## **HOUSE BILL No. 1359**

### DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 6-8.1-1-1; IC 6-11; IC 16-18-2; IC 16-51; IC 34-30-2; IC 35-48-0.5; IC 35-52-16.

**Synopsis:** Medical cannabis pilot program. Establishes a five year medical cannabis pilot program, administered by the state department of health, to permit the use of medical cannabis in Indiana. Imposes a medical cannabis cultivation tax.

Effective: July 1, 2020.

## Hatcher

January 15, 2020, read first time and referred to Committee on Public Health.



Second Regular Session of the 121st General Assembly (2020)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2019 Regular Session of the General Assembly.

### **HOUSE BILL No. 1359**

A BILL FOR AN ACT to amend the Indiana Code concerning criminal law and procedure.

Be it enacted by the General Assembly of the State of Indiana:



gasoline tax (IC 6-6-1.1); the special fuel tax (IC 6-6-2.5); the motor carrier fuel tax (IC 6-6-4.1); a motor fuel tax collected under a reciprocal agreement under IC 6-8.1-3; the vehicle excise tax (IC 6-6-5); the aviation fuel excise tax (IC 6-6-13); the commercial vehicle excise tax (IC 6-6-5.5); the excise tax imposed on recreational vehicles and truck campers (IC 6-6-5.1); the hazardous waste disposal tax (IC 6-6-6.6) (repealed); the heavy equipment rental excise tax (IC 6-6-15); the vehicle sharing excise tax (IC 6-6-16); the cigarette tax (IC 6-7-1); the medical cannabis cultivation tax (IC 6-11); the beer excise tax (IC 7.1-4-2); the liquor excise tax (IC 7.1-4-3); the wine excise tax (IC 7.1-4-4); the hard cider excise tax (IC 7.1-4-4.5); the malt excise tax (IC 7.1-4-5); the petroleum severance tax (IC 6-8-1); the various innkeeper's taxes (IC 6-9); the various food and beverage taxes (IC 6-9); the county admissions tax (IC 6-9-13 and IC 6-9-28); the oil inspection fee (IC 16-44-2); the penalties assessed for oversize vehicles (IC 9-20-3 and IC 9-20-18); the fees and penalties assessed for overweight vehicles (IC 9-20-4 and IC 9-20-18); and any other tax or fee that the department is required to collect or administer.

SECTION 2. IC 6-11 IS ADDED TO THE INDIANA CODE AS A **NEW** ARTICLE TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]:

# ARTICLE 11. MEDICAL CANNABIS CULTIVATION TAX Chapter 1. Imposition and Collection of Tax

- Sec. 1. The following definitions apply throughout this article:
- (1) "Cultivation center" has the meaning set forth in IC 16-51-1.
  - (2) "Department" refers to the department of state revenue.
- (3) "Dispensing organization" has the meaning set forth in IC 16-51-1.
- (4) "Person" has the meaning set forth in IC 6-2.5-1-3.
- (5) "Qualifying patient" has the meaning set forth in IC 16-51-1.
- Sec. 2. A tax is imposed upon the privilege of cultivating medical cannabis at a rate of seven percent (7%) of the sales price per ounce of cannabis. This tax shall be paid to the department by a cultivation center and is not the responsibility of a dispensing organization or a qualifying patient.
- Sec. 3. (a) Every person subject to the tax under this article shall remit the tax owed to the department before the fifteenth day of the month following the month in which the cannabis is sold.
- (b) The department shall prescribe the return to be filed for the payment of the tax.



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- Sec. 4. The amounts received from the tax imposed by this article shall be transferred by the auditor of state to the medical cannabis fund established by IC 16-51-3-1.

  Sec. 5. The department has full power to administer and enforce
- Sec. 5. The department has full power to administer and enforce this chapter, to collect all taxes and penalties due, and to dispose of taxes and penalties so collected as provided by law. The tax is a listed tax for purposes of IC 6-8.1.
- Sec. 6. Except as otherwise provided in this article, a tax imposed under this chapter shall be imposed, paid, and collected in the same manner that the state gross retail tax is imposed, paid, and collected under IC 6-2.5.
- Sec. 7. The department shall adopt rules under IC 4-22-2 to implement this article.
  - Sec. 8. This article expires June 30, 2025.

SECTION 3. IC 16-18-2-1.9 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1,2020]: **Sec. 1.9. "Adequate supply", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.** 

SECTION 4. IC 16-18-2-37.9 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: Sec. 37.9. "Bona fide medical physician-patient relationship", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 5. IC 16-18-2-48.1 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: **Sec. 48.1.** "Cannabis", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 6. IC 16-18-2-48.2 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: **Sec. 48.2.** "Cannabis plant monitoring system", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 7. IC 16-18-2-48.4 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: **Sec. 48.4.** "Cardholder", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 8. IC 16-18-2-88.6 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: **Sec. 88.6.** "Cultivation center", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 9. IC 16-18-2-88.7 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS



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[EFFECTIVE JULY 1, 2020]: Sec. 88.7. "Cultivation center agent", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 10. IC 16-18-2-88.8 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: Sec. 88.8. "Cultivation center agent identification card", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 11. IC 16-18-2-92.2 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: **Sec. 92.2. "Debilitating medical condition"**, for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 12. IC 16-18-2-96.6 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: Sec. 96.6. "Dispensing organization", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1. SECTION 13. IC 16-18-2-96.7 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO PEAD AS FOLLOWS

CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: Sec. 96.7. "Dispensing organization agent identification card", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 14. IC 16-18-2-114.8 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1,2020]: **Sec. 114.8.** "Enclosed, locked facility", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 15. IC 16-18-2-118.5 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: **Sec. 118.5. "Excluded offense", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.** 

SECTION 16. IC 16-18-2-223.1 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: **Sec. 223.1. "Medical cannabis infused product"**, for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 17. IC 16-18-2-223.2 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: **Sec. 223.2.** "Medical cannabis use license", for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.

SECTION 18. IC 16-18-2-223.8 IS ADDED TO THE INDIANA CODE AS A **NEW** SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2020]: **Sec. 223.8. "Medical use of cannabis"**,



1	for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.
2	SECTION 19. IC 16-18-2-277.4 IS ADDED TO THE INDIANA
3	CODE AS A NEW SECTION TO READ AS FOLLOWS
4	[EFFECTIVE JULY 1, 2020]: Sec. 277.4. "Personal caregiver", for
5	purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.
6	SECTION 20. IC 16-18-2-282, AS AMENDED BY P.L.153-2018,
7	SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
8	JULY 1, 2020]: Sec. 282. (a) "Physician", except as provided in
9	subsections (b) and (c), means a licensed physician (as defined in
10	section 202 of this chapter).
11	(b) "Physician", for purposes of IC 16-41-12, has the meaning set
12	forth in IC 16-41-12-7.
13	(c) "Physician", for purposes of IC 16-37-1-3.1 and IC 16-37-3-5,
14	means an individual who:
15	(1) was the physician last in attendance (as defined in section
16	282.2 of this chapter); or
17	(2) is licensed under IC 25-22.5.
18	(d) "Physician", for purposes of IC 16-48-1, is subject to
19	IC 16-48-1-2.
20	(e) "Physician", for purposes of IC 16-51, has the meaning set
21	forth in IC 16-51-1-1.
22	SECTION 21. IC 16-18-2-302.7 IS ADDED TO THE INDIANA
23	CODE AS A NEW SECTION TO READ AS FOLLOWS
24	[EFFECTIVE JULY 1, 2020]: Sec. 302.7. "Qualifying patient", for
25	purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.
26	SECTION 22. IC 16-18-2-318.2 IS ADDED TO THE INDIANA
27	CODE AS A NEW SECTION TO READ AS FOLLOWS
28	[EFFECTIVE JULY 1, 2020]: Sec. 318.2. "Restricted access area",
29	for purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.
30	SECTION 23. IC 16-18-2-361.6 IS ADDED TO THE INDIANA
31	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
32	[EFFECTIVE JULY 1, 2020]: Sec. 361.6. "Usable cannabis", for
33	purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.
34	SECTION 24. IC 16-18-2-363.4 IS ADDED TO THE INDIANA
35	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
36	[EFFECTIVE JULY 1, 2020]: Sec. 363.4. "Verification system", for
37	purposes of IC 16-51, has the meaning set forth in IC 16-51-1-1.
38	SECTION 25. IC 16-18-2-378.5 IS ADDED TO THE INDIANA
39	CODE AS A NEW SECTION TO READ AS FOLLOWS
40	[EFFECTIVE JULY 1, 2020]: Sec. 378.5. "Written
41	recommendation", for purposes of IC 16-51, has the meaning set
42	forth in IC 16-51-1-1.



1	SECTION 26. IC 16-51 IS ADDED TO THE INDIANA CODE AS
2	A NEW ARTICLE TO READ AS FOLLOWS [EFFECTIVE JULY 1,
3	2020]:
4	ARTICLE 51. MEDICAL CANNABIS PILOT PROGRAM
5	Chapter 1. Definitions
6	Sec. 1. The following definitions apply throughout this article:
7	(1) "Adequate supply" means two and one-half (2 1/2) ounces
8	of usable cannabis, derived solely from an intrastate source,
9	during a period of fourteen (14) days, unless a physician has
10	authorized a larger amount in accordance with rules adopted
l 1	by the state department. The term includes the premixed
12	weight of medical cannabis used in making a cannabis infused
13	product.
14	(2) "Bona fide medical physician-patient relationship" means
15	a relationship between a physician and a patient that includes:
16	(A) a physical examination and review of medical history,
17	or a referral from a primary care practitioner;
18	(B) an explanation of the benefits and risks of medical use
19	of cannabis; and
20	(C) an ongoing expectation of care.
21	(3) "Cannabis" means any part of the plant genus Cannabis,
22	including the seeds, the resin extracted from any part of the
23	plant, and any compound, manufacture, salt, derivative,
24	mixture, or preparation of the plant, its seeds, or its resin.
25	(4) "Cannabis plant monitoring system" means a system that
26	includes testing and data collection established and
27	maintained by a cultivation center and available to the state
28	department for the purposes of documenting each cannabis
29	plant and for monitoring plant development throughout the
30	life cycle of a cannabis plant cultivated for the intended use by
31	a qualifying patient from seed planting to final packaging.
32	(5) "Cardholder" means a qualifying patient or personal
33	caregiver holding a valid registry identification card
34	authorizing the purchase of medical cannabis.
35	(6) "Cultivation center" means a facility operated by a person
36	that is registered with and authorized by the state department
37	to perform necessary activities to provide usable medical
38	cannabis to only medical cannabis dispensing organizations.
39	(7) "Cultivation center agent" means a principal officer,
10	board member, employee, or agent of a cultivation center.
<b>1</b> 1	(8) "Cultivation center agent identification card" means a
12	document issued by the state department that identifies a



1	person as a cultivation center agent.
2	(9) "Debilitating medical condition" means:
3	(A) cancer;
4	(B) glaucoma;
5	(C) positive status for human immunodeficiency virus;
6	(D) acquired immune deficiency syndrome;
7	(E) hepatitis C;
8	(F) amyotrophic lateral sclerosis;
9	(G) Crohn's disease;
10	(H) Alzheimer's disease;
11	(I) nail patella syndrome;
12	(J) multiple sclerosis;
13	(K) injury or disease to the spinal cord, spinal column, or
14	vertebra, including arachnoiditis, Tarlov cysts,
15	hydromyelia, rheumatoid arthritis, fibrous dysplasia,
16	spinal cord injury, traumatic brain injury, and
17	postconcussion syndrome;
18	(L) myelomalacia;
19	(M) celiac disease;
20	(N) sickle cell disease;
21	(O) muscular dystrophy;
22	(P) severe fibromyalgia;
23	(Q) Arnold-Chiari malformation;
24	(R) syringomyelia;
25	(S) spinocerebellar ataxia (SCA);
26	(T) Parkinson's disease;
27	(U) Tourette syndrome;
28	(V) myoclonus;
29	(W) dystonia;
30	(X) reflex sympathetic dystrophy (RSD);
31	(Y) complex regional pain syndrome (CRPS) type I and II;
32	(Z) causalgia;
33	(AA) neurofibromatosis;
34	(BB) chronic inflammatory demyelinating polyneuropathy;
35	(CC) Sjogren's syndrome;
36	(DD) lupus;
37	(EE) interstitial cystitis;
38	(FF) myasthenia gravis;
39	(GG) hydrocephalus;
40	(HH) residual limb pain;
41	(II) posttraumatic stress disorder (PTSD);
42	(JJ) a chronic or debilitating disease or medical condition



1	or the treatment for a chronic or debilitating disease or
2	medical condition that produces:
2 3	(i) cachexia or wasting syndrome;
4	(ii) severe or chronic pain;
5	(iii) severe or chronic nausea;
6	(iv) seizures, including seizures that are characteristic of
7	epilepsy; or
8	(v) severe or persistent muscle spasms;
9	(KK) a condition that is, or would otherwise be, treated by
10	prescribing opioids for more than fourteen (14) days; and
11	(LL) any other disease, condition, or symptom that the
12	state department determines by its rulemaking authority
13	under IC 4-22-2 to be a debilitating medical condition.
14	(10) "Dispensing organization" means a facility operated by
15	a person that is registered by the state department to acquire
16	medical cannabis from a cultivation center for the purpose of
17	dispensing cannabis, paraphernalia, or related supplies and
18	educational materials to qualifying patients and personal
19	caregivers.
20	(11) "Dispensing organization agent identification card"
21	means a document issued by the state department that
22	identifies a person as a medical cannabis dispensing
23	organization agent.
24	(12) "Enclosed, locked facility" means a room, greenhouse,
25	building, or other enclosed area equipped with locks or other
26	security devices that permit access only by a cultivation
27	center's agents or a dispensing organization's agent working
28	for the cultivation center or the registered dispensing
29	organization to cultivate, store, and distribute cannabis for
30	qualifying patients.
31	(13) "Excluded offense" for cultivation center agents and
32	dispensing organizations means:
33	(A) a crime of violence (as defined by IC 35-50-1-2) or a
34	substantially similar offense in another jurisdiction;
35	(B) a violation of IC 35-48 involving the possession or
36	delivery of a controlled substance; or
37	(C) a violation of the controlled substances law of another
38	state that is a felony, unless the state department finds that
39	the conviction was for the possession, cultivation, transfer,
40	or delivery of a reasonable amount of cannabis intended
41	for medical use.
42	(14) "Medical cannabis infused product" means food, oils,



1	ointments, or other products containing usable cannabis that
2	are not smoked.
3	(15) "Medical cannabis use license" means a license issued by
4	the state department authorizing a qualifying patient or a
5	personal caregiver to acquire, possess, use, and deliver
6	cannabis for the medical benefit of a qualifying patient.
7	(16) "Medical use of cannabis" means the acquisition
8	cultivation, possession, processing, manufacturing, transfer
9	transportation, sale, distribution, dispensing, or
10	administration of cannabis or cannabis infused products for
1	the benefit of qualifying patients.
12	(17) "Personal caregiver" means a person who has agreed to
13	assist with a qualifying patient's medical use of cannabis.
14	(18) "Physician" means a person having an unlimited license
15	to practice medicine under IC 25-22.5.
16	(19) "Qualifying patient" means a person who has a writter
17	recommendation from a physician for the medical use of
18	cannabis.
19	(20) "Restricted access area" means a location, not visible
20	from a public right-of-way, where cannabis is cultivated. The
21	term includes an open field, a greenhouse, in row cover, or in
22	any other structure that secures the cannabis from access by
23	unauthorized persons.
24	(21) "Usable cannabis" means the seeds, leaves, buds, and
25	flowers of the cannabis plant and any mixture or preparation
26	thereof, but does not include the stalks and roots of the plant
27	It does not include the weight of any noncannabis ingredients
28	combined with cannabis, such as ingredients added to prepare
29	a topical administration, food, or drink.
30	(22) "Verification system" means an Internet based system
31	established and maintained by the state department that is
32	available to the department of agriculture, law enforcement
33	officers, and registered medical cannabis dispensing
34	organization agents for the verification of registry
35	identification cards, the tracking of delivery of medica
36	cannabis to medical cannabis dispensing organizations, and
37	the tracking of the date of sale, amount, and price of medica
38	cannabis purchased by a qualifying patient.
39	(23) "Written recommendation" means a document
10	authorizing a qualifying patient's medical use of cannabis that
11	is:

(A) written on tamper resistant paper;



1	(B) signed by a physician; and
2	(C) made only in the course of a bona fide medical
3	physician-patient relationship.
4	The written recommendation must include a description of
5	the debilitating medical condition.
6	Chapter 2. Medical Cannabis Pilot Program
7	Sec. 1. (a) The Indiana medical cannabis pilot program is
8	established to permit the use of medical cannabis in Indiana for a
9	limited period of time. The state department shall administer and
10	enforce the provisions of this article.
11	(b) The Indiana medical cannabis pilot program expires on June
12	30, 2025.
13	Sec. 2. (a) A physician is immune from civil and criminal
14	liability for:
15	(1) advising a qualifying patient about the risks and benefits
16	of the medical use of cannabis; or
17	(2) providing a qualifying patient with a written
18	recommendation based upon a full assessment of the
19	qualifying patient's medical history and condition.
20	However, the immunity described in this subsection does not apply
21	to a physician who commits gross negligence or engages in willful
22	or wanton misconduct.
23	(b) The medical licensing board may not take any action against
24	a physician who is immune under subsection (a) for performing an
25	act described in subsection (a)(1) or (a)(2).
26	(c) Unless required by federal law or to obtain federal funding,
27	a person may not discriminate in employment or housing based
28	solely on a person's:
29	(1) status as a cardholder; or
30	(2) positive test for use of cannabis if the person is a
31	cardholder.
32	However, this subsection does not prevent an employer from
33	taking an adverse employment action against an employee who is
34	impaired by the use of cannabis while on the employer's premises
35	or while carrying out the employee's duties.
36	<b>Chapter 3. Medical Cannabis Fund</b>
37	Sec. 1. (a) The medical cannabis fund is established for the
38	purpose of defraying the expenses of the medical cannabis pilot
39	program. The fund shall be administered by the state department.
40	(b) The fund consists of fees collected under this article and
41	revenue from the medical cannabis cultivation tax collected under
42	IC 6-11.



(c) The expenses of administering the fund shall be paid from money in the fund. (d) The treasurer of state shall invest the money in the fund not currently needed to meet the obligations of the fund in the same manner as other public money may be invested. Interest that accrues from these investments shall be deposited in the fund. (e) Money in the fund at the end of a state fiscal year does not revert to the state general fund. **Chapter 4. Immunities and Privileges** Sec. 1. Except as otherwise provided in this article, a qualifying patient is not subject to arrest, prosecution, or denial of any right or privilege, including imposition of a civil penalty or a disciplinary action by an occupational or professional licensing board, for the medical use of cannabis in accordance with this article, if the qualifying patient: (1) possesses an amount of cannabis that does not exceed an adequate supply; and (2) is a licensed professional, and the use of cannabis does not impair the licensed professional while the licensed professional is engaged in the practice of the licensed profession.

- Sec. 2. Except as otherwise provided in this article, a personal caregiver is not subject to arrest, prosecution, or denial of any right or privilege, including imposition of a civil penalty or a disciplinary action by an occupational or professional licensing board, for acting in accordance with this article to assist a qualifying patient to whom the personal caregiver is connected through the registration process with the medical use of cannabis, if the caregiver possesses an amount of cannabis that does not exceed an adequate supply. The total amount possessed between the qualifying patient and caregiver may not exceed the patient's adequate supply.
- Sec. 3. Except as otherwise provided in this article, a qualifying patient or personal caregiver is not subject to arrest, prosecution, or denial of any right or privilege, including imposition of a civil penalty or a disciplinary action by an occupational or professional licensing board for possession of cannabis that is incidental to medical use, but is not usable cannabis.
- Sec. 4. (a) There is a rebuttable presumption that a qualifying patient is engaged in, or a personal caregiver is assisting with, the medical use of cannabis in accordance with this article if the qualifying patient or designated caregiver is in possession of:



l	(1) a valid registry identification card; and
2	(2) not more than an adequate supply of cannabis.
3	(b) The presumption under subsection (a) may be rebutted by
4	evidence that conduct related to cannabis was not for the purpose
5	of treating or alleviating the qualifying patient's debilitating
6	medical condition or symptoms associated with the debilitating
7	medical condition in compliance with this article.
8	Sec. 5. (a) Except as otherwise provided in this article,
9	physician is not subject to arrest, prosecution, or denial of any
10	right or privilege, including imposition of a civil penalty or a
11	disciplinary action by the Indiana medical licensing board, or by
12	any other occupational or professional licensing board, solely for
13	providing written certifications or for otherwise stating that, in the
14	physician's professional opinion, a patient is likely to receive
15	therapeutic or palliative benefit from the medical use of cannabi
16	to treat or alleviate the patient's debilitating medical condition of
17	symptoms associated with the debilitating medical condition.
18	(b) This section does not prevent the Indiana medical licensing
19	board or another disciplinary board from sanctioning a physician
20	for:
21	(1) issuing a written certification to a patient who is not unde
22	the physician's care for a debilitating medical condition; or
23	(2) failing to properly evaluate a patient's medical condition
24	or otherwise violating the standard of care for evaluating
25	medical conditions.
26	Sec. 6. Except as otherwise provided in this article, no person
27	may be subject to arrest, prosecution, or denial of any right of
28	privilege, including imposition of a civil penalty or a disciplinary
29	action by an occupational or professional licensing board, solely
30	for:
31	(1) selling cannabis paraphernalia to a cardholder upon
32	presentation of an unexpired registry identification card in
33	the recipient's name, if employed and registered as
34	dispensing organization agent by a registered dispensing
35	organization;
36	(2) being in the presence or vicinity of the medical use o
37	cannabis as allowed under this article; or
38	(3) assisting a qualifying patient with the act of administering
39	cannabis.
40	Sec. 7. Except as otherwise provided by this article, a cultivation
41	center is not subject to:
42	(1) prosecution;



1	(2) search or inspection;
2	(3) seizure;
3	(4) penalty in any manner; or
4	(5) denial of any right or privilege, including imposition of a
5	civil penalty or a disciplinary action, by a business licensing
6	board or entity;
7	for acting under this article to acquire, possess, cultivate,
8	manufacture, deliver, transfer, transport, supply, or sell cannabis
9	to registered dispensing organizations.
10	Sec. 8. Except as otherwise provided by this article, a cultivation
11	center agent is not subject to:
12	(1) prosecution;
13	(2) search or inspection;
14	(3) seizure;
15	(4) penalty in any manner; or
16	(5) denial of any right or privilege, including imposition of a
17	civil penalty or a disciplinary action, by a business licensing
18	board or entity;
19	for working or volunteering for a registered cannabis cultivation
20	center under this article, including for performing the actions
21	listed under section 7 of this chapter.
22	Sec. 9. Except as otherwise provided by this article, a dispensing
23	organization is not subject to:
24	(1) prosecution;
25	(2) search or inspection;
26	(3) seizure;
27	(4) penalty in any manner; or
28	(5) denial of any right or privilege, including imposition of a
29	civil penalty or a disciplinary action, by a business licensing
30	board or entity;
31	for acting under this article to acquire, possess, or dispense
32	cannabis, or related supplies and educational materials, to or for
33	qualifying patients or personal caregivers on behalf of qualifying
34	patients.
35	Sec. 10. Except as otherwise provided by this article, a
36	dispensing organization agent is not subject to:
37	(1) prosecution;
38	(2) search or inspection;
39	(3) seizure;
40	(4) penalty in any manner; or
41	(5) denial of any right or privilege, including imposition of a
42	civil penalty or a disciplinary action, by a business licensing



board or entity;

for acting under this article to work or volunteer for a dispensing organization under this article, including performing the actions listed under section 9 of this chapter.

Sec. 11. Except as otherwise provided by this article, any cannabis, cannabis paraphernalia, legal property, or interest in legal property that is possessed, owned, or used in connection with the medical use of cannabis as allowed under this article, or acts incidental to that use, may not be seized or forfeited. This article does not prevent the seizure or forfeiture of cannabis exceeding the amounts allowed under this article, nor does it prevent seizure or forfeiture if the basis for the action is unrelated to the cannabis that is possessed, manufactured, transferred, or used under this article.

Sec. 12. Mere possession of, or application for, a registry identification card or registration certificate does not constitute probable cause or reasonable suspicion, nor shall it be used as the sole basis to support the search of the person, property, or home of the person possessing or applying for the registry identification card. The possession of, or application for, a registry identification card does not preclude the existence of probable cause if probable cause exists on other grounds.

- Sec. 13. Nothing in this article precludes a law enforcement agency from searching a cultivation center where there is probable cause to believe that a criminal law has been violated.
- Sec. 14. Nothing in this article precludes a law enforcement agency from searching a dispensing organization where there is probable cause to believe that a criminal law has been violated.
- Sec. 15. No individual employed by the state may be subject to criminal or civil penalties for taking any action in accordance with the provisions of this article if the action is within the scope of employment.

Sec. 16. No law enforcement or correctional agency and no person employed by a law enforcement or correctional agency is subject to criminal or civil liability, except for willful and wanton misconduct, as a result of taking any action within the scope of the official duties of the agency or individual to prohibit or prevent the possession or use of cannabis by a cardholder incarcerated at a correctional facility, jail, on probation, parole, or other supervised release, or otherwise under the lawful jurisdiction of the agency or individual.

**Chapter 5. Prohibited Activities** 



1	Sag 1 This article does not normit a nerson to engage in any one
2	Sec. 1. This article does not permit a person to engage in any one (1) or more of the following activities:
3	(1) Undertaking any task under the influence of cannabis,
4	when doing so would constitute negligence, professional
5	malpractice, operating while intoxicated, or professional
6	misconduct.
7	(2) Possessing cannabis:
8	(A) in a school bus;
9	(B) on school property;
10	(C) in a penal facility;
11	(D) in a motor vehicle, including a common carrier, unless
12	the medical cannabis is in a reasonably secured, sealed,
13	tamper evident container and reasonably inaccessible
14	while the vehicle is moving; or
15	(E) in a private residence that is used at any time to
16	provide licensed child care, foster care, or other similar
17	social service care on the premises.
18	(3) Using cannabis in any place where an individual could
19	reasonably be expected to be observed by others, including all
20	parts of buildings owned in whole or in part, or leased, by the
21	state or a local unit of government. However, this subdivision
22	does not apply to a:
23	(A) private residence unless the private residence is used to
24	provide licensed child care, foster care, or other similar
25	social service care on the premises; or
26	(B) health care facility, including a hospital, nursing home,
27	hospice care center, and long term care facility.
28	(4) Knowingly using cannabis in close physical proximity to a
29	child.
30	(5) Smoking medical cannabis in any place where smoking is
31	prohibited.
32	(6) Operating, navigating, or being in actual physical control
33	of any motor vehicle, aircraft, or motorboat while using or
34	under the influence of cannabis.
35	(7) Allowing any person who is not allowed to use cannabis
36	under this article to use cannabis that a cardholder is allowed
37	to possess under this article.
38	(8) The use of medical cannabis by an active duty law
39	enforcement officer, correctional officer, correctional
40	probation officer, or firefighter.
41	(9) The use of medical cannabis by a person who has a
42	commercial driver's license.



1	Sec. 2. A person who knowingly or intentionally makes a
2	material misrepresentation of a medical condition to a physician to
3	obtain a written certification commits a Class B misdemeanor.
4	Sec. 3. The state department shall revoke the registry
5	identification card of a cardholder or personal caregiver who
6	unlawfully sells cannabis.
7	Sec. 4. The state department shall revoke the registry
8	identification card of a qualified patient who refuses a chemical
9	test under IC 9-30-6-2.
10	Sec. 5. No qualifying patient or personal caregiver may
11	knowingly obtain, seek to obtain, or possess, individually or
12	collectively, an amount of usable cannabis from a registered
13	medical cannabis dispensing organization that exceeds an adequate
14	supply.
15	Sec. 6. Nothing in this article prevents a private business from
16	restricting or prohibiting the medical use of cannabis on its
17	property.
18	Sec. 7. Nothing in this article prevents a postsecondary
19	educational institution from restricting or prohibiting the use of
20	medical cannabis on its property.
21	Chapter 6. Physician Requirements
22	Sec. 1. A physician who certifies a debilitating medical condition
23	for a qualifying patient shall comply with all of the following
24	requirements:
25	(1) The physician shall comply with generally accepted
26	standards of medical practice.
27	(2) The physical examination required by this article may not
28	be performed by remote means, including telemedicine.
29	(3) The physician shall maintain a record keeping system for
30	all patients for whom the physician has certified a patient's
31	medical condition. These records shall be accessible to and
32	subject to review by the state department.
33	Sec. 2. A physician may not:
34	(1) accept, solicit, or offer any form of remuneration from or
35	to a qualifying patient, personal caregiver, cultivation center,
36	or dispensing organization, including each principal officer,
37	board member, agent, and employee, to certify a patient,
38	other than accepting payment from a patient for the fee
39	associated with the required examination;
40	(2) offer a discount of any other item of value to a qualifying
41	patient who uses or agrees to use a particular primary
42	caregiver or dispensing organization to obtain medical



1	cannabis;
2	(3) conduct a personal physical examination of a patient for
3	purposes of diagnosing a debilitating medical condition at a
4	location where medical cannabis is sold or distributed or a
5	the address of a principal officer, agent, or employee of a
6	medical cannabis organization;
7	(4) hold a direct or indirect economic interest in a cultivation
8	center or dispensing organization if the physician
9	recommends the use of medical cannabis to qualified patients
10	or is in a partnership or other fee or profit sharing
11	relationship with a physician who recommends medica
12	cannabis, except for the limited purpose of performing a
13	medical cannabis related research study;
14	(5) serve on the board of directors or as an employee of a
15	cultivation center or dispensing organization;
16	(6) refer patients to a cultivation center, a dispensing
17	organization, or a personal caregiver; or
18	(7) advertise in a cultivation center or a dispensing
19	organization.
20	Sec. 3. If the state department believes that a physician has
21	improperly certified a patient as having a debilitating condition
22	the state department shall refer the physician to the medica
23	licensing board.
24	Sec. 4. A physician who violates this article is subject to
25	disciplinary sanctions by the medical licensing board.
26	Sec. 5. A physician who certifies a debilitating medical condition
27	for a qualifying patient must notify the state department in
28	writing:
29	(1) if the physician has reason to believe that the qualifying
30	patient has ceased to suffer from a debilitating medica
31	condition;
32	(2) that the bona fide medical physician-patient relationship
33	has ended; or
34	(3) that continued use of medical cannabis would result in
35	contraindication with the patient's other medication.
36	The state department shall revoke the qualifying patient's registry
37	identification card upon receipt of the physician's notification.
38	Chapter 7. Written Certification
39	Sec. 1. A certification confirming a patient's debilitating medica
10	condition shall be written on a form provided by the state
11	department and shall include at least the following:

(1) The qualifying patient's name, date of birth, home address,



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1	and primary telephone number.
2	(2) The physician's name, business address, business telephone
3	number, electronic mail address, medical license number, and
4	any other information required by the state department.
5	(3) A description of the qualifying patient's debilitating
6	medical condition.
7	(4) A statement that the physician:
8	(A) has confirmed a diagnosis of a debilitating condition;
9	(B) is treating or managing treatment of the patient's
10	debilitating condition;
11	(C) has a bona fide medical physician-patient relationship
12	with the patient;
13	(D) has conducted an in person physical examination; and
14	(E) has conducted a review of the patient's medical history,
15	including reviewing medical records from other treating
16	physicians, if any, from the previous twelve (12) months.
17	(5) The physician's signature and date of certification.
18	(6) A statement that a participant in possession of a written
19	certification indicating a debilitating medical condition is not
20	an unlawful user or addicted to narcotics solely as a result of
21	the person's pending application to or participation in the
22	medical cannabis pilot program.
23	Sec. 2. A written certification does not constitute a prescription
24	for medical cannabis.
25	Sec. 3. An application for a qualifying patient who is less than
26	eighteen (18) years of age requires a written certification from a
27	physician and a reviewing physician.
28	Sec. 4. A person who knowingly submits a false or fraudulent
29	certification to be a qualifying patient shall be permanently banned
30	from participating in the medical cannabis pilot program.
31	Chapter 8. Discrimination Prohibited
32	Sec. 1. A school, landlord, or employer may not refuse to enroll,
33	lease to, or employ, or otherwise penalize, a person solely for the
34	person's status as a qualifying patient or a personal caregiver,
35	unless it is necessary to avoid:
36	(1) violating federal law; or
37	(2) loss of a monetary or licensing related benefit under
38	federal law or federal regulations.
39	However, this section does not prevent a landlord from prohibiting
10	the smoking of cannabis on the premises.
11	Sec. 2. For the purposes of medical care, including organ

transplants, a qualifying patient's authorized use of cannabis in



accordance with this article:

2	(1) is considered the equivalent of the authorized use of any
3	other medication used at the direction of a physician; and
4	(2) does not constitute the use of an illicit substance or
5	otherwise disqualify a qualifying patient from needed medical
6	care.
7	Sec. 3. A person otherwise entitled to custody of or visitation or
8	parenting time with a minor may not be denied that right, and
9	there is no presumption of neglect or child endangerment for
10	conduct allowed under this article unless the person's actions in
11	relation to cannabis created an unreasonable danger to the safety
12	of the minor as established by clear and convincing evidence.
13	Sec. 4. No school, landlord, or employer may be penalized or
14	denied any benefit under state law for enrolling, leasing to, or
15	employing a cardholder.
16	Sec. 5. Nothing in this article may be construed to require a
17	government medical assistance program, employer, property and
18	casualty insurer, or private health insurer to reimburse a person
19	for costs associated with the medical use of cannabis.
20	Sec. 6. Nothing in this article may be construed to require any
21	person or establishment in lawful possession of property to allow
22	a guest, client, customer, or visitor who is a qualifying patient to
23	use cannabis on or in that property.
24	Sec. 7. Nothing in this article prohibits an employer from
25	adopting reasonable regulations concerning the consumption,
26	storage, or timekeeping requirements for qualifying patients
27	related to the use of medical cannabis.
28	Sec. 8. Nothing in this article prohibits an employer from
29	enforcing a policy concerning drug testing, zero tolerance, or a
30	drug free workplace provided the policy is applied in a
31	nondiscriminatory manner.
32	Sec. 9. Nothing in this article limits an employer from
33	disciplining a qualifying patient for violating a workplace drug
34	policy.
35	Sec. 10. Nothing in this article limits an employer's ability to
36	discipline an employee for failing a drug test if failing to discipline
37	the employee would put the employer in violation of federal law or
38	cause the employer to lose a federal contract or funding.
39	Sec. 11. Nothing in this article shall be construed to create a

defense for a third party who fails a drug test.

Sec. 12. An employer may consider a qualifying patient to be

impaired when the patient manifests specific, articulable symptoms



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while working that decrease or lessen the patient's performance of the duties or tasks of the employee's job position, including symptoms of the employee's speech, physical dexterity, agility, coordination, demeanor, irrational or unusual behavior, negligence or carelessness in operating equipment or machinery, disregard for the safety of the employee or others, or involvement in an accident that results in serious damage to equipment or property, disruption of a production or manufacturing process, or carelessness that results in any injury to the employee or others. If an employer elects to discipline a qualifying patient under this section, the employer must afford the employee a reasonable opportunity to contest the basis of the determination.

- Sec. 13. Nothing in this article may be construed to create a cause of action for any person against an employer for:
  - (1) an action based on the employer's good faith belief that a qualifying patient used or possessed cannabis while on the employer's premises or during the hours of employment;
  - (2) an action based on the employer's good faith belief that a qualifying patient was impaired while working on the employer's premises during the hours of employment; or
  - (3) injury or loss to a third party if the employer did not know or have reason to know that the employee was impaired.
- Sec. 14. Nothing in this article may be construed to interfere with any federal restrictions on employment, including United States Department of Transportation regulation 49 CFR 40.151(e).

### **Chapter 9. Addition of Medical Conditions**

- Sec. 1. Any resident of Indiana may petition the state department to add debilitating conditions, diseases, or treatments to the list of debilitating medical conditions under this article. The state department shall approve or deny a petition within one hundred eighty (180) days of its submission, and, upon approval, shall proceed to add that condition by rule. The approval or denial of any petition is a final order.
- Sec. 2. The state department shall accept petitions once annually during a one (1) month period determined by the state department. During this open period, the state department shall accept petitions from any resident of Indiana requesting the addition of a new debilitating medical condition, disease, or treatment to the list of approved debilitating medical conditions for which the use of cannabis has been shown to have a therapeutic or palliative effect. The state department shall provide public notice at least thirty (30) days before the open period for accepting petitions, which shall



1	describe the time period for submission, the required format of the
2	submission, and the address to which the submission may be sent.
3	Sec. 3. Each petition shall be limited to one (1) proposed
4	debilitating medical condition, disease, or treatment.
5	Sec. 4. A petitioner shall file one (1) original petition in the
6	format provided by the state department and in the manner
7	specified by the state department. For a petition to be processed
8	and reviewed, all information required by the state department
9	shall be included.
10	Sec. 5. Upon receipt of a petition, the state department shall
11	evaluate the petition for completeness and determine whether it
12	meets the requirements established by the state department.
13	Sec. 6. (a) If the petition is complete and compliant, the state
14	department shall accept the petition for further review.
15	(b) If the petition does not meet the required standards, the state
16	department shall summarily deny the petition. A petition denied
17	under this subsection may be resubmitted, with deficiencies
18	corrected, during the next open period.
19	Sec. 7. The state department shall review all accepted petitions
20	and issue a determination on the merits.
21	Sec. 8. (a) The state department shall convene a medical
22	cannabis advisory board composed of the following sixteen (16)
23	members:
24	(1) A medical cannabis patient advocate or personal
25	caregiver.
26	(2) A parent or personal caregiver of a child who is a qualified
27	medical cannabis patient.
28	(3) Two (2) registered nurses or nurse practitioners.
29	(4) Three (3) qualifying patients, including one (1) veteran of
30	the armed forces of the United States.
31	(5) Nine (9) physicians.
32	(b) To the extent possible, the health care providers appointed
33	to the advisory board shall practice in one (1) or more of the
34	following areas:
35	(1) Neurology.
36	(2) Pain management.
37	(3) Medical oncology.
38	(4) Psychiatry or mental health.
39	(5) Infectious disease.
40	(6) Family medicine.
41	(7) General primary care.
42	(8) Medical ethics.



1	(9) Pharmacy.
2	(10) Pediatrics.
3	(11) Psychiatry or mental health for children or adolescents.
4	At least one (1) appointed health care practitioner shall have direct
5	experience related to the health care needs of veterans, and at least
6	one (1) individual shall have pediatric experience.
7	Sec. 9. (a) The governor shall appoint the members of the
8	advisory board.
9	(b) A member shall serve a term of four (4) years, or until a
10	successor is appointed and qualified. A member serves at the
11	pleasure of the governor.
12	(c) If a vacancy occurs, the governor shall appoint a
13	replacement to complete the original term created by the vacancy.
14	(d) The governor shall select a chairperson.
15	(e) A member may serve multiple terms.
16	(f) No member may be affiliated with, serve on the board of, or
17	have a business relationship with a cultivation center or a
18	registered medical cannabis dispensing organization.
19	(g) A member shall disclose any real or apparent conflicts of
20	interest that may have a direct bearing on the subject matter, such
21	as relationships with pharmaceutical companies, biomedical device
22	manufacturers, or corporations whose products or services are
23	related to the medical condition, disease, or treatment to be
24	reviewed.
25	(h) A member who is not a state employee is not entitled to a
26	minimum salary per diem provided by IC 4-10-11-2.1(b). The
27	member is, however, entitled to reimbursement for traveling
28	expenses as provided under IC 4-13-1-4 and other expenses
29	actually incurred in connection with the member's duties as
30	provided in the state policies and procedures established by the
31	Indiana department of administration and approved by the budget
32	agency.
33	Sec. 10. The advisory board shall convene at the call of the
34	chairperson;
35	(1) to examine debilitating conditions or diseases that would
36	benefit from the medical use of cannabis; and
37	(2) to review new medical and scientific evidence related to
38	currently approved conditions.
39	Sec. 11. The advisory board shall issue an annual report of its
40	activities before November 1 of each year.
41	Sec. 12. The advisory board shall receive administrative support
42	from the state department.



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1	Chapter 10. Registration of Qualifying Patients and Personal
2	Caregivers
3	Sec. 1. The state department shall issue registry identification
4	cards to qualifying patients and personal caregivers who submit a
5	completed application, and at minimum, the following, in
6	accordance with state department rules:
7	(1) A written certification from a physician, completed not
8	more than ninety (90) days immediately preceding the
9	application date.
10	(2) Upon the execution of applicable privacy waivers, medical
11	documentation related to the qualifying patient's debilitating
12	condition, and any other information that may be reasonably
13	required by the state department to confirm that the
14	physician and patient have a bona fide medical
15	physician-patient relationship, that the qualifying patient is in
16	the physician's care for the patient's debilitating medical
17	condition, and to substantiate the patient's diagnosis.
18	(3) The application or renewal fee as set by rule. The fee shall
19	be deposited in the medical cannabis fund.
20	(4) The name, address, date of birth, driver's license number,
21	and Social Security number of the qualifying patient, except

- that if the applicant is homeless, no address is required. (5) The name, business address, driver's license number, and business telephone number of the qualifying patient's physician.
- (6) The name, address, and date of birth of the personal caregiver, if any, chosen by the qualifying patient.
- (7) The name of the registered medical cannabis dispensing organization the qualifying patient designates.
- (8) Signed statements from the qualifying patient and designated personal caregiver affirming that they will not divert medical cannabis.

Sec. 2. (a) Notwithstanding any other provision of this article, a person provided a written certification for a debilitating medical condition who has submitted a completed electronic application to the state department shall receive a provisional registration and be entitled to purchase medical cannabis from a specified licensed dispensing organization for a period of ninety (90) days, or until the application has been denied or until the patient receives a registry identification card, whichever is earlier. However, a person may obtain an additional provisional registration after the expiration of ninety (90) days from the date of application if the



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- state department does not provide the person with a registry identification card or deny the person's application within those ninety (90) days.
- (b) The provisional registration may not be extended if the person does not respond to the state department's request for additional information or corrections to required application documentation.
- (c) In order for a person to receive medical cannabis under this article, a person must present the person's provisional registration along with a valid driver's license or state identification card to the licensed dispensing organization specified in the application. The dispensing organization shall verify the person's provisional registration through the state department's online verification system.
- (d) Upon verification of the provided documents, the dispensing organization shall dispense not more than an adequate supply of medical cannabis during a fourteen (14) day period to the person for a period of ninety (90) days, until the application has been denied, or until the person receives a registry identification card from the state department, whichever is earlier. A person with a provisional registration must keep the provisional registration in the person's possession at all times when transporting or engaging in the medical use of cannabis.
- Sec. 3. (a) A person may not charge a fee for assistance in the preparation, compilation, or submission of an application to the medical cannabis pilot program.
- (b) A person who knowingly or intentionally violates this section commits a Class C misdemeanor.
- (c) All application forms issued by the state department must state that no person or business may charge a fee for assistance in the preparation, compilation, or submission of an application.
- Sec. 4. (a) This section applies to a qualifying patient who is less than eighteen (18) years of age.
- (b) A qualifying patient who is less than eighteen (18) years of age may have two (2) personal caregivers in accordance with this section.
- (c) If both parents, or two (2) legal guardians of a qualifying patient who is less than eighteen (18) years of age, each have significant decision making responsibilities over the qualifying patient, both may serve as a designated personal caregiver if they otherwise qualify under this article.
  - (d) If only one (1) parent or legal guardian has significant



decision making responsibilities for the qualifying patient who is less than eighteen (18) years of age, the parent or legal guardian may appoint a second personal caregiver who is qualified under this article.

Chapter 11. Issuance of Registry Identification Cards

- Sec. 1. Except as provided in section 2 of this chapter, the state department shall:
  - (1) verify the information contained in an application or renewal for a registry identification card submitted under this article, and approve or deny an application or renewal, within ninety (90) days of receiving a completed application or renewal application and all supporting documentation;
  - (2) issue a registry identification card to a qualifying patient and the patient's personal caregiver, if any, within fifteen (15) business days of approving the application or renewal;
  - (3) enter into the verification system the registry identification number of the dispensing organization the qualifying patient designates; and
  - (4) allow for an electronic application process, and provide a confirmation by electronic or other methods that an application has been submitted.
- Sec. 2. The state department may not issue a registry identification card to a qualifying patient who is less than eighteen (18) years of age unless that patient suffers from seizures, including those characteristic of epilepsy, or unless the state department has adopted a rule expressly permitting the use of medical cannabis by a person less than eighteen (18) years of age. The state department shall adopt rules for the issuance of a registry identification card for qualifying patients who are less than eighteen (18) years of age and suffering from seizures. The state department may adopt rules to allow other individuals less than eighteen (18) years of age to become qualifying patients under this article with the consent of a parent or legal guardian. Qualifying patients less than eighteen (18) years of age may not consume any form of cannabis other than medical cannabis infused products or purchase usable cannabis.
- Sec. 3. For purposes of this article, a veteran who has received treatment at a Veterans Administration hospital has a bona fide medical physician-patient relationship with a Veterans Administration physician if the patient has been examined for the veteran's debilitating medical condition at the Veterans Administration hospital in accordance with Veterans Administration hospital protocols. All reasonable inferences



regarding the existence of a bona fide medical physician-patient relationship shall be drawn in favor of an applicant who is a veteran and has undergone treatment at a Veterans Administration hospital.

Sec. 4. An individual who submits an application as someone who is terminally ill shall have all fees waived. The state department shall adopt emergency rules in the manner provided under IC 4-22-2-37.1 to expedite approval for terminally ill individuals. These rules shall require that an application by an individual with a terminal illness shall be approved or denied within fourteen (14) days of submission.

Sec. 5. Upon the approval of the registration and issuance of a registry card, the state department shall forward the personal caregiver's and qualified patient's driver's license number to the bureau of motor vehicles and certify that the individual is permitted to engage in the medical use of cannabis. For the purposes of law enforcement, the bureau shall make a notation on the person's driving record stating the person is a qualifying patient or a personal caregiver who is entitled to the lawful medical use of cannabis. If the person no longer holds a valid registry card, the state department shall notify the bureau of motor vehicles and the bureau shall remove the notation from the person's driving record. The state department and the bureau of motor vehicles may establish a system by which the information may be shared electronically.

Sec. 6. Upon the approval of the registration and issuance of a registry card, the state department shall electronically forward the qualifying patient's and personal caregiver's identification card information to INSPECT (as defined in IC 25-1-13-3) and certify that the individual is permitted to engage in the medical use of cannabis. For the purposes of patient care, INSPECT shall make a notation on the person's prescription record stating that the person is a qualifying patient who is entitled to the lawful medical use of cannabis. If the person no longer holds a valid registry card, the state department shall notify INSPECT to remove the notation from the person's record.

Chapter 12. Denial of a Registry Identification Card

- Sec. 1. The state department may deny an application or renewal of a qualifying patient's registry identification card only if the applicant:
  - (1) does not provide the required information and materials;
  - (2) previously had a registry identification card revoked;



1	(3) does not meet the requirements of this article;
2	(4) provided false or falsified information; or
3	(5) violated any requirement of this article.
4	Sec. 2. The state department may deny an application or
5	renewal for a personal caregiver chosen by a qualifying patient
6	whose registry identification card was granted only if:
7	(1) the personal caregiver does not meet the requirements of
8	this article;
9	(2) the applicant did not provide the information required;
10	(3) the prospective patient's application was denied;
11	(4) the personal caregiver previously had a registry
12	identification card revoked;
13	(5) the applicant or the personal caregiver provided false or
14	falsified information; or
15	(6) the applicant or the personal caregiver violated any
16	requirement of this article.
17	Sec. 3. The state department shall notify the qualifying patient
18	who has designated a personal caregiver if a registry identification
19	card will not be issued to the personal caregiver.
20	Sec. 4. Denial of an application or renewal is a final order.
21	Chapter 13. Registry Identification Cards
22	Sec. 1. A qualifying patient or personal caregiver shall keep the
23	registry identification card in the patient's or caregiver's
24	possession at all times when engaging in the medical use of
25	cannabis.
26	Sec. 2. A registry identification card shall contain the following:
27	(1) The name of the cardholder.
28	(2) A designation of whether the cardholder is a personal
29	caregiver or qualifying patient.
30	(3) The date of issuance and expiration date of the registry
31	identification card.
32	(4) A random alphanumeric identification number that is
33	unique to the cardholder.
34	(5) If the cardholder is a personal caregiver, the random
35	alphanumeric identification number of the qualifying patient
36	the personal caregiver is receiving the registry identification
37	card to assist.
38	(6) A photograph of the cardholder, if required by state
39	department rules.
40	Sec. 3. To maintain a valid registry identification card, a
41	qualifying patient or personal caregiver must annually submit, at

least forty-five (45) days before the expiration date stated on the



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registry identification card, a completed renewal application	n,
renewal fee, and accompanying documentation as described i	n
state department rules. The state department shall send	a
notification to a qualifying patient or personal caregiver ninet	y
(90) days before the expiration of the registry identification care	d.
If the state department fails to grant or deny a renewal applicatio	
received in accordance with this chapter, the renewal shall be	e
conditionally granted and the qualifying patient or persona	
caregiver may continue to use the expired registry identificatio	
card until the state department denies the renewal or issues a new	
registry identification card.	

- Sec. 4. Except as otherwise provided in this chapter, the expiration date of a registry identification card is three (3) years from the date of issuance of the card.
- Sec. 5. The state department may electronically store on the card any or all of the information listed in this chapter, along with the address and date of birth of the cardholder and the qualifying patient's designated dispensing organization, to allow the information to be read by law enforcement agents.
- Sec. 6. The renewal fee shall be deposited in the medical cannabis fund.

Chapter 14. Notification to the Indiana State Department of Health

- Sec. 1. The following notifications and state department responses are required:
  - (1) A qualifying patient shall notify the state department of any change in the patient's name or address, or if the qualifying patient ceases to have the debilitating medical condition, within ten (10) days of the change.
  - (2) A personal caregiver shall notify the state department of any change in the personal caregiver's name or address, or if the caregiver becomes aware that the qualifying patient has died, within ten (10) days of the change.
  - (3) Before a qualifying patient changes a personal caregiver, the qualifying patient must notify the state department.
  - (4) If a cardholder loses the cardholder's registry identification card, the cardholder shall notify the state department within ten (10) days of becoming aware the card has been lost.
- Sec. 2. If a cardholder notifies the state department under this chapter, but remains eligible under this article, the state department shall issue the cardholder a new registry identification



card with a new random alphanumeric identification number within fifteen (15) business days of receiving the updated information and a fee as specified in state department rules. The fee shall be deposited in the medical cannabis fund. If the person notifying the state department is a qualifying patient, the state department shall also issue the patient's personal caregiver, if any, a new registry identification card within fifteen (15) business days of receiving the updated information.

- Sec. 3. If a qualifying patient ceases to be a qualifying patient or changes the personal caregiver, the state department shall promptly notify the personal caregiver. The former personal caregiver's protections under this article as to that qualifying patient expire fifteen (15) days after notification by the state department.
- Sec. 4. A cardholder who fails to notify the state department as required by this chapter commits a Class C infraction.
- Sec. 5. A qualifying patient shall notify the state department of any change in the designated dispensing organization.
- Sec. 6. If a qualifying patient's certifying physician notifies the state department in writing that the qualifying patient has ceased to suffer from a debilitating medical condition, the bona fide medical physician-patient relationship has ended, or the continued use of medical cannabis would result in contraindication with the patient's other medications, the qualifying patient's registry identification card shall become null and void. However, the qualifying patient has fifteen (15) days after the notice to destroy the patient's remaining medical cannabis and related paraphernalia.

#### **Chapter 15. Cannabis Infused Products**

- Sec. 1. Notwithstanding any other provision of law, neither the state department nor a local health department may regulate the service of food by a cultivation center or dispensing organization if all of the following conditions are met:
  - (1) No cannabis infused products requiring refrigeration or hot-holding are manufactured at a cultivation center for sale or distribution at a dispensing organization.
  - (2) The products are allowable for sale only at dispensing organizations.
  - (3) All items shall be individually wrapped at the original point of preparation. The packaging of the medical cannabis infused product must contain a label displaying all of the following:



1	(A) The name and address of the cultivation center where
2	the item was manufactured.
3	(B) The common or usual name of the item.
4	(C) All ingredients of the item, including any colors,
5	artificial flavors, and preservatives, listed in descending
6	order by predominance of weight and shown with common
7	or usual names.
8	(D) A notice stating "This product was produced in a
9	medical cannabis cultivation center not subject to public
10	health inspection that may also process common food
11	allergens.".
12	(E) Allergen labeling as required by federal law.
13	(F) The total weight of usable cannabis in the package.
14	(G) A warning that the item:
15	(i) is a medical cannabis infused product and not a food;
16	and
17	(ii) contains medical cannabis and is intended for
18	consumption by qualifying patients only.
19	(H) The date of manufacture and the "use by" date.
20	(4) The dispensing organization that sells edible cannabis
21	displays a placard stating "Edible cannabis infused products
22	were produced in a kitchen not subject to public health
23	inspections that may also process common food allergens.".
24	The placard may not be smaller than twenty-four (24) inches
25	tall by thirty-six (36) inches wide, with typed letters not
26	smaller than two (2) inches. The placard must be clearly
27	visible, readable by customers, and written in English.
28	(5) Cannabis infused products for sale or distribution at a
29	dispensing organization must be prepared by an approved
30	staff member of a cultivation center.
31	(6) A cultivation center that prepares cannabis infused
32	products for sale or distribution at a dispensing organization
33	shall be under the operational supervision of a state
34	department certified food service sanitation manager.
35	Sec. 2. The state department shall adopt rules for the
36	manufacture of medical cannabis infused products and shall
37	enforce these provisions, and for that purpose, the state
38	department may at all times enter every building, room, basement,
39	enclosure, or premises occupied or used or suspected of being
40	occupied or used for the production, preparation, manufacture for
41	sale, storage, sale, distribution, or transportation of edible medical

infused cannabis products, and to inspect the premises and all



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utensils, fixtures, furniture, and machinery used for the preparation of these products.

Sec. 3. If a local health department has a reasonable belief that a cultivation center's cannabis infused product poses a public health hazard, it may refer the cultivation center to the state department. If the state department finds that a cannabis infused product poses a health hazard, it may bring an action for immediate injunctive relief.

**Chapter 16. Cannabis Cultivation Permits** 

- Sec. 1. The state department may register up to thirteen (13) cultivation centers for operation. The state department may not issue more than one (1) registration per each Indiana state police district (as specified on July 1, 2020). The state department may not issue less than the thirteen (13) registrations if there are qualified applicants that have applied with the state department.
- Sec. 2. The registrations shall be issued and renewed annually as determined by rule.
- Sec. 3. The state department shall establish a registration fee by rule. The registration fee shall be deposited in the medical cannabis fund.
- Sec. 4. A cultivation center may operate only if the cultivation center has been issued a valid registration from the state department. When applying for a cultivation center registration, the applicant shall submit the following in accordance with state department rules:
  - (1) The proposed legal name of the cultivation center.
  - (2) The proposed physical address of the cultivation center and description of the enclosed, locked facility as it applies to cultivation centers where medical cannabis will be grown, harvested, manufactured, packaged, or otherwise prepared for distribution to a dispensing organization.
  - (3) The name, address, and date of birth of each principal officer and board member of the cultivation center, each of whom must be at least twenty-one (21) years of age.
  - (4) Any instance in which a business that any of the prospective board members of the cultivation center managed or for which he or she served on the board and was convicted, fined, censured, or had a registration or license suspended or revoked in any administrative or judicial proceeding.
  - (5) Cultivation, inventory, and packaging plans.
  - (6) Proposed operating bylaws that include procedures for the oversight of the cultivation center, development and



1	implementation of a cannabis plant monitoring system,
2	medical cannabis container tracking system, accurate record
3	keeping, staffing plan, and security plan reviewed by the state
4	police department that are in accordance with the rules issued
5	by the state department under this article. A physical
6	inventory must be performed of all plants and medical
7	cannabis containers on a weekly basis.
8	(7) Experience with agricultural cultivation techniques and
9	industry standards.
10	(8) Any academic degrees, certifications, or relevant
11	experience with related businesses.
12	(9) The identity of every person, association, trust, or
13	corporation having any direct or indirect pecuniary interest
14	in the cultivation center operation with respect to which the
15	registration is sought. If the disclosed entity is:
16	(A) a trust, the application shall disclose the names and
17	addresses of the beneficiaries;
18	(B) a corporation, the names and addresses of all
19	stockholders and directors; or
20	(C) a partnership, the names and addresses of all partners,
21	both general and limited.
22	(10) Verification from the state police department that all
23	background checks of the principal officer, board members,
24	and registered agents have been conducted and those
25	individuals have not been convicted of an excluded offense.
26	(11) A copy of any current local zoning ordinance to the state
27	department and verification that the proposed cultivation
28	center is in compliance with the local zoning rules.
29	(12) An application fee set by the state department by rule.
30	The application fee shall be deposited in the medical cannabis
31	fund.
32	(13) Any other information required by state department
33	rules, including a cultivation center applicant's experience
34	with the cultivation of agricultural or horticultural products,
35	operating an agriculturally related business, or operating a
36	horticultural business.
37	Sec. 5. The state department shall deny an application for a
38	cultivation center permit if any of the following conditions are met:
39	(1) The applicant failed to submit the materials required by
40	this chapter, or the applicant's plans do not satisfy the
41	security, oversight, inventory, or record keeping rules issued
42	by the state department.



1	(2) The applicant would not be in compliance with local
2	zoning requirements.
3	(3) One (1) or more of the prospective principal officers or
4	board members has been convicted of an excluded offense.
5	(4) One (1) or more of the prospective principal officers or
6	board members has served as a principal officer or board
7	member for a dispensing organization or cultivation center
8	that has had its registration revoked.
9	(5) One or more of the prospective principal officers or board
10	members is less than twenty-one (21) years of age.
11	(6) A prospective principal officer or board member has been
12	convicted of a felony under the laws of this state, the United
13	States, or any other state.
14	(7) The person has submitted an application for a certificate
15	under this article that contains false information.
16	Chapter 17. Renewal of Cultivation Center Permits
17	Sec. 1. (a) A cultivation center permit must be renewed
18	annually.
19	(b) The state department shall notify the cultivation center in
20	writing, at least ninety (90) days before the expiration of its current
21	registration, that the current registration will expire.
22	Sec. 2. The state department shall grant a renewal application
23	within forty-five (45) days of its submission if:
24	(1) the cultivation center submits a complete renewal
25	application and the required renewal fee established by the
26	state department by rule; and
27	(2) the state department has not suspended or revoked the
28	registration of the cultivation center for a violation of this
29	article.
30	The renewal fee shall be deposited in the medical cannabis fund.
31	Chapter 18. Background Checks
32	Sec. 1. Before granting the initial permit, the state department
33	shall require each prospective:
34	(1) principal officer;
35	(2) board member; and
36	(3) registered agent;
37	to submit the necessary information, forms, or consents for the
38	state department to obtain a national criminal history background
39	check or, as allowed by the state department, a fingerprint based
40	criminal history check, through a contractor under IC 12-15-30 or
41	the state police department under IC 10-13-3-39.

Sec. 2. The state department shall require each person applying



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1	as a cultivation center agent to submit the necessary information,
2	forms, or consents for the state department, to obtain a national
3	criminal history background check or, as allowed by the state
4	department, a fingerprint based criminal history check, through a
5	contractor under IC 12-15-30 or the state police department under
6	IC 10-13-3-39.
7	Sec. 3. Each principal officer, board member, registered agent,
8	and applicant is responsible for the cost of the national criminal
9	history background check.
10	Chapter 19. Cultivation Center Agent Identification Card
11	Sec. 1. The state department shall:
12	(1) verify the information contained in an application or
13	renewal for a cultivation center agent identification card
14	submitted under this article, and approve or deny an
15	application or renewal, within thirty (30) days of receiving a
16	completed application or renewal application and all
17	supporting documentation required by rule;
18	(2) issue a cultivation center agent identification card to a
19	qualifying agent within fifteen (15) business days of approving
20	the application or renewal;
21	(3) enter the registry identification number of the cultivation
22	center where the agent works; and
23	(4) allow for an electronic application process, and provide a
24	confirmation by electronic or other methods that an
25	application has been submitted.
26	Sec. 2. A cultivation center agent must keep the agent's
27	identification card visible at all times when on the property of a
28	cultivation center and during the transportation of medical
29	cannabis to a dispensing organization.
30	Sec. 3. A cultivation center agent identification card must
31	contain:
32	(1) the name of the cardholder;
33	(2) the date of issuance and expiration date of the cultivation
34	center agent identification card;
35	(3) a random ten (10) digit alphanumeric identification
36	number, unique to the cardholder, containing at least four (4)
37	numbers and at least four (4) letters; and
38	(4) a photograph of the cardholder.
39	Sec. 4. A cultivation center agent must immediately return the
40	identification card to the cultivation center upon termination of
41	employment.

Sec. 5. Any identification card lost by a cultivation center agent



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- shall be reported to the state police department and the state department immediately upon discovery of the loss.
- Sec. 6. A cultivation center agent must be at least twenty-one (21) years of age.
- Sec. 7. The state department shall deny a cultivation center agent an identification card if the person has been convicted of an excluded offense.

**Chapter 20. Cultivation Center Operations** 

- Sec. 1. The operating documents of a cultivation center must include procedures for the oversight of the cultivation center, a cannabis plant monitoring system including a physical inventory recorded weekly, a cannabis container system including a physical inventory recorded weekly, accurate record keeping, and a staffing plan.
- Sec. 2. A cultivation center shall implement a security plan reviewed by the state police department. The plan must include facility access controls, perimeter intrusion detection systems, personnel identification systems, and a twenty-four (24) hour surveillance system to monitor the interior and exterior of the cultivation center facility. The surveillance system must be accessible to authorized law enforcement agencies and the state department in real time.
- Sec. 3. A cultivation center may not be located within two thousand five hundred (2,500) feet of school property or be located in an area zoned for residential use.
- Sec. 4. All cultivation of cannabis for distribution to a dispensing organization must take place in an enclosed, locked facility as it applies to cultivation centers at the physical address provided to the state department during the registration process. The cultivation center location must be restricted to the cultivation center agents working for the cultivation center, state department staff performing inspections, law enforcement or other emergency personnel, and contractors working on jobs unrelated to medical cannabis, such as installing or maintaining security devices or performing electrical wiring.
- Sec. 5. A cultivation center may not sell or distribute any cannabis to any individual or entity other than a dispensing organization registered under this article.
- Sec. 6. All harvested cannabis intended for distribution to a dispensing organization must be packaged in a labeled medical cannabis container and entered into a data collection system.
  - Sec. 7. A person who has been convicted of an excluded offense



may not be a cultivation center :	agent.
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- Sec. 8. Cultivation centers are subject to random inspection by the state police department.
- Sec. 9. Cultivation centers are subject to random inspections by the state department.
- Sec. 10. A cultivation center agent shall notify local law enforcement, state law enforcement, and the state department within twenty-four (24) hours of the discovery of any loss or theft from the cultivation center. Notification shall be made by telephone or in person, or by written or electronic communication.
- Sec. 11. A cultivation center must comply with all state and federal laws regarding the use of pesticides.

### Chapter 21. Penalties for Cultivation Centers and Agents

Sec. 1. Notwithstanding any other criminal penalties related to the unlawful possession of cannabis, the state department may revoke, suspend, place on probation, reprimand, issue cease and desist orders, refuse to issue or renew a registration, or take any other disciplinary or other action as the state department finds appropriate with regard to a cultivation center or cultivation center agent, including imposing a civil penalty not to exceed fifty thousand dollars (\$50,000) for each violation, for any violations of this article and for a violation of rules adopted under this article. The procedures for disciplining a cultivation center or cultivation center agent and for administrative hearings shall be determined by rule.

### **Chapter 22. Registration of Dispensing Organizations**

- Sec. 1. The state department may issue up to forty (40) dispensing organization registrations for operation. The state department may not issue less than the forty (40) registrations if there are qualified applicants that have applied with the state department. The organizations must be geographically dispersed throughout Indiana to allow all qualifying patients reasonable proximity and access to a dispensing organization.
- Sec. 2. A dispensing organization may operate only if it has been issued a registration from the state department. The state department shall adopt rules establishing the procedures for applicants for dispensing organizations.
- Sec. 3. When applying for a dispensing organization registration, the applicant shall submit, in accordance with state department rules:
  - (1) a nonrefundable application fee established by rule, which shall be deposited in the medical cannabis fund;



1	(2) the legal name of the dispensing organization;
2	(3) the proposed physical address of the dispensing
3	organization;
4	(4) the name, address, and date of birth of each prospective
5	principal officer and board member of the dispensing
6	organization, all of whom must be at least twenty-one (21)
7	years of age;
8	(5) information, in writing, regarding any instances in which
9	a business or not-for-profit that any of the prospective board
10	members managed or for which he or she served on the board
11	was convicted, fined, censured, or had a registration
12	suspended or revoked in any administrative or judicial
13	proceeding;
14	(6) proposed operating bylaws that include procedures for the
15	oversight of the medical cannabis dispensing organization and
16	procedures to ensure accurate record keeping and security
17	measures that are in accordance with the rules applied by the
18	state department under this article and that include a
19	description of the enclosed, locked facility where medical
20	cannabis will be stored by the dispensing organization; and
21	(7) signed statements from each dispensing organization agent
22	stating that the agent will not divert medical cannabis.
23	Sec. 4. The state department shall require each person applying
24	as a dispensing organization agent to submit the necessary
25	information, forms, or consents for the state department to obtain
26	a national criminal history background check or, as allowed by the
27	state department, a fingerprint based criminal history check,
28	through a contractor under IC 12-15-30 or the state police
29	department under IC 10-13-3-39.
30	Sec. 5. A dispensing organization must pay a registration fee set
31	by the state department. The fee shall be deposited in the medical
32	cannabis fund.
33	Sec. 6. The state department shall deny an application for a
34	medical cannabis dispensing organization registration if:
35	(1) the applicant failed to submit the materials required by
36	this chapter, or the applicant's plans do not satisfy the
37	security, oversight, or record keeping rules issued by the state
38	department;
39	(2) the applicant would not be in compliance with local zoning
40	rules;
41	(3) the applicant does not meet other requirements of this



article;

1	(4) one (1) or more of the prospective principal officers or
2	board members has been convicted of an excluded offense;
3	(5) one (1) or more of the prospective principal officers or
4	board members has served as a principal officer or board
5	member for a registered medical cannabis dispensing
6	organization that has had its registration revoked;
7	(6) one (1) or more of the prospective principal officers or
8	board members is less than twenty-one (21) years of age; or
9	(7) one (1) or more of the prospective principal officers or
10	board members is a registered qualified patient or a personal
11	caregiver.
12	Chapter 23. Dispensing Organization Agent Identification Card
13	Sec. 1. The state department shall:
14	(1) verify the information contained in an application or
15	renewal for a dispensing organization agent identification
16	card submitted under this article, and approve or deny an
17	application or renewal within thirty (30) days of receiving a
18	completed application or renewal application and all
19	supporting documentation required by rule;
20	(2) issue a dispensing organization agent identification card to
21	a qualifying agent within fifteen (15) business days of
22	approving the application or renewal;
23 24 25	(3) enter the registry identification number of the dispensing
24	organization where the agent works; and
25	(4) allow for an electronic application process and provide a
26	confirmation by electronic or other methods that an
27	application has been submitted.
28	Sec. 2. A dispensing organization agent must keep the agent's
29	identification card visible at all times when on the property of a
30	dispensing organization.
31	Sec. 3. A dispensing organization agent identification card must
32	contain:
33	(1) the name of the cardholder;
34	(2) the date of issuance and expiration date of the dispensing
35	organization agent identification card;
36	(3) a random ten (10) digit alphanumeric identification
37	number, unique to the cardholder, containing at least four (4)
38	numbers and at least four (4) letters; and
39 40	(4) a photograph of the cardholder.
40 41	Sec. 4. A dispensing organization agent must immediately
41	return the identification card to the dispensing organization upon



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termination of employment.

1	Sec. 5. Any identification card lost by a dispensing organization
2	agent shall be reported to the state police department and the state
3	department immediately upon discovery of the loss.
4	Sec. 6. The state department shall deny a dispensing
5	organization agent an identification card if the person has been
6	convicted of an excluded offense.
7	Chapter 24. Renewal of Dispensing Organization Permits
8	Sec. 1. (a) A dispensing organization permit must be renewed
9	annually.
10	(b) The state department shall notify the dispensing
11	organization in writing, at least ninety (90) days before the
12	expiration of its current registration, that the current registration
13	will expire.
14	Sec. 2. The state department shall grant a renewal application
15	within forty-five (45) days of its submission if:
16	(1) the dispensing organization submits a renewal application
17	and the required renewal fee established by the state
18	department by rule; and
19	(2) the state department has not suspended or revoked the
20	registration of the dispensing organization for a violation of
21	this article.
22	The fee shall be deposited in the medical cannabis fund.
23	Chapter 25. Dispensing Organization Operations
24	Sec. 1. The operating documents of a dispensing organization
25	must include procedures for the oversight of the dispensing
26	organization, a cannabis inventory monitoring system including a
27	physical inventory recorded weekly, a cannabis container system
28	including a physical inventory recorded weekly, accurate record
29	keeping, and a staffing plan.
30	Sec. 2. A dispensing organization shall implement appropriate
31	security measures.
32	Sec. 3. A dispensing organization may not be located within one
22	
33	thousand (1,000) feet of school property or be located in an area
33 34	
	thousand (1,000) feet of school property or be located in an area
34	thousand (1,000) feet of school property or be located in an area zoned for residential use.
34 35	thousand (1,000) feet of school property or be located in an area zoned for residential use.  Sec. 4. All cultivation of cannabis for distribution to a
34 35 36	thousand (1,000) feet of school property or be located in an area zoned for residential use.  Sec. 4. All cultivation of cannabis for distribution to a dispensing organization must take place in an enclosed, locked
34 35 36 37	thousand (1,000) feet of school property or be located in an area zoned for residential use.  Sec. 4. All cultivation of cannabis for distribution to a dispensing organization must take place in an enclosed, locked facility as it applies to cultivation centers at the physical address
34 35 36 37 38	thousand (1,000) feet of school property or be located in an area zoned for residential use.  Sec. 4. All cultivation of cannabis for distribution to a dispensing organization must take place in an enclosed, locked facility as it applies to cultivation centers at the physical address provided to the state department during the registration process.
34 35 36 37 38 39	thousand (1,000) feet of school property or be located in an area zoned for residential use.  Sec. 4. All cultivation of cannabis for distribution to a dispensing organization must take place in an enclosed, locked facility as it applies to cultivation centers at the physical address provided to the state department during the registration process. The cultivation center location must be restricted to the cultivation



1	cannabis, such as installing or maintaining security devices or
2	performing electrical wiring.
3	Sec. 5. A dispensing organization is prohibited from acquiring
4	cannabis from anyone other than a cultivation center. A dispensing
5	organization is prohibited from obtaining cannabis from outside
6	Indiana.
7	Sec. 6. A dispensing organization is prohibited from dispensing
8	cannabis for any purpose except to assist qualifying patients with
9	the medical use of cannabis directly or through the qualifying
10	patients' designated caregivers.
11	Sec. 7. The dispensing organization must restrict access to the
12	area where medical cannabis is stored to dispensing organization
13	agents working for the dispensing organization, state department
14	staff performing inspections, law enforcement or other emergency
15	personnel, and contractors working on jobs unrelated to medical
16	cannabis, such as installing or maintaining security devices or
17	performing electrical wiring.
18	Sec. 8. A dispensing organization may not dispense more than
19	an adequate supply of cannabis to a qualifying patient.
20	Sec. 9. Before medical cannabis may be dispensed to a personal
21	caregiver or a qualifying patient, a dispensing organization agent
22	must determine that the individual is a current cardholder in the
23	verification system and must verify:
24	(1) that the registry identification card presented to the
25	dispensing organization is valid;
26	(2) that the person presenting the card is the person identified
27	on the registry identification card presented to the dispensing
28	organization agent;
29	(3) that the dispensing organization is the designated
30	dispensing organization for the qualifying patient who is
31	obtaining the cannabis directly or via personal caregiver; and
32	(4) that the qualifying patient has not exceeded the patient's
33	adequate supply.
34	Sec. 10. Dispensing organizations shall ensure compliance with
35	dispensing limits by maintaining internal, confidential records that
36	include records specifying how much medical cannabis is dispensed
37	to each qualifying patient and whether it was dispensed directly to
38	the patient or to the personal caregiver. Each entry must include
39	the date and time the medical cannabis was dispensed. Additional
40	record keeping requirements may be set by rule.

record keeping requirements may be set by rule.

the dispensing organization.

Sec. 11. A person may not consume cannabis on the property of



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1	Sec. 12. A dispensing organization may not share office space
2	with or refer patients to a physician.
3	Sec. 13. Notwithstanding any other criminal penalties related to
4	the unlawful possession of cannabis, the state department may
5	revoke, suspend, place on probation, reprimand, issue cease and
6	desist orders, refuse to issue or renew a registration, or take any
7	other disciplinary or other action as the state department finds
8	appropriate with regard to a dispensing organization or dispensing
9	organization agent, including imposing a civil penalty not to exceed
10	ten thousand dollars (\$10,000) for each violation, for any violations
11	of this article, and for a violation of rules adopted under this
12	article. The procedures for disciplining a cultivation center or
13	cultivation center agent and for administrative hearings shall be
14	determined by rule.
15	Sec. 14. A dispensing organization is subject to random
16	inspection and cannabis testing by the state department and state
17	police department as provided by rule.
18	Chapter 26. Transfer of Designated Dispensing Organization
19	Sec. 1. A qualifying patient may obtain medical cannabis only
20	at the dispensing organization designated by the qualifying patient
21	during registration, unless the qualifying patient transfers the
22	designation.
23	Sec. 2. A qualifying patient may transfer the designation to a
24	new dispensing organization electronically under rules adopted by
25	the state department.
26	Chapter 27. Zoning
27	Sec. 1. A unit of local government may adopt a reasonable
28	zoning ordinance concerning medical cannabis cultivation centers
29	and medical cannabis dispensing organizations. However, a unit
30	may not:
31	(1) unreasonably prohibit the cultivation, dispensing, or use
32	of medical cannabis authorized by this article; or
33	(2) otherwise regulate medical cannabis except as provided in
34	this article.
35	Chapter 28. Confidentiality
36	Sec. 1. Except as otherwise provided in this article, or as
37	provided in section 2 of this chapter, for purposes of
38	IC 5-14-3-4(a)(1), the following information is confidential, may
39	not be published, and is not open to public inspection:
40	(1) Information submitted by a patient or caregiver to obtain

a registry identification card.

(2) Information obtained by a federal, state, or local



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1	government entity in the course of an investigation concerning
2	a patient or caregiver who applies to obtain a registry
3	identification card.
4	(3) The name and address of the patient or caregiver, and any
5	other information that may be used to identify an individual
6	who holds a registry identification card.
7	Sec. 2. Notwithstanding section 1 of this chapter:
8	(1) any information concerning a patient or caregiver who
9	applies for, or a patient or caregiver who holds, a registry
10	identification card may be released to a federal, state, or local
11	government entity:
12	(A) for law enforcement purposes; or
13	(B) to determine the validity of a registry identification
14	card; and
15	(2) general information concerning the issuance of a registry
16	identification card in Indiana may be released to a person
17	conducting journalistic or academic research, but only if all
18	personal information that may be used to identify any patient
19	or caregiver has been removed from the general information.
20	Sec. 3. A person who knowingly or intentionally violates this
21	chapter by releasing confidential information commits a disclosure
22	of confidential medical information, a Class B misdemeanor.
23	Chapter 29. Registry Identification and Registration Certificate
24 25	Verification
25	Sec. 1. The state department shall maintain a confidential list of
26	the persons to whom the state department has issued registry
27	identification cards and their addresses, telephone numbers, and
28	registry identification numbers. This confidential list may not be
29	combined or linked in any manner with any other list or data base
30	except as provided in this chapter.
31	Sec. 2. Before January 1, 2021, the state department shall
32	establish a computerized data base or verification system. The data
33	base or verification system must allow law enforcement personnel
34	and medical cannabis dispensing organization agents to determine
35	whether or not the identification number corresponds with a
36	current, valid registry identification card. The system may disclose
37	only whether the identification card is valid, whether the
38	cardholder is a qualifying patient or a personal caregiver, the
39	registry identification number of the medical cannabis dispensing
40	organization designated to serve the qualifying patient who holds
41	the card, and the registry identification number of the patient who

is assisted by a personal caregiver who holds the card.



1	Sec. 3. The state department may issue registry cards during the
2	period in which the data base is being established to:
3	(1) qualifying patients and their designated personal
4	caregivers;
5	(2) medical cannabis dispensing organizations; and
6	(3) medical cannabis cultivation organizations;
7	who meet the requirements of this article.
8	Chapter 30. Annual Reports
9	Sec. 1. Before November 1, 2021, and November 1 of each year
10	thereafter, the state department shall submit an annual report to
11	the legislative council. The report must contain:
12	(1) the number of applications and renewals filed for registry
13	identification cards or registrations;
14	(2) the number of qualifying patients and personal caregivers
15	served by each dispensing organization during the report
16	year;
17	(3) the nature of the debilitating medical conditions of the
18	qualifying patients;
19	(4) the number of registry identification cards or registrations
20	revoked for misconduct;
21	(5) the number of physicians providing written certifications
22	for qualifying patients; and
23	(6) the number of registered medical cannabis cultivation
24	centers or dispensing organizations.
25	Sec. 2. The report required under this chapter must be in an
26	electronic format under IC 5-14-6.
27	Chapter 31. Rulemaking
28	Sec. 1. As soon as practicable after June 30, 2020, the state
29	department shall adopt rules under IC 4-22-2, including emergency
30	rules adopted in the manner provided under IC 4-22-2-37.1, to
31	implement, administer, and enforce this article.
32	Sec. 2. If the state department does not make a good faith effort
33	to adopt rules as required by section 1 of this chapter, any person
34	may bring an action, including an original action, to enforce
35	section 1 of this chapter.
36	Chapter 32. Destruction of Medical Cannabis
37	Sec. 1. A cultivation center shall destroy and dispose of all
38	cannabis byproduct, cannabis scrap, and harvested cannabis not
39	intended for distribution to a medical cannabis organization. The
40	cultivation center shall retain, at the cultivation center,
41	documentation of the destruction and disposal for a period of not
42	less than five (5) years, including the date of destruction and



1	amount destroyed.
2	Sec. 2. A cultivation center shall notify the state department and
3	the state police department before destroying the cannabis.
4	Sec. 3. A dispensing organization shall destroy all cannabis,
5	including medical cannabis infused products, that is not sold to
6	qualifying patients. Documentation of destruction and disposal
7	shall be retained at the dispensing organization for a period of not
8	less than five (5) years.
9	Sec. 4. A dispensing organization shall notify the state
10	department and the state police department before destroying the
11	cannabis.
12	Chapter 33. Expiration
13	Sec. 1. This article expires June 30, 2025.
14	SECTION 27. IC 34-30-2-60.5 IS ADDED TO THE INDIANA
15	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
16	[EFFECTIVE JULY 1, 2020]: Sec. 60.5. IC 16-51-2-2 (Concerning
17	a physician and medical cannabis).
18	SECTION 28. IC 34-30-2-60.6 IS ADDED TO THE INDIANA
19	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
20	[EFFECTIVE JULY 1, 2020]: Sec. 60.6. IC 16-51-4-16 (Concerning
21	medical cannabis).
22	SECTION 29. IC 35-48-0.5 IS ADDED TO THE INDIANA CODE
23	AS A <b>NEW</b> CHAPTER TO READ AS FOLLOWS [EFFECTIVE
24	JULY 1, 2020]:
25	Chapter 0.5. Defense to a Prosecution
26	Sec. 1. (a) It is a defense to a prosecution for an offense under
27	this article that:
28	(1) the acts constituting the offense are authorized under
29	IC 16-51 (medical cannabis); and
30	(2) the person substantially complied with the requirements
31	of IC 16-51 (medical cannabis).
32	(b) This section expires June 30, 2025.
33	SECTION 30. IC 35-52-16-94 IS ADDED TO THE INDIANA
34	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
35	[EFFECTIVE JULY 1, 2020]: Sec. 94. IC 16-51-5-2 defines a crime
36	concerning medical cannabis.
37	SECTION 31. IC 35-52-16-95 IS ADDED TO THE INDIANA
38	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
39	[EFFECTIVE JULY 1, 2020]: Sec. 95. IC 16-51-10-3 defines a crime
40	concerning medical cannabis.
41	SECTION 32. IC 35-52-16-96 IS ADDED TO THE INDIANA
42	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS



- $[{\sf EFFECTIVE\ JULY\ 1,2020}];$  Sec. 96. IC 16-51-28-3 defines a crime concerning medical cannabis.

