By Senator Brandes

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A bill to be entitled

An act relating to the availability of marijuana for medical use; amending s. 381.986, F.S.; redefining the term "medical use" to include the possession, use, or administration of marijuana in a form for smoking; conforming a provision to changes made by the act; revising provisions related to the licensure of and functions of medical marijuana treatment centers (MMTCs); requiring the Department of Health to adopt by rule certain operating standards and procedures; requiring the department to adopt by rule a certain MMTC registration form; specifying registration requirements, including the submission of a specified performance and compliance bond that may be forfeited for failure to comply with certain provisions; requiring an applicant for an MMTC to submit registration forms for certain principals, employees, and contractors listed on the application; prohibiting the department from registering an applicant as an MMTC until such principals, employees, and contractors are registered and issued MMTC employee identification cards; providing for expiration of an MMTC registration; specifying that a registered MMTC must obtain separate operating licenses for the cultivation, processing, dispensing, and transportation of marijuana; specifying application requirements for an MMTC to obtain cultivation licenses and processing licenses; providing for the expiration of and renewal of such licenses; specifying

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that an MMTC facility must obtain a facility permit before cultivating or processing marijuana; authorizing an MMTC licensed to cultivate or process marijuana to use contractors to assist with the cultivation and with the processing of marijuana under certain conditions; providing for the destruction of marijuana byproducts within a specified timeframe after their production; providing requirements for the cultivation and for the processing of marijuana; removing the requirement that each MMTC produce and make available for purchase at least one low-THC cannabis product; removing tetrahydrocannabinol limits for edibles; requiring a licensed processing MMTC to test marijuana before it is sold or dispensed; providing marijuana packaging requirements; providing application requirements for an MMTC to obtain a retail license; providing for the expiration of and renewal of such licenses; requiring an MMTC to obtain a facility permit before dispensing and before storing marijuana; prohibiting onsite consumption of or administration of marijuana at a dispensary facility; providing requirements for the dispensing of marijuana; deleting a provision prohibiting an MMTC from dispensing or selling specified products; providing application requirements for an MMTC to obtain a transportation license; providing marijuana transportation requirements; providing a process for the issuance and cancellation of vehicle permits; requiring that each permitted vehicle be GPS-

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monitored; specifying that a permitted vehicle is subject to inspection and search without a search warrant by specified persons when transporting marijuana; authorizing an MMTC licensed to transport marijuana and marijuana delivery devices to deliver or contract for the delivery of marijuana to other MMTCs and to qualified patients and caregivers within this state; requiring a person delivering marijuana and a marijuana delivery device to a qualified patient or his or her caregiver to verify the identity of the qualified patient; establishing that a county or municipality may not prohibit deliveries of marijuana to qualified patients and caregivers within the county or municipality; requiring the department to adopt certain rules for the delivery of marijuana; providing for the permitting of cultivation, processing, dispensary, and storage facilities; requiring the department to adopt by rule a facility permit application form; requiring the department to issue or deny a facility permit within a specified timeframe; providing for the expiration of facility permits; requiring the department to inspect a facility for compliance before the renewal of a facility permit; requiring an MMTC to cease applicable operations if a facility's permit expires or is revoked; requiring cultivation facilities and processing facilities to be insured with specified hazard and liability insurance; providing cultivation facility and processing facility requirements; preempting to the state all matters

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regarding the permitting and regulation of cultivation facilities and processing facilities; requiring dispensary facilities and storage facilities to be insured with specified hazard and liability insurance; providing dispensary facility and storage facility requirements; clarifying that a county or a municipality may prohibit a dispensary facility from being located in its jurisdiction, but may not prohibit a licensed retail MMTC or its permitted storage facility from being located in such county's or municipality's jurisdiction if the MMTC is delivering marijuana to qualifying patients; prohibiting the department from issuing a facility permit for a dispensary facility in a county or municipality that adopts a certain ordinance; authorizing a county or municipality to levy a local tax on a dispensary facility; authorizing the department to adopt specified requirements by rule; requiring the department to adopt rules to administer the registration of certain MMTC principals, employees, and contractors by a specified date; requiring an MMTC to apply to the department for the registration of certain persons before hiring or contracting with any such person; requiring the department to adopt by rule a registration form that includes specified information; requiring the department to register persons who meet specified conditions and issue MMTC employee identification cards; requiring a registered person and the MMTC to

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update the department within a specified timeframe if the person's employment status changes; authorizing the department to contract with vendors to issue MMTC employee identification cards; requiring the department to inspect an MMTC and its facilities upon a complaint and to biennially inspect each permitted facility; authorizing the department to conduct additional inspections of a facility; conforming a provision to changes made by the act; establishing that each MMTC licensed by the department before a specified date may continue operations under s. 381.986, F.S. (2018), and any rules adopted thereunder until the department is able to register MMTCs and to issue operational licenses and facility permits under this act; requiring the department to register such licensed MMTC and issue it cultivation, processing, retail, and transportation licenses and the appropriate facility and vehicle permits as soon as practicable; providing for the expiration of such registration, operating licenses, and facility permits; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Paragraph (j) of subsection (1) and subsections (8), (9), (10), and (17) of section 381.986, Florida Statutes, are amended to read:

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381.986 Medical use of marijuana.

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(1) DEFINITIONS.—As used in this section, the term:

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(j) "Medical use" means the acquisition, possession, use, delivery, transfer, or administration of marijuana authorized by a physician certification. The term does not include:

- 1. Possession, use, or administration of marijuana that was not purchased or acquired from a medical marijuana treatment center.
- 2. Possession, use, or administration of marijuana in a form for smoking, in the form of commercially produced food items other than edibles, or of marijuana seeds or flower, except for flower in a sealed, tamper-proof receptacle for vaping.
- 3. Use or administration of any form or amount of marijuana in a manner that is inconsistent with the qualified physician's directions or physician certification.
- 4. Transfer of marijuana to a person other than the qualified patient for whom it was authorized or the qualified patient's caregiver on behalf of the qualified patient.
- 5. Use or administration of marijuana in the following locations:
- a. On any form of public transportation, except for low-THC cannabis.
 - b. In any public place, except for low-THC cannabis.
- c. In a qualified patient's place of employment, except when permitted by his or her employer.
- d. In a state correctional institution, as defined in s. 944.02, or a correctional institution, as defined in s. 944.241.
- e. On the grounds of a preschool, primary school, or secondary school, except as provided in s. 1006.062.
 - f. In a school bus, a vehicle, an aircraft, or a motorboat,

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except for low-THC cannabis.

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For the purposes of this subparagraph, the exceptions for low-THC cannabis do not include the smoking of low-THC cannabis.

- (8) MEDICAL MARIJUANA TREATMENT CENTERS.-
- (a) The department shall license medical marijuana treatment centers to ensure reasonable statewide accessibility and availability as necessary for qualified patients registered in the medical marijuana use registry and who are issued a physician certification under this section.

1. As soon as practicable, but no later than July 3, 2017, the department shall license as a medical marijuana treatment center any entity that holds an active, unrestricted license to cultivate, process, transport, and dispense low-THC cannabis, medical cannabis, and cannabis delivery devices, under former s. 381.986, Florida Statutes 2016, before July 1, 2017, and which meets the requirements of this section. In addition to the authority granted under this section, these entities are authorized to dispense low-THC cannabis, medical cannabis, and cannabis delivery devices ordered pursuant to former s. 381.986, Florida Statutes 2016, which were entered into the compassionate use registry before July 1, 2017, and are authorized to begin dispensing marijuana under this section on July 3, 2017. The department may grant variances from the representations made in such an entity's original application for approval under former s. 381.986, Florida Statutes 2014, pursuant to paragraph (e).

2. The department shall license as medical marijuana treatment centers 10 applicants that meet the requirements of this section, under the following parameters:

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a. As soon as practicable, but no later than August 1, 2017, the department shall license any applicant whose application was reviewed, evaluated, and scored by the department and which was denied a dispensing organization license by the department under former s. 381.986, Florida Statutes 2014; which had one or more administrative or judicial challenges pending as of January 1, 2017, or had a final ranking within one point of the highest final ranking in its region under former s. 381.986, Florida Statutes 2014; which meets the requirements of this section; and which provides documentation to the department that it has the existing infrastructure and technical and technological ability to begin cultivating marijuana within 30 days after registration as a medical marijuana treatment center.

b. As soon as practicable, the department shall license one applicant that is a recognized class member of *Pigford v*.

Glickman, 185 F.R.D. 82 (D.D.C. 1999), or *In Re Black Farmers*Litig., 856 F. Supp. 2d 1 (D.D.C. 2011). An applicant licensed under this sub-subparagraph is exempt from the requirement of subparagraph (b) 2.

c. As soon as practicable, but no later than October 3, 2017, the department shall license applicants that meet the requirements of this section in sufficient numbers to result in 10 total licenses issued under this subparagraph, while accounting for the number of licenses issued under subsubparagraphs a. and b.

3. For up to two of the licenses issued under subparagraph 2., the department shall give preference to applicants that demonstrate in their applications that they own one or more

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facilities that are, or were, used for the canning, concentrating, or otherwise processing of citrus fruit or citrus molasses and will use or convert the facility or facilities for the processing of marijuana.

4. Within 6 months after the registration of 100,000 active qualified patients in the medical marijuana use registry, the department shall license four additional medical marijuana treatment centers that meet the requirements of this section.

Thereafter, the department shall license four medical marijuana treatment centers within 6 months after the registration of each additional 100,000 active qualified patients in the medical marijuana use registry that meet the requirements of this section.

5. Dispensing facilities are subject to the following requirements:

a. A medical marijuana treatment center may not establish or operate more than a statewide maximum of 25 dispensing facilities, unless the medical marijuana use registry reaches a total of 100,000 active registered qualified patients. When the medical marijuana use registry reaches 100,000 active registered qualified patients, and then upon each further instance of the total active registered qualified patients increasing by 100,000, the statewide maximum number of dispensing facilities that each licensed medical marijuana treatment center may establish and operate increases by five.

b. A medical marijuana treatment center may not establish more than the maximum number of dispensing facilities allowed in each of the Northwest, Northeast, Central, Southwest, and Southeast Regions. The department shall determine a medical

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marijuana treatment center's maximum number of dispensing facilities allowed in each region by calculating the percentage of the total statewide population contained within that region and multiplying that percentage by the medical marijuana treatment center's statewide maximum number of dispensing facilities established under sub-subparagraph a., rounded to the nearest whole number. The department shall ensure that such rounding does not cause a medical marijuana treatment center's total number of statewide dispensing facilities to exceed its statewide maximum. The department shall initially calculate the maximum number of dispensing facilities allowed in each region for each medical marijuana treatment center using county population estimates from the Florida Estimates of Population 2016, as published by the Office of Economic and Demographic Research, and shall perform recalculations following the official release of county population data resulting from each United States Decennial Census. For the purposes of this subparagraph:

- (I) The Northwest Region consists of Bay, Calhoun, Escambia, Franklin, Gadsden, Gulf, Holmes, Jackson, Jefferson, Leon, Liberty, Madison, Okaloosa, Santa Rosa, Taylor, Wakulla, Walton, and Washington Counties.
- (II) The Northeast Region consists of Alachua, Baker,
 Bradford, Clay, Columbia, Dixie, Duval, Flagler, Gilchrist,
 Hamilton, Lafayette, Levy, Marion, Nassau, Putnam, St. Johns,
 Suwannee, and Union Counties.
- (III) The Central Region consists of Brevard, Citrus,
 Hardee, Hernando, Indian River, Lake, Orange, Osceola, Pasco,
 Pinellas, Polk, Seminole, St. Lucie, Sumter, and Volusia

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Counties.

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(IV) The Southwest Region consists of Charlotte, Collier, DeSoto, Glades, Hendry, Highlands, Hillsborough, Lee, Manatee, Okeechobee, and Sarasota Counties.

(V) The Southeast Region consists of Broward, Miami-Dade, Martin, Monroe, and Palm Beach Counties.

c. If a medical marijuana treatment center establishes a number of dispensing facilities within a region that is less than the number allowed for that region under sub-subparagraph b., the medical marijuana treatment center may sell one or more of its unused dispensing facility slots to other licensed medical marijuana treatment centers. For each dispensing facility slot that a medical marijuana treatment center sells, that medical marijuana treatment center's statewide maximum number of dispensing facilities, as determined under subsubparagraph a., is reduced by one. The statewide maximum number of dispensing facilities for a medical marijuana treatment center that purchases an unused dispensing facility slot is increased by one per slot purchased. Additionally, the sale of a dispensing facility slot shall reduce the seller's regional maximum and increase the purchaser's regional maximum number of dispensing facilities, as determined in sub-subparagraph b., by one for that region. For any slot purchased under this subsubparagraph, the regional restriction applied to that slot's location under sub-subparagraph b. before the purchase shall remain in effect following the purchase. A medical marijuana treatment center that sells or purchases a dispensing facility slot must notify the department within 3 days of sale.

d. This subparagraph shall expire on April 1, 2020.

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If this subparagraph or its application to any person or circumstance is held invalid, the invalidity does not affect other provisions or applications of this act which can be given effect without the invalid provision or application, and to this end, the provisions of this subparagraph are severable.

(b) An applicant for licensure as a medical marijuana treatment center shall apply to the department on a form prescribed by the department and adopted in rule. The department shall adopt rules pursuant to ss. 120.536(1) and 120.54 establishing a procedure for the issuance and biennial renewal of licenses, including initial application and biennial renewal fees sufficient to cover the costs of implementing and administering this section, and establishing supplemental licensure fees for payment beginning May 1, 2018, sufficient to cover the costs of administering ss. 381.989 and 1004.4351. The department shall identify applicants with strong diversity plans reflecting this state's commitment to diversity and implement training programs and other educational programs to enable minority persons and minority business enterprises, as defined in s. 288.703, and veteran business enterprises, as defined in s. 295.187, to compete for medical marijuana treatment center licensure and contracts. Subject to the requirements in subparagraphs (a) 2.-4., the department shall issue a license to an applicant if the applicant meets the requirements of this section and pays the initial application fee. The department shall renew the licensure of a medical marijuana treatment center biennially if the licensee meets the requirements of this section and pays the biennial renewal fee. An individual may not

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be an applicant, owner, officer, board member, or manager on more than one application for licensure as a medical marijuana treatment center. An individual or entity may not be awarded more than one license as a medical marijuana treatment center. An applicant for licensure as a medical marijuana treatment center must demonstrate:

- 1. That, for the 5 consecutive years before submitting the application, the applicant has been registered to do business in the state.
- 2. Possession of a valid certificate of registration issued by the Department of Agriculture and Consumer Services pursuant to s. 581.131.
- 3. The technical and technological ability to cultivate and produce marijuana, including, but not limited to, low-THC cannabis.
- 4. The ability to secure the premises, resources, and personnel necessary to operate as a medical marijuana treatment center.
- 5. The ability to maintain accountability of all raw materials, finished products, and any byproducts to prevent diversion or unlawful access to or possession of these substances.
- 6. An infrastructure reasonably located to dispense marijuana to registered qualified patients statewide or regionally as determined by the department.
- 7. The financial ability to maintain operations for the duration of the 2-year approval cycle, including the provision of certified financial statements to the department.
 - a. Upon approval, the applicant must post a \$5 million

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performance bond issued by an authorized surety insurance company rated in one of the three highest rating categories by a nationally recognized rating service. However, a medical marijuana treatment center serving at least 1,000 qualified patients is only required to maintain a \$2 million performance bond.

b. In lieu of the performance bond required under subsubparagraph a., the applicant may provide an irrevocable letter
of credit payable to the department or provide cash to the
department. If provided with cash under this sub-subparagraph,
the department shall deposit the cash in the Grants and
Donations Trust Fund within the Department of Health, subject to
the same conditions as the bond regarding requirements for the
applicant to forfeit ownership of the funds. If the funds
deposited under this sub-subparagraph generate interest, the
amount of that interest shall be used by the department for the
administration of this section.

8. That all owners, officers, board members, and managers have passed a background screening pursuant to subsection (9).

9. The employment of a medical director to supervise the activities of the medical marijuana treatment center.

10. A diversity plan that promotes and ensures the involvement of minority persons and minority business enterprises, as defined in s. 288.703, or veteran business enterprises, as defined in s. 295.187, in ownership, management, and employment. An applicant for licensure renewal must show the effectiveness of the diversity plan by including the following with his or her application for renewal:

a. Representation of minority persons and veterans in the

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20191322 407 medical marijuana treatment center's workforce; 408 b. Efforts to recruit minority persons and veterans for 409 employment; and 410 c. A record of contracts for services with minority 411 business enterprises and veteran business enterprises. 412 (c) A medical marijuana treatment center may not make a 413 wholesale purchase of marijuana from, or a distribution of marijuana to, another medical marijuana treatment center, unless 414 415 the medical marijuana treatment center seeking to make a wholesale purchase of marijuana submits proof of harvest failure 416 417 to the department. 418 (d) Department responsibilities.—The department shall: 419 1. Adopt by rule: 420 a. Operating standards for the cultivation, processing, 421 packaging, and labeling of marijuana; 422 b. Standards for the sale of marijuana; and 423 c. Procedures and requirements for: 424 (I) The registration and registration renewal of medical 425 marijuana treatment centers (MMTCs); 426 (II) The issuance and renewal of cultivation, processing, 427 retail, and transportation operating licenses; 428 (III) The issuance and renewal of cultivation, processing, 429 dispensary, and storage facility permits and of vehicle permits; 430 (IV) The registration of all principals, employees, and 431 contractors of an MMTC who will participate in the operations of 432 the MMTC; and 433 (V) The issuance of MMTC employee identification cards to 434 registered principals, employees, and contractors of MMTCs.

2. Establish, maintain, and control a computer software

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tracking system that traces marijuana from seed to sale and allows real-time, 24-hour access by the department to data from all MMTCs medical marijuana treatment centers and marijuana testing laboratories. The tracking system must allow for integration of other seed-to-sale systems and, at a minimum, include notification of when marijuana seeds are planted, when marijuana plants are harvested and destroyed, and when marijuana is transported, sold, stolen, diverted, or lost. Each MMTC must medical marijuana treatment center shall use the seed-to-sale tracking system established by the department or integrate its own seed-to-sale tracking system with the seed-to-sale tracking system established by the department. Each MMTC medical marijuana treatment center may use its own seed-to-sale system until the department establishes a seed-to-sale tracking system. The department may contract with a vendor to establish the seedto-sale tracking system. The vendor selected by the department may not have a contractual relationship with the department to perform any services pursuant to this section other than the seed-to-sale tracking system. The vendor may not have a direct or indirect financial interest in an MMTC a medical marijuana treatment center or a marijuana testing laboratory.

(b) Registration.-

- 1. The department shall adopt by rule an MMTC registration form that must, at a minimum, require an applicant to provide:
 - a. Its full legal name;
- b. The physical address of each location where it will apply for a facility permit to cultivate, process, dispense, or store marijuana;
 - c. The name, address, and date of birth of its principals;

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d. The name, address, and date of birth of its current employees and contractors who will participate in the operations of the MMTC; and

- e. The operation or operations in which it intends to engage, which may include one or more of the following:
 - (I) Cultivation.
 - (II) Processing.
- 472 (III) Retail.

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- 473 (IV) Transportation.
 - 2. To be registered as an MMTC, an applicant must submit to the department:
 - a. The applicant's completed registration form;
 - b. Personnel registration forms, as described in subsection (9), for all principals, employees, and contractors listed on the applicant's registration form who will participate in the operations of the MMTC. The department may not register the applicant as an MMTC until all principals, employees, and contractors listed on the applicant's registration form have registered with the department and are issued MMTC employee identification cards;
 - c. Proof that all principals listed on the applicant's registration form who will not participate in the operations of the MMTC have passed a level 2 background screening pursuant to chapter 435 within the previous year;
 - d. Proof that the MMTC has the capability to comply with seed-to-sale tracking system requirements;
 - e. Proof of the applicant's financial ability to maintain operations for the duration of the registration; and
 - f. A \$1 million performance and compliance bond, to be

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forfeited if the MMTC fails to comply with:

- (I) Registration requirements in this subsection during the registration period; or
- (II) Material requirements of this section which are applicable to the functions the applicant intends to perform, as indicated on the registration form.
 - 3. A registration expires 2 years after the date issued.
- 4. An MMTC must obtain an operating license for each operation it will perform. Registration as an MMTC is not sufficient to cultivate, process, dispense, or transport marijuana.
 - (c) Cultivation licenses and processing licenses.-
- 1. A registered MMTC may apply for a cultivation license, a processing license, or both. When applying, the MMTC must provide the department, at a minimum, all of the following:
- <u>a. A completed cultivation license or processing license</u> application form.
- b. The physical address of each location where marijuana will be cultivated, processed, or stored.
- c. Proof of an established infrastructure or the ability to establish an infrastructure in a reasonable amount of time which is designed for cultivation, processing, testing, packaging, and labeling marijuana and to maintain the infrastructure's security and prevent the theft or diversion of any marijuana, as applicable to the license or licenses requested.
- d. Proof that the applicant possesses the technical and technological ability to cultivate and test marijuana or process and test marijuana, as applicable to the license or licenses requested.

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e. Proof of operating procedures designed to secure and maintain accountability for all marijuana and marijuana-related byproducts that come into the applicant's possession, and to comply with the required seed-to-sale tracking system.

- 2. Cultivation licenses and processing licenses expire 2 years after the date issued. In order to renew a license, the licensee must meet all of the requirements for initial licensure; must provide all of the documentation required under subparagraph 1.; and must not have any uncorrected substantial violations of the standards adopted by department rule for the cultivation, processing, testing, packaging, and labeling of marijuana.
- 3. Before beginning cultivation or processing at any location, the licensee must obtain a facility permit from the department for that location pursuant to paragraph (g).
- 4. Licensees under this subsection may use contractors to assist with the cultivation or processing of marijuana, as applicable, but the licensee is ultimately responsible for all of the operations performed by each contractor relating to the cultivation or processing of marijuana and is responsible for the physical possession of all marijuana. All work done by a contractor must be performed at a location with a facility permit issued by the department. All principals and employees of contractors who participate in the operations of the licensee must be registered with the department and issued MMTC employee identification cards.
- 5. All marijuana byproducts that cannot be processed or that cannot be reprocessed must be destroyed by the cultivation licensee or processing licensee or its contractor within 30 days

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after the production of the byproducts.

- 6. Licensees under this subsection may wholesale marijuana only to other registered MMTCs.
- 7. Transportation or delivery of marijuana outside of the property owned by a licensee under this subsection may be performed only by an MMTC that holds a transportation license issued pursuant to paragraph (f).
- (e) A licensed medical marijuana treatment center shall cultivate, process, transport, and dispense marijuana for medical use. A licensed medical marijuana treatment center may not contract for services directly related to the cultivation, processing, and dispensing of marijuana or marijuana delivery devices, except that a medical marijuana treatment center licensed pursuant to subparagraph (a) 1. may contract with a single entity for the cultivation, processing, transporting, and dispensing of marijuana and marijuana delivery devices. A licensed medical marijuana treatment center must, at all times, maintain compliance with the criteria demonstrated and representations made in the initial application and the criteria established in this subsection. Upon request, the department may grant a medical marijuana treatment center a variance from the representations made in the initial application. Consideration of such a request shall be based upon the individual facts and circumstances surrounding the request. A variance may not be granted unless the requesting medical marijuana treatment center can demonstrate to the department that it has a proposed alternative to the specific representation made in its application which fulfills the same or a similar purpose as the specific representation in a way that the department can

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reasonably determine will not be a lower standard than the specific representation in the application. A variance may not be granted from the requirements in subparagraph 2. and subparagraphs (b) 1. and 2.

1. A licensed medical marijuana treatment center may transfer ownership to an individual or entity who meets the requirements of this section. A publicly traded corporation or publicly traded company that meets the requirements of this section is not precluded from ownership of a medical marijuana treatment center. To accommodate a change in ownership:

a. The licensed medical marijuana treatment center shall notify the department in writing at least 60 days before the anticipated date of the change of ownership.

b. The individual or entity applying for initial licensure due to a change of ownership must submit an application that must be received by the department at least 60 days before the date of change of ownership.

c. Upon receipt of an application for a license, the department shall examine the application and, within 30 days after receipt, notify the applicant in writing of any apparent errors or omissions and request any additional information required.

d. Requested information omitted from an application for licensure must be filed with the department within 21 days after the department's request for omitted information or the application shall be deemed incomplete and shall be withdrawn from further consideration and the fees shall be forfeited.

Within 30 days after the receipt of a complete application, the

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department shall approve or deny the application.

2. A medical marijuana treatment center, and any individual or entity who directly or indirectly owns, controls, or holds with power to vote 5 percent or more of the voting shares of a medical marijuana treatment center, may not acquire direct or indirect ownership or control of any voting shares or other form of ownership of any other medical marijuana treatment center.

- 3. A medical marijuana treatment center may not enter into any form of profit-sharing arrangement with the property owner or lessor of any of its facilities where cultivation, processing, storing, or dispensing of marijuana and marijuana delivery devices occurs.
- 4. All employees of a medical marijuana treatment center must be 21 years of age or older and have passed a background screening pursuant to subsection (9).
- 5. Each medical marijuana treatment center must adopt and enforce policies and procedures to ensure employees and volunteers receive training on the legal requirements to dispense marijuana to qualified patients.
- 8.6. When growing marijuana, a <u>licensed cultivation MMTC</u> medical marijuana treatment center:
- a. May use pesticides determined by the department, after consultation with the Department of Agriculture and Consumer Services, to be safely applied to plants intended for human consumption, but may not use pesticides designated as restricted-use pesticides pursuant to s. 487.042.
- b. Must grow marijuana within an enclosed <u>permitted</u> <u>cultivation facility</u> <u>structure</u> and in a room separate from any other plant.

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c. Must inspect seeds and growing plants for plant pests that endanger or threaten the horticultural and agricultural interests of the state in accordance with chapter 581 and any rules adopted thereunder.

- d. Must perform fumigation or treatment of plants, or remove and destroy infested or infected plants, in accordance with chapter 581 and any rules adopted thereunder.
- 7. Each medical marijuana treatment center must produce and make available for purchase at least one low-THC cannabis product.
- 9.8. An MMTC A medical marijuana treatment center that produces edibles must hold a permit to operate as a food establishment pursuant to chapter 500, the Florida Food Safety Act, and must comply with all the requirements for food establishments pursuant to chapter 500 and any rules adopted thereunder. Edibles may not contain more than 200 milligrams of tetrahydrocannabinol, and a single serving portion of an edible may not exceed 10 milligrams of tetrahydrocannabinol. Edibles may have a potency variance of no greater than 15 percent. Edibles may not be attractive to children; be manufactured in the shape of humans, cartoons, or animals; be manufactured in a form that bears any reasonable resemblance to products available for consumption as commercially available candy; or contain any color additives. To discourage consumption of edibles by children, the department shall determine by rule any shapes, forms, and ingredients allowed and prohibited for edibles. MMTCs Medical marijuana treatment centers may not begin processing or dispensing edibles until after the effective date of the rule. The department shall also adopt sanitation rules providing the

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standards and requirements for the storage, display, or dispensing of edibles.

- 9. Within 12 months after licensure, a medical marijuana treatment center must demonstrate to the department that all of its processing facilities have passed a Food Safety Good Manufacturing Practices, such as Global Food Safety Initiative or equivalent, inspection by a nationally accredited certifying body. A medical marijuana treatment center must immediately stop processing at any facility which fails to pass this inspection until it demonstrates to the department that such facility has met this requirement.
- 10. When processing marijuana, a <u>licensed processing MMTC</u> medical marijuana treatment center must:
- a. Process the marijuana within an enclosed <u>permitted</u> <u>processing facility structure</u> and in a room separate from other plants or products.
- b. Comply with department rules when processing marijuana with hydrocarbon solvents or other solvents or gases exhibiting potential toxicity to humans. The department shall determine by rule the requirements for MMTCs medical marijuana treatment centers to use such solvents or gases exhibiting potential toxicity to humans.
- c. Comply with federal and state laws and regulations and department rules for solid and liquid wastes. The department shall determine by rule procedures for the storage, handling, transportation, management, and disposal of solid and liquid waste generated during marijuana production and processing. The Department of Environmental Protection shall assist the department in developing such rules.

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d. Test the processed marijuana using a medical marijuana testing laboratory before it is sold or dispensed. Results must be verified and signed by two MMTC medical marijuana treatment center employees. Before dispensing, the MMTC medical marijuana treatment center must determine that the test results indicate that low-THC cannabis meets the definition of low-THC cannabis, the concentration of tetrahydrocannabinol meets the potency requirements of this section, the labeling of the concentration of tetrahydrocannabinol and cannabidiol is accurate, and all marijuana is safe for human consumption and free from contaminants that are unsafe for human consumption. The department shall determine by rule which contaminants must be tested for and the maximum levels of each contaminant which are safe for human consumption. The Department of Agriculture and Consumer Services shall assist the department in developing the testing requirements for contaminants that are unsafe for human consumption in edibles. The department shall also determine by rule the procedures for the treatment of marijuana that fails to meet the testing requirements of this section, s. 381.988, or department rule. The department may select a random sample from edibles available for purchase in a dispensing facility which shall be tested by the department to determine that the edible meets the potency requirements of this section, is safe for human consumption, and the labeling of the tetrahydrocannabinol and cannabidiol concentration is accurate. An MMTC A medical marijuana treatment center may not require payment from the department for the sample. An MMTC A medical marijuana treatment center must recall edibles, including all edibles made from the same batch of marijuana, which fail to meet the potency

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requirements of this section, which are unsafe for human consumption, or for which the labeling of the tetrahydrocannabinol and cannabidiol concentration is inaccurate. The MMTC medical marijuana treatment center must retain records of all testing and samples of each homogenous batch of marijuana for at least 9 months. The MMTC medical marijuana treatment center must contract with a marijuana testing laboratory to perform audits on the MMTC's medical marijuana treatment center's standard operating procedures, testing records, and samples and provide the results to the department to confirm that the marijuana or low-THC cannabis meets the requirements of this section and that the marijuana or low-THC cannabis is safe for human consumption. An MMTC $\frac{A}{A}$ medical marijuana treatment center shall reserve two processed samples from each batch and retain such samples for at least 9 months for the purpose of such audits. An MMTC A medical marijuana treatment center may use a laboratory that has not been certified by the department under s. 381.988 until such time as at least one laboratory holds the required certification, but in no event later than July 1, 2018.

- e. Package the marijuana in compliance with the United States Poison Prevention Packaging Act of 1970, 15 U.S.C. ss. 1471 et seq.
- f. Package the marijuana in a receptacle that has a firmly affixed and legible label stating the following information:
- (I) The marijuana or low-THC cannabis meets the requirements of sub-subparagraph d.
- (II) The name of the $\underline{\text{MMTC}}$ medical marijuana treatment center from which the marijuana originates.

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(III) The batch number and harvest number from which the marijuana originates and the date sold or dispensed.

(IV) The name of the physician who issued the physician certification.

(V) The name of the patient.

(IV) (VI) The product name, if applicable, and dosage form, including concentration of tetrahydrocannabinol and cannabidiol. The product name may not contain wording commonly associated with products marketed by or to children.

(V) (VII) The recommended dose.

 $\underline{\text{(VI)}}$ (VIII) A warning that it is illegal to transfer medical marijuana to another person.

 $\underline{\text{(VII)}}$ (IX) A marijuana universal symbol developed by the department.

- 11. The MMTC that packages the marijuana medical marijuana treatment center shall include in each package a patient package insert with information on the specific product dispensed related to:
 - a. Clinical pharmacology.
 - b. Indications and use.
 - c. Dosage and administration.
 - d. Dosage forms and strengths.
 - e. Contraindications.
 - f. Warnings and precautions.
 - g. Adverse reactions.
- 12. Each edible shall be individually sealed in plain, opaque wrapping marked only with the marijuana universal symbol. Where practical, each edible shall be marked with the marijuana universal symbol. In addition to the packaging and labeling

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requirements in subparagraphs 10. and 11., edible receptacles must be plain, opaque, and white without depictions of the product or images other than the MMTC's medical marijuana treatment center's department-approved logo and the marijuana universal symbol. The receptacle must also include a list all of the edible's ingredients, storage instructions, an expiration date, a legible and prominent warning to keep away from children and pets, and a warning that the edible has not been produced or inspected pursuant to federal food safety laws.

(d) Retail licenses.-

- 1. A registered MMTC may apply for a retail license. When applying, the MMTC must provide the department, at a minimum, all of the following:
 - a. A completed retail license application form.
- b. A statement by the applicant indicating whether the applicant intends to dispense by delivery. A retail licensee may not deliver marijuana without also obtaining a transportation license pursuant to paragraph (f).
- c. The physical address of each location where marijuana will be dispensed or stored.
- d. Identifying information for all other current or previous retail licenses held by the applicant or any of the applicant's principals.
- e. Proof of operating procedures designed to secure and maintain accountability for all marijuana that the applicant receives and possesses; to ensure that the allowed amount of marijuana and the specified type of marijuana is correctly dispensed to a qualified patient or his or her caregiver pursuant to a physician certification; and to monitor the

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medical marijuana patient registry and electronically update the registry with dispensing information.

- 2. A retail license expires 2 years after the date it is issued. The retail licensee must apply for a renewed license before the expiration date. In order to renew a license, a retail licensee must meet all of the requirements for initial licensure; must provide all of the documents required under paragraph (a); and must not have any outstanding substantial violations of the applicable standards adopted by department rule.
- 3. Before beginning to dispense or store marijuana, the licensee must obtain a facility permit from the department for each location where marijuana will be dispensed or stored. If a facility's permit expires or is suspended or revoked, the MMTC must cease all applicable operations at that facility until the department inspects the facility and renews or reinstates the facility's permit.
- 4. A dispensary facility may not repackage or modify marijuana that has already been packaged for dispensary sale by a cultivation licensee or processing licensee, unless the repackaging is of unprocessed marijuana and is done in accordance with instructions from the cultivator and such repackaging is documented in the required seed-to-sale tracking system.
- 5. A retail licensee may contract with an MMTC that has a transportation license to transport marijuana between properties owned by the retail licensee, to deliver the marijuana to the residence of a qualified patient, and to pick up returns of marijuana.

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6. Onsite consumption or administration of marijuana at a dispensary facility is prohibited.

- 7.13. When dispensing marijuana or a marijuana delivery device, a <u>licensed retail MMTC</u> medical marijuana treatment center:
- a. May dispense any active, valid order for low-THC cannabis, medical cannabis and cannabis delivery devices issued pursuant to former s. 381.986, Florida Statutes 2016, which was entered into the medical marijuana use registry before July 1, 2017.
- b. May not dispense more than a 70-day supply of marijuana to a qualified patient or caregiver.
- c. Must have the MMTC's medical marijuana treatment center's employee who dispenses the marijuana or a marijuana delivery device enter into the medical marijuana use registry his or her name or unique employee identifier.
- d. Must verify that the qualified patient and the caregiver, if applicable, each have an active registration in the medical marijuana use registry and an active and valid medical marijuana use registry identification card, the amount and type of marijuana dispensed matches the physician certification in the medical marijuana use registry for that qualified patient, and the physician certification has not already been filled.
- e. Must label the marijuana or the marijuana delivery device with the name of the physician who issued the physician certification and the name of the patient for whom the certification was issued before it is dispensed.
 - f.e. May not dispense marijuana to a qualified patient who

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is younger than 18 years of age. If the qualified patient is younger than 18 years of age, marijuana may only be dispensed to the qualified patient's caregiver.

g.f. May not dispense or sell any other type of cannabis, alcohol, or illicit drug-related product, including pipes, bongs, or wrapping papers, other than a marijuana delivery device required for the medical use of marijuana and which is specified in a physician certification.

h.g. Must, upon dispensing the marijuana or marijuana delivery device, record in the registry the date, time, quantity, and form of marijuana dispensed; the type of marijuana delivery device dispensed; and the name and medical marijuana use registry identification number of the qualified patient or caregiver to whom the marijuana delivery device was dispensed.

 $\underline{\text{i.h.}}$ Must ensure that patient records are not visible to anyone other than the qualified patient, his or her caregiver, and authorized $\underline{\text{MMTC}}$ medical marijuana treatment center employees.

- (e) (f) <u>Security.</u>—To ensure the safety and security of premises where the cultivation, processing, storing, or dispensing of marijuana occurs, and to maintain adequate controls against the diversion, theft, and loss of marijuana or marijuana delivery devices, <u>an MMTC</u> a medical marijuana treatment center shall:
- 1.a. Maintain a fully operational security alarm system that secures all entry points and perimeter windows and is equipped with motion detectors; pressure switches; and duress, panic, and hold-up alarms; and
 - b. Maintain a video surveillance system that records

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continuously 24 hours a day and meets the following criteria:

- (I) Cameras are fixed in a place that allows for the clear identification of persons and activities in controlled areas of the premises. Controlled areas include grow rooms, processing rooms, storage rooms, disposal rooms or areas, and point-of-sale rooms.
- (II) Cameras are fixed in entrances and exits to the premises, which shall record from both indoor and outdoor, or ingress and egress, vantage points.
- (III) Recorded images must clearly and accurately display the time and date.
- (IV) Retain video surveillance recordings for at least 45 days or longer upon the request of a law enforcement agency.
- 2. Ensure that the <u>MMTC's</u> medical marijuana treatment center's outdoor premises have sufficient lighting from dusk until dawn.
- 3. Ensure that the indoor premises where dispensing occurs includes a waiting area with sufficient space and seating to accommodate qualified patients and caregivers and at least one private consultation area that is isolated from the waiting area and area where dispensing occurs. An MMTC A medical marijuana treatment center may not display products or dispense marijuana or marijuana delivery devices in the waiting area.
- 4. Not dispense from its premises marijuana or a marijuana delivery device between the hours of 9 p.m. and 7 a.m., but may perform all other operations and deliver marijuana to qualified patients 24 hours a day.
 - 5. Store marijuana in a secured, locked room or a vault.
 - 6. Require at least two of its employees, or two employees

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of a security agency with whom it contracts, to be on the premises at all times where cultivation, processing, or storing of marijuana occurs.

- 7. Require each employee or contractor to wear a photo identification badge at all times while on the premises.
- 8. Require each visitor to wear a visitor pass at all times while on the premises.
 - 9. Implement an alcohol and drug-free workplace policy.
- 10. Report to local law enforcement within 24 hours after the $\underline{\text{MMTC}}$ medical marijuana treatment center is notified or becomes aware of the theft, diversion, or loss of marijuana.
 - (f) Transportation licenses; vehicle permits.—
- 1. A registered MMTC may apply for a transportation license. When applying, the MMTC must provide the department, at a minimum, all of the following:
 - a. The physical address of the MMTC's place of business.
- b. Proof of a documentation system in accordance with the required seed-to-sale tracking system, including transportation manifests, for transporting marijuana between licensed facilities and to qualified patients.
- $\underline{\text{c. Proof of health and sanitation standards for the}}$ transportation of marijuana.
- <u>d. Proof that all marijuana transported between licensed facilities will be transported in tamper-evident shipping containers.</u>
- 2. Marijuana may not be transported on the property of an airport, a seaport, a spaceport, or any property of the Federal Government.
 - 3. A transportation licensee may transport marijuana and

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marijuana delivery devices only in a vehicle that is owned or leased by the licensee or a contractor of the licensee and for which a valid vehicle permit has been issued by the department.

- 4. A vehicle permit may be obtained by an MMTC holding a transportation license upon submission of an application. The MMTC must designate as the driver for each permitted vehicle an employee or contracted employee who is registered with the department and who is authorized to possess marijuana when not on the property of the MMTC. Such designation must be displayed in the vehicle at all times. Each permitted vehicle must be GPS-monitored. A vehicle permit remains valid and does not expire unless the MMTC or its contractor disposes of the permitted vehicle or the MMTC's registration or transportation license is transferred, canceled, not renewed, or revoked by the department. The department shall cancel a vehicle permit upon the request of the MMTC or its contractor.
- 5. When transporting marijuana, a permitted vehicle is 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 MMTC is operating in compliance with this section.
- 6. An MMTC with a transportation license may deliver, or contract for the delivery of, marijuana and marijuana delivery devices to other MMTCs and to qualified patients and caregivers within this state. When delivering to a qualified patient or caregiver, an MMTC or its contractor must verify the identity of the qualified patient upon placement of the delivery order and again upon delivery. Deliveries may only be made to the same

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A county or municipality may not prohibit deliveries of marijuana and marijuana delivery devices to qualified patients within the county or municipality. The department shall adopt rules specific to the delivery of marijuana to qualified patients and caregivers. Such rules must include:

- a. Procedures for verifying the identity of the person submitting and receiving a delivery, including required training for delivery personnel; and
- b. A maximum dispensary value for all marijuana and currency that may be in the possession of a registered MMTC employee or contractor while he or she makes a delivery. The value established by rule may not be less than \$5,000.
- 7. Licensees under this subsection may use contractors to assist with the transportation of marijuana, but the licensee is ultimately responsible for all of the actions and operations of each contractor relating to the transportation of marijuana and must know the location of all marijuana at all times. All principals and employees of contractors contracted by a licensee under this subsection who will participate in the operations of the licensee must be registered with the department and issued MMTC employee identification cards.

(g) Facility permits.

1. Before cultivating, processing, dispensing, or storing marijuana at any location, an MMTC must apply to the department for the applicable facility permit for that facility. The department must adopt by rule an application form. Upon receiving a request for a permit from a licensee, the department shall inspect the facility for compliance with this section and

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rules adopted hereunder, and, upon a determination of

compliance, shall issue a permit to the facility. The department

must issue or deny the facility permit within 30 days after

receiving the request for a permit.

- 2. A facility permit expires 2 years after the date it is issued. Each facility must be inspected by the department for compliance with this section and rules adopted hereunder before the facility's permit is renewed.
- 3. If a facility permit expires or is suspended or revoked, the MMTC must cease all applicable operations at that facility until the department inspects the facility and renews or reinstates the facility's permit.
- 4. Cultivation facilities and processing facilities must be:
- <u>a. Insured with at least \$1 million of hazard and liability</u> insurance per location; and
- b. Secure, closed to the public, and unless an ordinance allows the facility to be located within 1,000 feet, be located at least 1,000 feet away from any existing public or private elementary or secondary school, a child care facility as defined in s. 402.302, or a licensed service provider offering substance abuse services.
- 5. All matters regarding the permitting and regulation of cultivation facilities and processing facilities, including the location of such facilities, are preempted to the state.
 - 6. Dispensary facilities and storage facilities must be:
- a. Insured with at least \$500,000 of hazard and liability insurance for each facility where marijuana is dispensed or stored; and

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b. Located at least 1,000 feet away from any existing public or private elementary or secondary school, child care facility as defined in s. 402.302, or licensed service provider offering substance abuse services.

- 7. The governing body of a county or municipality may, by ordinance, prohibit dispensary facilities from being located within its jurisdiction but may not prohibit an MMTC with a retail license or its permitted storage facility from being located within its jurisdiction if the licensee is delivering or contracting to deliver marijuana to qualifying patients within the jurisdiction. The department may not issue a facility permit for a dispensary facility in a county or municipality where the board of county commissioners of that county or the city council or other legislative body of that municipality has adopted such an ordinance. A county or municipality may levy a local business tax on a dispensary facility. An ordinance adopted by a municipality or county pursuant to this paragraph may not:
- a. Provide exclusive access to one or several individuals or entities to operate dispensary facilities within the jurisdiction.
- b. Prohibit specific individuals or entities from operating a dispensary facility within the jurisdiction if the ordinance allows dispensary facilities to operate in the jurisdiction.
- c. Prohibit the delivery of marijuana to qualifying patients within the jurisdiction by a properly licensed MMTC located within the jurisdiction.
- 8. The department may adopt by rule additional requirements for the permitting of cultivation, processing, dispensary, and storage facilities to ensure the sanitary, safe, and secure

24-00500-19 20191322 1074 cultivation, processing, dispensing, storage, and sale of 1075 marijuana. 1076 (g) To ensure the safe transport of marijuana and marijuana 1077 delivery devices to medical marijuana treatment centers, 1078 marijuana testing laboratories, or qualified patients, a medical 1079 marijuana treatment center must: 1080 1. Maintain a marijuana transportation manifest in any 1081 vehicle transporting marijuana. The marijuana transportation 1082 manifest must be generated from a medical marijuana treatment center's seed-to-sale tracking system and include the: 1083 1084 a. Departure date and approximate time of departure. 1085 b. Name, location address, and license number of the 1086 originating medical marijuana treatment center. 1087 c. Name and address of the recipient of the delivery. 1088 d. Quantity and form of any marijuana or marijuana delivery 1089 device being transported. e. Arrival date and estimated time of arrival. 1090 f. Delivery vehicle make and model and license plate 1091 1092 number. 1093 g. Name and signature of the medical marijuana treatment 1094 center employees delivering the product. 1095 (I) A copy of the marijuana transportation manifest must be 1096 provided to each individual, medical marijuana treatment center, 1097 or marijuana testing laboratory that receives a delivery. The individual, or a representative of the center or laboratory, 1098 1099 must sign a copy of the marijuana transportation manifest 1100 acknowledging receipt. (II) An individual transporting marijuana or a marijuana 1101

delivery device must present a copy of the relevant marijuana

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transportation manifest and his or her employee identification 1104 card to a law enforcement officer upon request.

- (III) Medical marijuana treatment centers and marijuana testing laboratories must retain copies of all marijuana transportation manifests for at least 3 years.
- 2. Ensure only vehicles in good working order are used to transport marijuana.
- 3. Lock marijuana and marijuana delivery devices in a separate compartment or container within the vehicle.
- 4. Require employees to have possession of their employee identification card at all times when transporting marijuana or marijuana delivery devices.
- 5. Require at least two persons to be in a vehicle transporting marijuana or marijuana delivery devices, and require at least one person to remain in the vehicle while the marijuana or marijuana delivery device is being delivered.
- 6. Provide specific safety and security training to employees transporting or delivering marijuana and marijuana delivery devices.
- (h) <u>Advertising.—An MMTC</u> A medical marijuana treatment center may not engage in advertising that is visible to members of the public from any street, sidewalk, park, or other public place, except:
- 1. An MMTC dispensary facility The dispensing location of A medical marijuana treatment center may have a sign that is affixed to the outside or hanging in the window of the premises which identifies the dispensary by the licensee's business name, a department-approved trade name, or a department-approved logo. An MMTC's A medical marijuana treatment center's trade name and

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logo may not contain wording or images commonly associated with marketing targeted toward children or which promote recreational use of marijuana.

- 2. An MMTC A medical marijuana treatment center may engage in Internet advertising and marketing under the following conditions:
 - a. All advertisements must be approved by the department.
- b. An advertisement may not have any content that specifically targets individuals under the age of 18, including cartoon characters or similar images.
- c. An advertisement may not be an unsolicited pop-up advertisement.
- d. Opt-in marketing must include an easy and permanent optout feature.
- (i) <u>Online retail catalogs.—Each retail MMTC medical</u>
 marijuana treatment center that dispenses marijuana and
 marijuana delivery devices shall make available to the public on
 its website:
- 1. Each marijuana and low-THC product available for purchase, including the form, strain of marijuana from which it was extracted, cannabidiol content, tetrahydrocannabinol content, dose unit, total number of doses available, and the ratio of cannabidiol to tetrahydrocannabinol for each product.
- 2. The price for a 30-day, 50-day, and 70-day supply at a standard dose for each marijuana and low-THC product available for purchase.
- 3. The price for each marijuana delivery device available for purchase.
 - 4. If applicable, any discount policies and eligibility

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1161 criteria for such discounts.

- (j) <u>Sourcing of marijuana for medical use.—MMTCs</u> <u>Medical</u> marijuana treatment centers are the sole source from which a qualified patient may legally obtain marijuana.
- (k) <u>Rulemaking.</u>—The department may adopt rules pursuant to $ss.\ 120.536(1)$ and 120.54 to implement this subsection.
- (9) MEDICAL MARIJUANA TREATMENT CENTER PERSONNEL; REGISTRATION; EMPLOYEE IDENTIFICATION CARDS.—
- (a) By October 3, 2019, the department shall adopt rules to administer the registration of MMTC principals, employees, and contractors who participate in the operations of an MMTC. Before hiring or contracting with any individual who is not registered with the department or who does not possess a current MMTC employee identification card, an MMTC must submit to the department an application to register that person as an MMTC employee. The department shall adopt by rule a form for such applications which requires the applicant to provide all of the following:
- 1. His or her full legal name, social security number, date of birth, and home address.
- 2. A full-face, passport-type, color photograph of the applicant taken within the 90 days immediately preceding registration.
- 3. Proof that he or she has passed a level 2 background screening pursuant to chapter 435 within the previous year.
- 4. Whether the applicant will be authorized by the MMTC to possess marijuana while not on MMTC property.
- (b) Once the department has received a completed application from an MMTC, the department shall register the

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principal, employee, or contractor associated with the MMTC and issue him or her an MMTC employee identification card that, at a minimum, includes all of the following:

- 1. The employee's name and the name of the MMTC that employs him or her.
- 2. The employee's photograph, as required under paragraph
 (a).
- 3. The expiration date of the card, which is 1 year after the date of its issuance.
- 4. Whether the employee is authorized by the MMTC to possess marijuana while not on MMTC property.
- (c) If any information provided to the department for the registration of an MMTC principal, employee, or contractor or in the application for an MMTC employee identification card changes or if the registered person's employment status with the MMTC changes, the registered person and the MMTC must update the department with the new information or status within 7 days after the change.
- (d) The department may contract with one or more vendors for the purpose of issuing MMTC employee identification cards under this subsection.
- (9) BACKGROUND SCREENING.—An individual required to undergo a background screening pursuant to this section must pass a level 2 background screening as provided under chapter 435, which, in addition to the disqualifying offenses provided in s. 435.04, shall exclude an individual who has an arrest awaiting final disposition for, has been found guilty of, regardless of adjudication, or has entered a plea of nolo contendere or guilty to an offense under chapter 837, chapter 895, or chapter 896 or

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similar law of another jurisdiction.

- (a) Such individual must submit a full set of fingerprints to the department or to a vendor, entity, or agency authorized by s. 943.053(13). The department, vendor, entity, or agency shall forward the fingerprints to the Department of Law Enforcement for state processing, and the Department of Law Enforcement shall forward the fingerprints to the Federal Bureau of Investigation for national processing.
- (b) Fees for state and federal fingerprint processing and retention shall be borne by the individual. The state cost for fingerprint processing shall be as provided in s. 943.053(3)(e) for records provided to persons or entities other than those specified as exceptions therein.
- (c) Fingerprints submitted to the Department of Law Enforcement pursuant to this subsection shall be retained by the Department of Law Enforcement as provided in s. 943.05(2)(g) and (h) and, when the Department of Law Enforcement begins participation in the program, enrolled in the Federal Bureau of Investigation's national retained print arrest notification program. Any arrest record identified shall be reported to the department.
- (10) MEDICAL MARIJUANA TREATMENT CENTER INSPECTIONS; ADMINISTRATIVE ACTIONS.—
- (a) The department shall conduct announced or unannounced inspections of medical marijuana treatment centers to determine compliance with this section or rules adopted pursuant to this section.
- (a) (b) The department shall inspect an MMTC and its
 facilities, as appropriate, a medical marijuana treatment center

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upon receiving a complaint or notice that the MMTC medical marijuana treatment center has dispensed marijuana containing mold, bacteria, or other contaminant that may cause or has caused an adverse effect to human health or the environment.

- (b) (c) The department shall conduct at least a biennial inspection of each MMTC medical marijuana treatment center to evaluate the MMTC's medical marijuana treatment center's records, personnel, equipment, processes, security measures, sanitation practices, and quality assurance practices.
- (c) The department shall conduct at least a biennial inspection of each permitted facility. The department may conduct additional announced or unannounced inspections of a permitted facility within reasonable hours in order to ensure compliance with this section and rules adopted under this section.
- (d) The Department of Agriculture and Consumer Services and the department shall enter into an interagency agreement to ensure cooperation and coordination in the performance of their obligations under this section and their respective regulatory and authorizing laws. The department, the Department of Highway Safety and Motor Vehicles, and the Department of Law Enforcement may enter into interagency agreements for the purposes specified in this subsection or subsection (7).
- (e) The department shall publish a list of all approved MMTCs medical marijuana treatment centers, medical directors, and qualified physicians on its website.
- (f) The department may impose reasonable fines not to exceed \$10,000 on an MMTC a medical marijuana treatment center for any of the following violations:

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- 1. Violating this section or department rule.
- 2. Failing to maintain qualifications for approval.
- 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 MMTC medical marijuana treatment center approval by bribery, fraudulent misrepresentation, or extortion.
 - 6. Being convicted or found guilty of, or entering a plea of guilty or nolo contendere to, regardless of adjudication, a crime in any jurisdiction which directly relates to the business of an MMTC a medical marijuana treatment center.
 - 7. Making or filing a report or record that the MMTC medical marijuana treatment center knows to be false.
 - 8. Willfully failing to maintain a record required by this section or department rule.
 - 9. Willfully impeding or obstructing an employee or agent of the department in the furtherance of his or her official duties.
 - 10. Engaging in fraud or deceit, negligence, incompetence, or misconduct in the business practices of $\underline{\text{an MMTC}}$ $\underline{\text{a medical}}$ $\underline{\text{marijuana treatment center}}$.
 - 11. Making misleading, deceptive, or fraudulent representations in or related to the business practices of \underline{an} \underline{MMTC} a medical marijuana treatment center.
 - 12. Having a license or the authority to engage in any regulated profession, occupation, or business that is related to the business practices of an MMTC $\frac{1}{2}$ a medical marijuana treatment

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center suspended, revoked, or otherwise acted against by the licensing authority of any jurisdiction, including its agencies or subdivisions, for a violation that would constitute a violation under Florida law.

- 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 may suspend, revoke, or refuse to renew an MMTC's registration, operating a medical marijuana treatment center license, and any vehicle permits or facility permits if the MMTC medical marijuana treatment center commits any of the violations in paragraph (f).
- (h) The department may adopt rules pursuant to ss. 120.536(1) and 120.54 to implement this subsection.
- (17) Rules adopted pursuant to this section before July 1, 2019, are not subject to s. 120.541(3). An MMTC Notwithstanding paragraph (8)(e), A medical marijuana treatment center may use a laboratory that has not been certified by the department under s. 381.988 until such time as at least one laboratory holds the required certification pursuant to s. 381.988, but in no event later than July 1, 2019. This subsection expires July 1, 2019.

Section 2. A medical marijuana treatment center (MMTC) licensed by the Department of Health before July 1, 2019, may continue to operate under s. 381.986, Florida Statutes (2018), and any rules adopted thereunder, until the department is able to register and license MMTCs and to issue permits for their applicable facilities under this act. As soon as practicable, the department shall register each such licensed MMTC as an MMTC under this act. The department shall issue each such MMTC the

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20191322 1335 appropriate operating licenses for cultivation, processing, 1336 retail, and transportation; issue the appropriate facility 1337 permits to each of the MMTC's facility locations; and issue a 1338 vehicle permit for any vehicle used by the MMTC for the 1339 transportation of marijuana. MMTC registrations, operating 1340 licenses, and facility permits issued under this section expire 1341 upon the later of the date upon which the MMTC facility's license issued pursuant to under s. 381.986, Florida Statutes 1342 1343 (2018), would have expired or the date upon which the department 1344 has adopted rules and has established a process for renewing the 1345 applicable registrations, licenses, and permits. 1346 Section 3. This act shall take effect upon becoming a law.

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