. The name, the physical address, the mailing address, the

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address listed on the Department of Agriculture and Consumer Services certificate required in paragraph (6)(b), and the contact information for the applicant and for the nursery that holds the Department of Agriculture and Consumer Services certificate, if different from the applicant; 3. The name, address, and contact information for the operating nurseryman of the organization that holds the Department of Agriculture and Consumer Services certificate; 4. The name, address, license number, and contact information for the applicant's medical director; and 5. All information required to be included by subsection (6). (d) The department shall and impose an initial application fee of \$50,000, an initial licensure fee of \$125,000, and a biennial renewal fee of \$125,000 that is sufficient to cover the costs of administering this section. An applicant for approval as a dispensing organization must be able to demonstrate: 1. The technical and technological ability to cultivate and produce low-THC cannabis. The applicant must possess a valid certificate of registration issued by the Department of Agriculture and Consumer Services pursuant to s. 581.131 that is issued for the cultivation of more than 400,000 plants, be operated by a nurseryman as defined in s. 581.011, and have been operated as a registered nursery in this state for at least 30 continuous years. 2. The ability to secure the premises, resources, and personnel necessary to operate as a dispensing organization.

3. The ability to maintain accountability of all raw

materials, finished products, and any byproducts to prevent

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diversion or unlawful access to or possession of these substances.

- 4. An infrastructure reasonably located to dispense low-THC cannabis to registered patients statewide or regionally as determined by the department.
- 5. The financial ability to maintain operations for the duration of the 2-year approval cycle, including the provision of certified financials to the department. Upon approval, the applicant must post a \$5 million performance bond.
- 6. That all owners and managers have been fingerprinted and have successfully passed a level 2 background screening pursuant to s. 435.04.
- 7. The employment of a medical director who is a physician licensed under chapter 458 or chapter 459 to supervise the activities of the dispensing organization.
- (e) The department shall inspect each dispensing organization's properties, cultivation facilities, processing facilities, and retail facilities before they begin operations and at least once every 2 years thereafter. The department may conduct additional announced or unannounced inspections, including followup inspections, at reasonable hours in order to ensure that such property and facilities maintain compliance with all applicable requirements in subsections (6) and (7) and to ensure that the dispensing organization has not committed any other act that would endanger the health, safety, or security of a qualified patient, dispensing organization staff, or the community in which the dispensing organization is located. Licensure under this section constitutes permission for the department to enter and inspect the premises and facilities of

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any dispensing organization. The department may inspect any licensed dispensing organization, and a dispensing organization must make all facility premises, equipment, documents, low-THC cannabis, and low-THC cannabis products available to the department upon inspection. The department may test any low-THC cannabis or low-THC cannabis product in order to ensure that it is safe for human consumption and that it meets the requirements in this section.

- (f) The department may suspend or revoke a license, deny or refuse to renew a license, or impose an administrative penalty not to exceed \$10,000 for the following acts or omissions:
 - 1. A violation of this section or department rule.
 - 2. Failing to maintain qualifications for licensure.
- 3. Endangering the health, safety, or security of a qualified patient.
- 4. Improperly disclosing personal and confidential information of the qualified patient.
- 5. Attempting to procure a license by bribery or fraudulent misrepresentation.
- 6. Being convicted or found guilty of, or entering a plea of nolo contendere to, regardless of adjudication, a crime in any jurisdiction which directly relates to the business of a dispensing organization.
- 7. Making or filing a report or record that the licensee knows to be false.
- 8. Willfully failing to maintain a record required by this section or rule of the department.
- 9. Willfully impeding or obstructing an employee or agent of the department in the furtherance of his or her official



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- 10. Engaging in fraud or deceit, negligence, incompetence, or misconduct in the business practices of a dispensing organization.
- 11. Making misleading, deceptive, or fraudulent representations in or related to the business practices of a dispensing organization.
- 12. Having a license or the authority to engage in any regulated profession, occupation, or business that is related to the business practices of a dispensing organization revoked, suspended, or otherwise acted against, including the denial of licensure, by the licensing authority of any jurisdiction, including its agencies or subdivisions, for a violation that would constitute a violation under state law. A licensing authority's acceptance of a relinquishment of licensure or a stipulation, consent order, or other settlement, offered in response to or in anticipation of the filing of charges against the license, shall be construed as an action against the license.
- 13. Violating a lawful order of the department or an agency of the state, or failing to comply with a lawfully issued subpoena of the department or an agency of the state.
- (g) The department shall create a permitting process for all dispensing organization vehicles used for the transportation of low-THC cannabis or low-THC cannabis products.
- (h) (c) The department shall monitor physician registration and ordering of low-THC cannabis for ordering practices that could facilitate unlawful diversion or misuse of low-THC cannabis and take disciplinary action as indicated.

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- (i) (d) The department shall adopt rules as necessary to implement this section.
 - (6) DISPENSING ORGANIZATION.
- (a) An applicant seeking licensure as a dispensing organization, or the renewal of its license, must submit an application to the department. The department must review all applications for completeness, including an appropriate inspection of the applicant's property and facilities to verify the authenticity of the information provided in, or in connection with, the application. An applicant authorizes the department to inspect his or her property and facilities for licensure by applying under this subsection.
- (b) In order to receive or maintain licensure as a dispensing organization, an applicant must provide proof that:
- 1. The applicant, or a separate entity that is owned solely by the same persons or entities in the same ratio as the applicant, possesses a valid certificate of registration issued by the Department of Agriculture and Consumer Services pursuant to s. 581.131 for the cultivation of more than 400,000 plants, is operated by a nurseryman as defined in s. 581.011, and has been operated as a registered nursery in this state for at least 30 continuous years.
- 2. The personnel on staff or under contract for the applicant have experience cultivating and introducing multiple varieties of plants in this state, including plants that are not native to Florida; experience with propagating plants; and experience with genetic modification or breeding of plants.
- 3. The personnel on staff or under contract for the applicant include at least one person who:



389 a. Has at least 5 years' experience with United States 390 Department of Agriculture Good Agricultural Practices and Good 391 Handling Practices; 392 b. Has at least 5 years' experience with United States Food 393 and Drug Administration Good Manufacturing Practices for food 394 production; 395 c. Has a doctorate degree in organic chemistry or 396 microbiology; 397 d. Has at least 5 years' of experience with laboratory 398 procedures which includes analytical laboratory quality control 399 measures, chain of custody procedures, and analytical laboratory 400 methods; 401 e. Has experience with cannabis cultivation and processing, 402 including cannabis extraction techniques and producing cannabis 403 products; 404 f. Has experience and qualifications in chain of custody or 405 other tracking mechanisms; 406 g. Works solely on inventory control; and 407 h. Works solely for security purposes. 408 4. The persons who have a direct or indirect interest in 409 the dispensing organization and the applicant's managers, 410 employees, and contractors who directly interact with low-THC 411 cannabis or low-THC cannabis products have been fingerprinted 412 and have successfully passed a level 2 background screening 413 pursuant to s. 435.04. 414 5. The applicant owns, or has at least a 2-year lease of, 415 all properties, facilities, and equipment necessary for the 416 cultivation and processing of low-THC cannabis. The applicant

must provide a detailed description of each facility and its



418 equipment, a cultivation and processing plan, and a detailed 419 floor plan. The description must include proof that: 420 a. The applicant is capable of sufficient cultivation and 421 processing to serve at least 15,000 patients with an assumed 422 daily use of 1,000 mg per patient per day of low-THC cannabis or 423 low-THC cannabis product; 424 b. The applicant has arranged for access to all utilities 425 and resources necessary to cultivate or process low-THC cannabis 426 at each listed facility; and 427 c. Each facility is secured and has theft-prevention 428 systems including an alarm system, cameras, and 24-hour security 429 personnel. 430 6. The applicant has diversion and tracking prevention 431 procedures, including: 432 a. A system for tracking low-THC material through cultivation, processing, and dispensing, including the use of 433 434 batch and harvest numbers; 435 b. An inventory control system for low-THC cannabis and 436 low-THC cannabis products; 437 c. A vehicle tracking and security system; and 438 d. A cannabis waste-disposal plan. 439 7. The applicant has recordkeeping policies and procedures 440 in place. 441 8. The applicant has a facility emergency management plan. 442 9. The applicant has a plan for dispensing low-THC cannabis 443 throughout the state. This plan must include planned retail 444 facilities and a delivery plan for providing low-THC cannabis 445 and low-THC cannabis products to qualified patients who cannot

travel to a retail facility.

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10. The applicant has financial documentation, including: a. Documentation that demonstrates the applicant's financial ability to operate. If the applicant's assets, credit, and projected revenues meet or exceed projected liabilities and expenses and the applicant provides independent evidence that the funds necessary for startup costs, working capital, and contingency financing exist and are available as needed, the applicant has demonstrated the financial ability to operate. Financial ability to operate must be documented by: I. The applicant's audited financial statements. If the applicant is a newly formed entity and does not have a financial history of business upon which audited financial statements may be submitted, the applicant must provide audited financial statements for the separate entity that is owned solely by the same persons or entities in the same ratio as the applicant that possesses the valid certificate of registration issued by the Department of Agriculture and Consumer Services; II. The applicant's projected financial statements, including a balance sheet, an income and expense statement, and a statement of cash flow for the first 2 years of operation, which provides evidence that the applicant has sufficient assets, credit, and projected revenues to cover liabilities and expenses; and III. A statement of the applicant's estimated startup costs and sources of funds, including a break-even projection and documentation demonstrating that the applicant has the ability to fund all startup costs, working capital costs, and contingency financing requirements.

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- All documents required under this sub-subparagraph shall be prepared in accordance with generally accepted accounting principles and signed by a certified public accountant. The statements required by sub-sub-subparagraphs II. and III. may be presented as a compilation. b. A list of all subsidiaries of the applicant; c. A list of all lawsuits pending and completed within the past 7 years of which the applicant was a party; and d. Proof of a \$1 million performance and compliance bond, or other equivalent means of security deemed equivalent by the department, such as an irrevocable letter of credit or a deposit in a trust account or financial institution, payable to the department, which must be posted once the applicant is approved as a dispensing organization. The purpose of the bond is to secure payment of any administrative penalties imposed by the department and any fees and costs incurred by the department regarding the dispensing organization license, such as the dispensing organization failing to pay 30 days after the fine or costs become final. The department may make a claim against such bond or security until 1 year after the dispensing organization's license ceases to be valid or until 60 days after any administrative or legal proceeding authorized in this section involving the dispensing organization concludes, including any appeal, whichever occurs later. 11. The employment of a medical director who is a physician licensed under chapter 458 or chapter 459 to supervise the activities of the dispensing organization.
 - (c) An approved dispensing organization shall maintain compliance with the criteria in paragraphs (b), (d), and (e) and



505 subsection (7) demonstrated for selection and approval as a 506 dispensing organization under subsection (5) at all times. 507 Before dispensing low-THC cannabis or low-THC cannabis products to a qualified patient or to the qualified patient's legal 508 509 representative, the dispensing organization shall verify the 510 identity of the qualified patient or the qualified patient's 511 legal representative by requiring the qualified patient or the 512 qualified patient's legal representative to produce a government-issued identification card and shall verify that the 513 514 qualified patient and the qualified patient's legal 515 representative have has an active registration in the 516 compassionate use registry, that the order presented matches the 517 order contents as recorded in the registry, and that the order 518 has not already been filled. Upon dispensing the low-THC 519 cannabis, the dispensing organization shall record in the 520 registry the date, time, quantity, and form of low-THC cannabis 521 dispensed.

- (d) A dispensing organization may have cultivation facilities, processing facilities, and retail facilities.
- 1. All matters regarding the location of cultivation facilities and processing facilities are preempted to the state. Cultivation facilities and processing facilities must be closed to the public, and low-THC cannabis may not be dispensed on the premises of such facilities.
- 2. A municipality must determine by ordinance the criteria for the number and location of, and other permitting requirements for, all retail facilities located within its municipal boundaries. A retail facility may be established in a municipality only after such an ordinance has been created. A

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534 county must determine by ordinance the criteria for the number, 535 location, and other permitting requirements for all retail 536 facilities located within the unincorporated areas of that 537 county. A retail facility may be established in the 538 unincorporated areas of a county only after such an ordinance has been created. Retail facilities must have all utilities and 539 540 resources necessary to store and dispense low-THC cannabis and low-THC cannabis products. Retail facilities must be secured and 541 have theft-prevention systems, including an alarm system, 542 543 cameras, and 24-hour security personnel. Retail facilities may 544 not sell, or contract for the sale of, anything other than low-545 THC cannabis or low-THC cannabis products on the property of the 546 retail facility. Before a retail facility may dispense low-THC 547 cannabis or a low-THC cannabis product, the dispensing 548 organization must have a computer network compliant with the 549 federal Health Insurance Portability and Accountability Act of 550 1996 which is able to access and upload data to the 551 compassionate use registry and which shall be used by all retail 552 facilities. 553 (e) Within 15 days of such information becoming available, 554 a dispensing organization must provide the department with 555

- updated information, as applicable, including:
- 1. The location and a detailed description of any new or proposed facilities.
- 2. The updated contact information, including electronic and voice communication, for all dispensing organization facilities.
- 3. The registration information for any vehicles used for the transportation of low-THC cannabis and low-THC cannabis

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products, including confirmation that all such vehicles have tracking and security systems.

- 4. A plan for the recall of any or all low-THC cannabis or low-THC cannabis products.
- (f) 1. A dispensing organization may transport low-THC cannabis or low-THC cannabis products in vehicles departing from their places of business only in vehicles that are owned or leased by the licensee or by a person designated by the dispensing organization, and for which a valid vehicle permit has been issued for such vehicle by the department.
- 2. A vehicle owned or leased by the dispensing organization or a person designated by the dispensing organization and approved by the department must be operated by such person when transporting low-THC cannabis or low-THC products from the licensee's place of business.
- 3. A vehicle permit may be obtained by a dispensing organization upon application and payment of a fee of \$5 per vehicle to the department. The signature of the person designated by the dispensing organization to drive the vehicle must be included on the vehicle permit application. Such permit remains valid and does not expire unless the licensee or any person designated by the dispensing organization disposes of his or her vehicle, or the licensee's license is transferred, canceled, not renewed, or is revoked by the department, whichever occurs first. The department shall cancel a vehicle permit upon request of the licensee or owner of the vehicle.
- 4. By acceptance of a license issued under this section, the licensee agrees that the licensed vehicle is, at all times it is being used to transport low-THC cannabis or low-THC

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cannabis products, subject to inspection and search without a search warrant by authorized employees of the department, sheriffs, deputy sheriffs, police officers, or other law enforcement officers to determine that the licensee is transporting such products in compliance with this section.

- (7) TESTING AND LABELING OF LOW-THC CANNABIS.-
- (a) All low-THC cannabis and low-THC cannabis products must be tested by an independent testing laboratory before the dispensing organization may dispense them. The independent testing laboratory shall provide the dispensing organization with lab results. Before dispensing, the dispensing organization must determine that the lab results indicate that the low-THC cannabis or low-THC cannabis product meets the definition of low-THC cannabis or low-THC cannabis product, is safe for human consumption, and is free from harmful contaminants.
- (b) All low-THC cannabis and low-THC cannabis products must be labeled before dispensing. The label must include, at a minimum:
- 1. A statement that the low-THC cannabis or low-THC cannabis product meets the requirements in paragraph (a);
- 2. The name of the independent testing laboratory that tested the low-THC cannabis or low-THC cannabis product;
- 3. The name of the cultivation and processing facility where the low-THC cannabis or low-THC cannabis product originates; and
- 4. The batch number and harvest number from which the low-THC cannabis or low-THC cannabis product originates.
- (8) SAFETY AND EFFICACY RESEARCH FOR LOW-THC CANNABIS. The University of Florida College of Pharmacy shall establish and

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maintain a safety and efficacy research program for the use of low-THC cannabis or low-THC cannabis products to treat qualifying conditions and symptoms. The program must include a fully integrated electronic information system for the broad monitoring of health outcomes and safety signal detection. The electronic information system must include information from the compassionate use registry; provider reports, including treatment plans, adverse event reports, and treatment discontinuation reports; patient reports of adverse impacts; event-triggered interviews and medical chart reviews performed by University of Florida clinical research staff; information from external databases, including Medicaid billing reports and information in the prescription drug monitoring database for registered patients; and all other medical reports required by the University of Florida to conduct the research required by this subsection. The department must provide access to information from the compassionate use registry and the prescription drug monitoring database, established in s. 893.055, as needed by the University of Florida to conduct research under this subsection. The Agency for Health Care Administration must provide access to registered patient Medicaid records, to the extent allowed under federal law, as needed by the University of Florida to conduct research under this subsection. (9) The persons who have direct or indirect interest in the dispensing organization and the dispensing organization's managers, employees, and contractors who directly interact with

low-THC cannabis or low-THC cannabis products are prohibited

from making recommendations, offering prescriptions, or

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providing medical advice to qualified patients.

 $(10)\frac{(7)}{(7)}$ EXCEPTIONS TO OTHER LAWS.

- (a) Notwithstanding s. 893.13, s. 893.135, s. 893.147, or any other provision of law, but subject to the requirements of this section, a qualified patient and the qualified patient's legal representative who is registered with the department on the compassionate use registry may purchase and possess for the patient's medical use up to the amount of low-THC cannabis ordered for the patient. Nothing in this section exempts any person from the prohibition against driving under the influence provided in s. 316.193.
- (b) Notwithstanding s. 893.13, s. 893.135, s. 893.147, or any other provision of law, but subject to the requirements of this section, an approved dispensing organization and its owners, managers, and employees and the owners, managers, and employees of contractors who have direct contact with low-THC cannabis or low-THC cannabis product may manufacture, possess, sell, deliver, distribute, dispense, and lawfully dispose of reasonable quantities, as established by department rule, of low-THC cannabis. For purposes of this subsection, the terms "manufacture," "possession," "deliver," "distribute," and "dispense" have the same meanings as provided in s. 893.02.
- (c) An approved dispensing organization and its owners, managers, and employees are not subject to licensure or regulation under chapter 465 or chapter 499 for manufacturing, possessing, selling, delivering, distributing, dispensing, or lawfully disposing of reasonable quantities, as established by department rule, of low-THC cannabis.
 - (d) Notwithstanding s. 893.13, s. 893.135, s. 893.147, or



any other law, but subject to the requirements of this section, a licensed laboratory and its employees may receive and possess low-THC cannabis for the sole purpose of testing the low-THC cannabis to ensure compliance with this section.

(11) Rules adopted by the department under this section are

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======= T I T L E A M E N D M E N T ==========

And the title is amended as follows:

687 Delete lines 19 - 98

688 and insert:

> dates; requiring the department to select two applicants in specified regions for licensure as a dispensing organization; requiring the department to issue 10 additional licenses to qualified applicants by lottery; authorizing applicants to operate in any region of the state; prohibiting a dispensing organization from having cultivation or processing facilities outside the region in which it is licensed; requiring the department to select by lottery another applicant in certain circumstances; requiring the department to conduct a new lottery after the revocation or the denial of renewal of a license; requiring the department to conduct a lottery at specified intervals if there are available dispensing organization licenses; providing an exemption for the application process; requiring the department to use an application form that requires specified information from the applicant; requiring the department to impose specified application fees;

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requiring the department to inspect each dispensing organization's properties, cultivation facilities, processing facilities, and retail facilities before those facilities may operate; authorizing followup inspections at reasonable hours; providing that licensure constitutes permission for the department to enter and inspect the premises and facilities of any dispensing organization; authorizing the department to inspect any licensed dispensing organization; requiring dispensing organizations to make all facility premises, equipment, documents, low-THC cannabis, and low-THC cannabis products available to the department upon inspection; authorizing the department to test low-THC cannabis or low-THC cannabis products; authorizing the department to suspend or revoke a license, deny or refuse to renew a license, or impose a maximum administrative penalty for specified acts or omissions; requiring the department to create a permitting process for vehicles used for the transportation of low-THC cannabis or low-THC cannabis products; authorizing the department to adopt rules as necessary for implementation of specified provisions and procedures, and to provide specified guidance; providing procedures and requirements for an applicant seeking licensure as a dispensing organization or the renewal of its license; requiring the dispensing organization to verify specified information of specified persons in certain circumstances; authorizing a dispensing organization

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to have cultivation facilities, processing facilities, and retail facilities; authorizing a retail facility to be established in a municipality only after such an ordinance has been created; authorizing a retail facility to be established in the unincorporated areas of a county only after such an ordinance has been created; requiring retail facilities to have all utilities and resources necessary to store and dispense low-THC and low-THC cannabis products; requiring retail facilities to be secured with specified theft-prevention systems; requiring a dispensing organization to provide the department with specified updated information within a specified period; authorizing a dispensing organization to transport low-THC cannabis or low-THC cannabis products in vehicles in certain circumstances; requiring such vehicles to be operated by specified persons in certain circumstances; requiring a fee for a vehicle permit; requiring the signature of the designated driver with a vehicle permit application; providing for expiration of the permit in certain circumstances; requiring the department to cancel a vehicle permit upon the request of specified persons; providing that the licensee authorizes the inspection and search of his or her vehicle without a search warrant by specified persons; requiring all low-THC cannabis and low-THC cannabis products to be tested by an independent testing laboratory before the dispensing organization may dispense it; requiring the

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independent testing laboratory to provide the lab results to the dispensing organization for a specified determination; requiring all low-THC cannabis and low-THC cannabis products to be labeled with specified information before dispensing; requiring the University of Florida College of Pharmacy to establish and maintain a specified safety and efficacy research program; providing program requirements; requiring the department to provide information from the prescription drug monitoring program to the University of Florida as needed; requiring the Agency for Health Care Administration to provide access to specified patient records under certain circumstances; prohibiting persons who have direct or indirect interest in a dispensing organization and the dispensing organization's managers, employees, and contractors who directly interact with low-THC cannabis and low-THC cannabis products from making recommendations, offering prescriptions, or providing medical advice to qualified patients; providing