SLS 19RS-239 ENGROSSED

2019 Regular Session

SENATE BILL NO. 61

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BY SENATOR BOUDREAUX

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

AGRICULTURE/FOREST DEPT. Creates the Louisiana Commission on Medicinal Plants. (gov sig)

AN ACT

2	To enact Chapter 24-A of Title 3 of the Louisiana Revised Statutes of 1950, to be comprised
3	of R.S. 3:3901 through 3905, and R.S. 36:629(T), relative to medicinal plants; to
4	create the Louisiana Commission on Medicinal Plants; to provide for definitions; to
5	provide for qualifications and membership of the commission; to provide for powers
6	of the commission; to provide for adjudicatory hearings; and to provide for related
7	matters.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. Chapter 24-A of Title 3 of the Louisiana Revised Statutes of 1950,
10	comprised of R.S. 3:3901 through 3905, is hereby enacted to read as follows:
11	CHAPTER 24-A. LOUISIANA COMMISSION ON MEDICINAL PLANTS
12	§3901. Definitions
13	As used in this Chapter, the following terms shall have the following
14	meanings:
15	(1) "Chairman" means the chairman of the commission.
16	(2) "Commission" means the Louisiana Commission on Medicinal
17	Plants.

1	(5) Commissioner means the commissioner of agriculture and
2	forestry.
3	(4) "Licensee" means a holder of a license for the production of
4	marijuana for therapeutic use pursuant to R.S. 40:1046(H).
5	§3902. Louisiana Commission on Medicinal Plants; creation and organization
6	A. The Louisiana Commission on Medicinal Plants is hereby created
7	within the Department of Agriculture and Forestry to advise the commissioner
8	on the regulation of medicinal plants to protect the interests, health, safety, and
9	welfare of the citizens of Louisiana. The commission shall be domiciled in Baton
10	Rouge.
11	B. The commission shall consist of seven members as follows:
12	(1) One patient-advocate from the state at large appointed by the
13	commissioner.
14	(2) One member from the state at large appointed by the commissioner.
15	(3) One member appointed by the Louisiana State Board of Medical
16	Examiners.
17	(4) One member appointed by the Louisiana Board of Pharmacy.
18	(5) One member appointed by the Louisiana Sheriffs' Association.
19	(6) One member appointed by the Louisiana District Attorneys
20	Association.
21	(7) The secretary of the Louisiana Department of Health or his designee.
22	C. Each member appointed by the commissioner shall submit to a
23	criminal background check and a Louisiana tax clearance.
24	D. The member appointed by the commissioner from the state at large
25	shall possess the following qualifications at the time of appointment:
26	(1) Is eighteen years of age or older.
27	(2) Has never been convicted of a felony.
28	(3) Does not have and has never had a material financial interest in the
29	medical marijuana industry in the state of Louisiana.

1	(4) Is a citizen of the United States and has been a resident of Louisiana
2	for at least one year immediately prior to appointment.
3	E. Members shall sign a nondisclosure agreement to protect a licensee's
4	proprietary information.
5	F. Members shall be appointed for terms concurrent with the term of the
6	commissioner. Members shall serve until their successors in office are appointed
7	and qualified.
8	G. Vacancies shall be filled in the manner of the original appointment for
9	the unexpired portion of the term.
10	H. A majority of the members of the commission shall constitute a
11	quorum for the transaction of business. All official actions of the commission
12	shall require the affirmative vote of a majority of the members of the
13	commission in attendance.
14	I. The commissioner may appoint an alternate member for each member
15	he appoints. If a member cannot attend a meeting, the alternate member may
16	serve as the member's representative if the member notifies the commission that
17	he is unable to attend and that he wishes the alternate member to serve as his
18	representative. Alternate members shall have voting rights.
19	J. The commission, by a vote of two-thirds of the members, may expel a
20	member who has accumulated three consecutive unexcused absences from
21	commission meetings.
22	K. Members of the commission shall serve without compensation.
23	L. The commission shall meet upon the call of the chairman or upon the
24	request of any three members. The commission shall meet at least two times per
25	<u>calendar year.</u>
26	§3903. Officers and employees
27	A. The members of the commission shall annually elect a chairman, a
28	vice chairman, and such other officers as they deem necessary from the
29	membership.

1	B. The commissioner may employ a director and an assistant director
2	who shall be in the unclassified service. The commissioner may employ such
3	other personnel of the commission as he deems appropriate. All employees of
4	the commission shall be under the direction and supervision of the
5	commissioner.
6	<u>§3904. Powers</u>
7	The commission shall have the following powers:
8	(1) To advise the commissioner on the qualifications and requirements
9	for the issuance of licenses, certificates, and permits pursuant to R.S.
10	<u>40:1046(H).</u>
11	(2) To hold adjudicatory hearings on alleged violations of the provisions
12	of R.S. 40:1046(H) or of the rules and regulations adopted pursuant to the
13	provisions of R.S. 40:1046(H).
14	(3) To advise the commissioner on the civil penalties to be imposed or the
15	injunctive relief to be sought to punish and restrain violations of the provisions
16	of R.S. 40:1046(H) or of the rules and regulations adopted pursuant to the
17	provisions of R.S. 40:1046(H).
18	(4) To advise the commissioner on rules and regulations promulgated
19	pursuant to R.S. 40:1046(H).
20	(5) To recommend that the commissioner suspend or revoke licenses,
21	certificates, and permits or impose probation on holders of licenses, certificates,
22	or permits.
23	(6) To hold hearings and conduct investigations.
24	(7) To adopt bylaws for the orderly management of the affairs of the
25	commission.
26	§3905. Adjudicatory hearings
27	All adjudicatory hearings held by the commission shall be conducted as
28	follows:
29	(1) The commissioner shall convene the commission for the nurnose of

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hearing the matter. 2 (2) The commission shall appoint a hearing officer to preside over the 3 hearing. (3) The commission may issue subpoenas to compel the attendance of 4 witnesses or the production of documents and records. 5 (4) The hearing shall be conducted in accordance with the provisions of 6 7 the Administrative Procedure Act. 8 (5) The commission shall make an initial determination on the matter 9 which shall be submitted to the commissioner in writing. 10 (6) The commissioner shall make the final determination on the matter. 11 If the determination of the commissioner differs from the determination of the 12 commission, the commissioner shall issue a written opinion based upon the 13 record of the hearing. (7) Appeals from rulings of the commissioner shall be taken in 14 accordance with the provisions of the Administrative Procedure Act. 15 16 Section 2. R.S. 36:629(T) is hereby enacted to read as follows: §629. Transfer of boards, commissions, departments, and agencies to the 17 18 Department of Agriculture and Forestry 19 20 T. The Louisiana Commission on Medicinal Plants (R.S. 3:3901 et seq.) is placed within the Department of Agriculture and Forestry and shall perform 21 and exercise its powers, duties, functions, and responsibilities as provided by 22 23 law. 24 Section 3. This Act shall become effective upon signature by the governor or, if not signed by the governor, upon expiration of the time for bills to become law without signature 25 by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If 26 27 vetoed by the governor and subsequently approved by the legislature, this Act shall become 28 effective on the day following such approval.

The original instrument and the following digest, which constitutes no part of the legislative instrument, were prepared by Curry Lann.

## DIGEST

SB 61 Engrossed

2019 Regular Session

Boudreaux

<u>Proposed law</u> creates the Louisiana Commission on Medicinal Plants within the Dept. of Agriculture and Forestry for the purpose of advising the commissioner on the regulation of medicinal plants to protect the interests, health, safety, and welfare of the citizens of Louisiana.

<u>Proposed law</u> provides for the following definitions:

- (1) "Chairman" means the chairman of the commission.
- (2) "Commission" means the La. Commission on Medicinal Plants.
- (3) "Commissioner" means the commissioner of agriculture and forestry.
- (4) "Licensee" means a holder of a license for the production of marijuana for therapeutic use pursuant to R.S. 40:1046(H).

<u>Proposed law</u> provides for the membership of the commission, comprised of seven members, as follows:

- (1) One patient-advocate from the state at large appointed by the commissioner.
- (2) One member from the state at large appointed by the commissioner.
- (3) One member appointed by the La. State Board of Medical Examiners.
- (4) One member appointed by the La. Board of Pharmacy.
- (5) One member appointed by the La. Sheriffs' Association.
- (6) One member appointed by the La. District Attorneys Association.
- (7) The secretary of the La. Department of Health or his designee.

<u>Proposed law</u> requires each member appointed by the commissioner to submit to a criminal background check and a Louisiana tax clearance.

<u>Proposed law</u> requires the member appointed by the commissioner from the state at large to possess the following qualifications at the time of appointment:

- (1) Is eighteen years of age or older.
- (2) Has never been convicted of a felony.
- (3) Does not have and has never had a material financial interest in the medical marijuana industry in Louisiana.
- (4) Is a citizen of the U.S. and has been a resident of Louisiana for at least one year immediately prior to appointment.

<u>Proposed law</u> requires members to sign a nondisclosure agreement to protect a licensee's proprietary information.

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Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

<u>Proposed law</u> requires members to serve terms concurrent with the commissioner and vacancies to be filled in the same manner as the original appointments.

Proposed law prohibits members of the commission from receiving any compensation.

<u>Proposed law</u> requires the commission to meet upon the call of the chairman or upon the request of any three members. The commission shall meet at least two times per calendar year.

<u>Proposed law</u> requires the members of the commission to annually elect a chairman and vice chairman, and such other officers as they deem necessary.

<u>Proposed law</u> authorizes the commissioner to employ a director and an assistant director in the unclassified service.

<u>Present law</u> (R.S. 40:1046(H)) authorizes the Dept. of Agriculture and Forestry to develop rules and regulations regarding the extraction, processing, and production of recommended therapeutic marijuana and the facility producing therapeutic marijuana and grant licenses for the production of recommended marijuana for therapeutic use.

Proposed law retains present law.

<u>Proposed law</u> provides the commission with the following powers:

- (1) To advise the commissioner on the qualifications and requirements for the issuance of licenses, certificates, and permits pursuant to R.S. 40:1046(H).
- (2) To hold adjudicatory hearings on alleged violations of the provisions of R.S. 40:1046(H) or of the rules and regulations adopted pursuant to the provisions of R.S. 40:1046(H).
- (3) To advise the commissioner on the civil penalties to be imposed or the injunctive relief to be sought to punish and restrain violations of the provisions of R.S. 40:1046(H) or of the rules and regulations adopted pursuant to the provisions of R.S. 40:1046(H).
- (4) To advise the commissioner on rules and regulations promulgated pursuant to R.S. 40:1046(H).
- (5) To recommend that the commissioner suspend or revoke licenses, certificates, and permits or impose probation on holders of licenses, certificates, or permits.
- (6) To hold hearings and conduct investigations.
- (7) To adopt bylaws for the orderly management of the affairs of the commission.

<u>Proposed law</u> requires all adjudicatory hearings convened by the commissioner to be conducted in accordance with the provisions of the APA.

<u>Proposed law</u> authorizes the commission to issue subpoenas and make an initial determination on all matters.

<u>Proposed law</u> requires the commissioner to make the final determination on all matters and issue a written opinion if his determination differs from the initial determination of the commission.

Effective upon signature of the governor or lapse of time for gubernatorial action.

(Adds R.S. 3:3901-3905 and R.S. 36:629(T))

## Summary of Amendments Adopted by Senate

## <u>Committee Amendments Proposed by Senate Committee on Agriculture, Forestry, Aquaculture, and Rural Development to the original bill</u>

- 1. Changes the commission member appointed by the commissioner from a farmer to a patient-advocate.
- 2. Removes all provisions relative to the commission's authority over hemp plants.
- 3. Provides for technical corrections.