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HOUSE BILL 1237

State of Washington 66th Legislature 2019 Regular Session

By Representatives Kirby, MacEwen, Stanford, Vick, and Blake

- 1 AN ACT Relating to reforming the compliance and enforcement 2 provisions for marijuana licensees; amending RCW 69.50.331;
- 3 reenacting and amending RCW 69.50.101; adding new sections to chapter
- 4 69.50 RCW; creating a new section; and providing an expiration date.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 <u>NEW SECTION.</u> **Sec. 1.** (1) The legislature finds that:
- 7 (a) In the years since the creation of a legal and regulated 8 marketplace for adult use of cannabis, the industry, stakeholders, 9 and state agencies have collaborated to develop a safe, fully 10 regulated marketplace.
- (b) As the regulated marketplace has been developing, Washington residents with a strong entrepreneurial spirit have taken great financial and personal risk to become licensed and part of this nascent industry.
 - (c) It should not be surprising that mistakes have been made both by licensees and regulators, and that both have learned from these mistakes leading to a stronger, safer industry.
- (d) While a strong focus on enforcement is an important component of the regulated marketplace, a strong focus on compliance and education is also critically necessary to assist licensees who strive for compliance and in order to allow the board to focus its

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enforcement priorities on those violations that directly harm public health and safety.

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- (e) The risk taking entrepreneurs who are trying to comply with board regulations should not face punitive consequences for mistakes made during this initial phase of the industry that did not pose a direct threat to public health and safety.
- (2) Therefore, the legislature intends to provide amnesty for violations that occurred before June 30, 2018, and to reform enforcement penalties to better align with state priorities.
- NEW SECTION. Sec. 2. A new section is added to chapter 69.50 RCW to read as follows:
 - (1) The board must prescribe procedures for the following:
 - (a) Issuance of written warnings in lieu of violations with respect to de minimis violations that have no direct or immediate relationship to public safety;
 - (b) Waiving any fines, civil penalties, or administrative sanctions for violations, that have no direct or immediate relationship to public safety, and are corrected by the licensee within seven days or such earlier period as specified by the board; and
- 21 (c) A compliance program whereby licensees may request compliance 22 assistance and inspections without issuance of a violation provided 23 that any noncompliant issues are resolved within a specified period 24 of time.
- 25 (2) The board must adopt rules prescribing penalties for violations of this chapter. The board:
 - (a) May establish escalating penalties for violation of this chapter, provided that the cumulative effect of any such escalating penalties cannot last beyond two years;
 - (b) May not include cancellation of a license for a single violation or for cumulative violations, unless the board can prove by clear, cogent, and convincing evidence that:
 - (i) The current or a prior administrative violation evidences:
- 34 (A) Diversion of marijuana product to the illicit market or sales 35 across state lines;
 - (B) Sales of marijuana product to minors;
- 37 (C) Diversion of revenue from the sale of marijuana product to 38 criminal enterprises, gangs, or cartels;

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- 1 (D) Use of firearms in a facility licensed by the board that 2 poses a direct and significant threat to public safety; or
 - (E) Other nonmarijuana-related, criminal behavior; or

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- (ii) The licensee has engaged in a pattern and practice of intentional and flagrant disregard of the law;
- (c) May include cancellation of a license for cumulative violations only if a marijuana licensee commits at least four violations within a two-year period of time;
- (d) Must consider aggravating and mitigating circumstances and deviate from the prescribed penalties accordingly, and must authorize enforcement officers to do the same, provided that such penalty may not exceed the maximum escalating penalty prescribed by the board for that violation; and
- 14 (e) May not issue a violation if there is unpreventable employee 15 misconduct that led to the violation, but the licensee must show the 16 existence of:
 - (i) A thorough compliance program, including rules, training, and equipment designed to prevent the violation;
 - (ii) Adequate communication of these rules to employees;
 - (iii) Steps to discover and correct violations of its rules; and
- 21 (iv) Effective enforcement of its compliance program as written 22 in practice and not just in theory.
- 23 (3) The board may not consider any violation that occurred before 24 June 30, 2018, as grounds for denial, suspension, revocation, 25 cancellation, or nonrenewal, unless the board can prove by clear, 26 cogent, and convincing evidence that the prior administrative 27 violation evidences:
- 28 (a) Diversion of marijuana product to the illicit market or sales 29 across state lines;
 - (b) Sales of marijuana product to minors;
- 31 (c) Diversion of revenue from the sale of marijuana product to 32 criminal enterprises, gangs, or cartels;
- 33 (d) Use of firearms in a facility licensed by the board that 34 poses a direct and significant threat to public safety; or
 - (e) Other nonmarijuana-related, criminal behavior.
- 36 (4) This section expires August 1, 2024.
- 37 **Sec. 3.** RCW 69.50.331 and 2017 c 317 s 2 are each amended to 38 read as follows:

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(1) For the purpose of considering any application for a license to produce, process, research, transport, or deliver marijuana, useable marijuana, marijuana concentrates, or marijuana-infused products subject to the regulations established under RCW 69.50.385, or sell marijuana, or for the renewal of a license to produce, process, research, transport, or deliver marijuana, useable marijuana, marijuana concentrates, or marijuana-infused products subject to the regulations established under RCW 69.50.385, or sell marijuana, the ((state liquor and cannabis)) board must conduct a comprehensive, fair, and impartial evaluation of the applications timely received.

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(a) The ((state liquor and cannabis)) board may cause an inspection of the premises to be made, and may inquire into all matters in connection with the construction and operation of the premises. For the purpose of reviewing any application for a license and for considering the denial, suspension, revocation, cancellation, or renewal or denial thereof, of any license, the ((state liquor and cannabis)) board may consider any prior criminal ((conduct)) arrests or convictions of the applicant ((including an administrative violation history record with the state liquor and cannabis board)) and a criminal history record information check. The ((state liquor and cannabis)) board may submit the criminal history record information check to the Washington state patrol and to the identification division of the federal bureau of investigation in order that these agencies may search their records for prior arrests and convictions of the individual or individuals who filled out the forms. The ((state liquor and cannabis)) board must require fingerprinting of any applicant whose criminal history record information check is submitted to the federal bureau investigation. The provisions of RCW 9.95.240 and of chapter 9.96A RCW do not apply to these cases. Subject to the provisions of this section, the ((state liquor and cannabis)) board may, in its discretion, grant or deny the renewal or license applied for. Denial may be based on, without limitation, the existence of chronic illegal activity documented in objections submitted pursuant to subsections (7)(c) and (10) of this section. Authority to approve an uncontested or unopposed license may be granted by the ((state liquor and cannabis)) board to any staff member the board designates in writing. Conditions for granting this authority must be adopted by rule.

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- 1 (b) For the purpose of reviewing any application for a license and for considering the denial, suspension, revocation, cancellation, 2 or renewal or denial thereof, of any license, the board may also 3 consider any prior administrative violation history record with the 4 board. However, any prior administrative violation that occurred 5 6 before June 30, 2018, must not be considered unless the board can prove by clear, cogent, and convincing evidence that the prior 7 <u>administrative violation evidences:</u> 8
- 9 <u>(i) Diversion of marijuana product to the illicit market or sales</u>
 10 <u>across state lines;</u>
 - (ii) Sales of marijuana product to minors;

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- 12 <u>(iii) Diversion of revenue from the sale of marijuana product to</u> 13 <u>criminal enterprises, gangs, or cartels;</u>
 - (iv) Trafficking of a controlled substance; or
 - (v) Use of firearms in a facility licensed by the board.
 - (c) No license of any kind may be issued to:
 - (i) A person under the age of twenty-one years;
 - (ii) A person doing business as a sole proprietor who has not lawfully resided in the state for at least six months prior to applying to receive a license;
 - (iii) A partnership, employee cooperative, association, nonprofit corporation, or corporation unless formed under the laws of this state, and unless all of the members thereof are qualified to obtain a license as provided in this section; or
 - (iv) A person whose place of business is conducted by a manager or agent, unless the manager or agent possesses the same qualifications required of the licensee.
 - (2) (a) The ((state liquor and cannabis)) board may, in its discretion, subject to ((the provisions of)) subsection (1) (b) of this section, section 2 of this act, and RCW 69.50.334, suspend or cancel any license; and all protections of the licensee from criminal or civil sanctions under state law for producing, processing, researching, or selling marijuana, marijuana concentrates, useable marijuana, or marijuana-infused products thereunder must be suspended or terminated, as the case may be.
 - (b) The ((state liquor and cannabis)) board must immediately suspend the license of a person who has been certified pursuant to RCW 74.20A.320 by the department of social and health services as a person who is not in compliance with a support order. If the person has continued to meet all other requirements for reinstatement during

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the suspension, reissuance of the license is automatic upon the ((state liquor and cannabis)) board's receipt of a release issued by the department of social and health services stating that the licensee is in compliance with the order.

- (c) The ((state liquor and cannabis)) board may request the appointment of administrative law judges under chapter 34.12 RCW who shall have power to administer oaths, issue subpoenas for the attendance of witnesses and the production of papers, books, accounts, documents, and testimony, examine witnesses, ((and to)) receive testimony in any inquiry, investigation, hearing, or proceeding in any part of the state, and consider mitigating and aggravating circumstances in any case and deviate from any prescribed penalty, under rules ((and regulations)) the ((state liquor and cannabis)) board may adopt.
- (d) Witnesses must be allowed fees and mileage each way to and from any inquiry, investigation, hearing, or proceeding at the rate authorized by RCW 34.05.446. Fees need not be paid in advance of appearance of witnesses to testify or to produce books, records, or other legal evidence.
- (e) In case of disobedience of any person to comply with the order of the ((state liquor and cannabis)) board or a subpoena issued by the ((state liquor and cannabis)) board, or any of its members, or administrative law judges, or on the refusal of a witness to testify to any matter regarding which he or she may be lawfully interrogated, the judge of the superior court of the county in which the person resides, on application of any member of the board or administrative law judge, compels obedience by contempt proceedings, as in the case of disobedience of the requirements of a subpoena issued from said court or a refusal to testify therein.
- (3) Upon receipt of notice of the suspension or cancellation of a license, the licensee must forthwith deliver up the license to the ((state liquor and cannabis)) board. Where the license has been suspended only, the ((state liquor and cannabis)) board must return the license to the licensee at the expiration or termination of the period of suspension. The ((state liquor and cannabis)) board must notify all other licensees in the county where the subject licensee has its premises of the suspension or cancellation of the license; and no other licensee or employee of another licensee may allow or cause any marijuana, marijuana concentrates, useable marijuana, or

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marijuana-infused products to be delivered to or for any person at the premises of the subject licensee.

- (4) Every license issued under this chapter is subject to all conditions and restrictions imposed by this chapter or by rules adopted by the ((state liquor and cannabis)) board to implement and enforce this chapter. All conditions and restrictions imposed by the ((state liquor and cannabis)) board in the issuance of an individual license must be listed on the face of the individual license along with the trade name, address, and expiration date.
- 10 (5) Every licensee must post and keep posted its license, or licenses, in a conspicuous place on the premises.
 - (6) No licensee may employ any person under the age of twenty-one years.
 - (7) (a) Before the ((state liquor and cannabis)) board issues a new or renewed license to an applicant it must give notice of the application to the chief executive officer of the incorporated city or town, if the application is for a license within an incorporated city or town, or to the county legislative authority, if the application is for a license outside the boundaries of incorporated cities or towns, or to the tribal government if the application is for a license within Indian country, or to the port authority if the application for a license is located on property owned by a port authority.
 - (b) The incorporated city or town through the official or employee selected by it, the county legislative authority or the official or employee selected by it, the tribal government, or port authority has the right to file with the ((state liquor and cannabis)) board within twenty days after the date of transmittal of the notice for applications, or at least thirty days prior to the expiration date for renewals, written objections against the applicant or against the premises for which the new or renewed license is asked. The ((state liquor and cannabis)) board may extend the time period for submitting written objections upon request from the authority notified by the ((state liquor and cannabis)) board.
 - (c) The written objections must include a statement of all facts upon which the objections are based, and in case written objections are filed, the city or town or county legislative authority may request, and the ((state liquor and cannabis)) board may in its discretion hold, a hearing subject to the applicable provisions of Title 34 RCW. If the ((state liquor and cannabis)) board makes an

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initial decision to deny a license or renewal based on the written objections of an incorporated city or town or county legislative authority, the applicant may request a hearing subject to the applicable provisions of Title 34 RCW. If a hearing is held at the request of the applicant, ((state liquor and cannabis)) board representatives must present and defend the ((state liquor and cannabis)) board's initial decision to deny a license or renewal.

- (d) Upon the granting of a license under this title the ((state liquor and cannabis)) board must send written notification to the chief executive officer of the incorporated city or town in which the license is granted, or to the county legislative authority if the license is granted outside the boundaries of incorporated cities or towns.
- (8) (a) Except as provided in (b) through (d) of this subsection, the ((state liquor and cannabis)) board may not issue a license for any premises within one thousand feet of the perimeter of the grounds of any elementary or secondary school, playground, recreation center or facility, child care center, public park, public transit center, or library, or any game arcade admission to which is not restricted to persons aged twenty-one years or older.
- (b) A city, county, or town may permit the licensing of premises within one thousand feet but not less than one hundred feet of the facilities described in (a) of this subsection, except elementary schools, secondary schools, and playgrounds, by enacting an ordinance authorizing such distance reduction, provided that such distance reduction will not negatively impact the jurisdiction's civil regulatory enforcement, criminal law enforcement interests, public safety, or public health.
- (c) A city, county, or town may permit the licensing of research premises allowed under RCW 69.50.372 within one thousand feet but not less than one hundred feet of the facilities described in (a) of this subsection by enacting an ordinance authorizing such distance reduction, provided that the ordinance will not negatively impact the jurisdiction's civil regulatory enforcement, criminal law enforcement, public safety, or public health.
- (d) The ((state liquor and cannabis)) board may license premises located in compliance with the distance requirements set in an ordinance adopted under (b) or (c) of this subsection. Before issuing or renewing a research license for premises within one thousand feet but not less than one hundred feet of an elementary school, secondary

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school, or playground in compliance with an ordinance passed pursuant to (c) of this subsection, the board must ensure that the facility:

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- (i) Meets a security standard exceeding that which applies to marijuana producer, processor, or retailer licensees;
- (ii) Is inaccessible to the public and no part of the operation of the facility is in view of the general public; and
- (iii) Bears no advertising or signage indicating that it is a marijuana research facility.
 - (e) The ((state liquor and cannabis)) board may not issue a license for any premises within Indian country, as defined in 18 U.S.C. Sec. 1151, including any fee patent lands within the exterior boundaries of a reservation, without the consent of the federally recognized tribe associated with the reservation or Indian country.
 - (9) A city, town, or county may adopt an ordinance prohibiting a marijuana producer or marijuana processor from operating or locating a business within areas zoned primarily for residential use or rural use with a minimum lot size of five acres or smaller.
- (10) In determining whether to grant or deny a license or renewal of any license, the ((state liquor and cannabis)) board must give substantial weight to objections from an incorporated city or town or county legislative authority based upon chronic illegal activity associated with the applicant's operations of the premises proposed to be licensed or the applicant's operation of any other licensed premises, or the conduct of the applicant's patrons inside or outside the licensed premises. "Chronic illegal activity" means (a) a pervasive pattern of activity that threatens the public health, safety, and welfare of the city, town, or county including, but not limited to, open container violations, assaults, disturbances, disorderly conduct, or other criminal law violations, or documented in crime statistics, police reports, emergency medical response data, calls for service, field data, or similar records of a law enforcement agency for the city, town, county, or any other municipal corporation or any state agency; or (b) an unreasonably high number of citations for violations of RCW 46.61.502 associated with the applicant's or licensee's operation of any licensed premises as indicated by the reported statements given to law enforcement upon arrest.
- NEW SECTION. Sec. 4. A new section is added to chapter 69.50 RCW to read as follows:

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- (1) This section applies to the board's issuance of administrative violations to licensed marijuana producers, processors, retailers, transporters, and researchers, when a settlement conference is held between a hearing examiner or designee of the board and the marijuana licensee that received a notice of an alleged administrative violation or violations.
- (2) If a settlement agreement is entered between a marijuana licensee and a hearing examiner or designee of the board at or after a settlement conference, the terms of the settlement agreement are binding on the board and the board may not subsequently disapprove, modify, change, or add to the terms of the settlement agreement including terms addressing penalties and license restrictions.
 - (3) For the purposes of this section:

- (a) "Settlement agreement" means the agreement or compromise between a licensed marijuana producer, processor, retailer, researcher, transporter, or researcher and the hearing examiner or designee of the board with authority to participate in the settlement conference, that:
- 19 (i) Includes the terms of the agreement or compromise regarding 20 an alleged violation or violations by the licensee of this chapter, 21 chapter 69.51A RCW, or rules adopted under either chapter, and any 22 related penalty or licensing restriction; and
- 23 (ii) Is in writing and signed by the licensee and the hearing 24 examiner or designee of the board.
 - (b) "Settlement conference" means a meeting or discussion between a licensed marijuana producer, processor, retailer, researcher, transporter, researcher, or authorized representative of any of the preceding licensees, and a hearing examiner or designee of the board, held for purposes such as discussing the circumstances surrounding an alleged violation of law or rules by the licensee, the recommended penalty, and any aggravating or mitigating factors, and that is intended to resolve the alleged violation before an administrative hearing or judicial proceeding is initiated.
- **Sec. 5.** RCW 69.50.101 and 2018 c 132 s 2 are each reenacted and 35 amended to read as follows:
- The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.

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- 1 (a) "Administer" means to apply a controlled substance, whether 2 by injection, inhalation, ingestion, or any other means, directly to 3 the body of a patient or research subject by:
 - (1) a practitioner authorized to prescribe (or, by the practitioner's authorized agent); or
- 6 (2) the patient or research subject at the direction and in the 7 presence of the practitioner.
- 8 (b) "Agent" means an authorized person who acts on behalf of or 9 at the direction of a manufacturer, distributor, or dispenser. It 10 does not include a common or contract carrier, public 11 warehouseperson, or employee of the carrier or warehouseperson.
- 12 (c) "CBD concentration" has the meaning provided in RCW 13 69.51A.010.
- 14 (d) "CBD product" means any product containing or consisting of 15 cannabidiol.
 - (e) "Commission" means the pharmacy quality assurance commission.
 - (f) "Controlled substance" means a drug, substance, or immediate precursor included in Schedules I through V as set forth in federal or state laws, or federal or commission rules, but does not include industrial hemp as defined in RCW 15.120.010.
 - (g) (1) "Controlled substance analog" means a substance the chemical structure of which is substantially similar to the chemical structure of a controlled substance in Schedule I or II and:
 - (i) that has a stimulant, depressant, or hallucinogenic effect on the central nervous system substantially similar to the stimulant, depressant, or hallucinogenic effect on the central nervous system of a controlled substance included in Schedule I or II; or
 - (ii) with respect to a particular individual, that the individual represents or intends to have a stimulant, depressant, or hallucinogenic effect on the central nervous system substantially similar to the stimulant, depressant, or hallucinogenic effect on the central nervous system of a controlled substance included in Schedule I or II.
 - (2) The term does not include:
 - (i) a controlled substance;

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- 36 (ii) a substance for which there is an approved new drug 37 application;
- (iii) a substance with respect to which an exemption is in effect for investigational use by a particular person under Section 505 of the federal food, drug, and cosmetic act, 21 U.S.C. Sec. 355, or

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- chapter 69.77 RCW to the extent conduct with respect to the substance is pursuant to the exemption; or
- 3 (iv) any substance to the extent not intended for human 4 consumption before an exemption takes effect with respect to the 5 substance.
- 6 (h) "Deliver" or "delivery" means the actual or constructive 7 transfer from one person to another of a substance, whether or not 8 there is an agency relationship.
 - (i) "Department" means the department of health.

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- 10 (j) "Designated provider" has the meaning provided in RCW 11 69.51A.010.
 - (k) "Dispense" means the interpretation of a prescription or order for a controlled substance and, pursuant to that prescription or order, the proper selection, measuring, compounding, labeling, or packaging necessary to prepare that prescription or order for delivery.
 - (1) "Dispenser" means a practitioner who dispenses.
- 18 (m) "Distribute" means to deliver other than by administering or 19 dispensing a controlled substance.
 - (n) "Distributor" means a person who distributes.
 - (o) "Drug" means (1) a controlled substance recognized as a drug in the official United States pharmacopoeia/national formulary or the official homeopathic pharmacopoeia of the United States, or any supplement to them; (2) controlled substances intended for use in the diagnosis, cure, mitigation, treatment, or prevention of disease in individuals or animals; (3) controlled substances (other than food) intended to affect the structure or any function of the body of individuals or animals; and (4) controlled substances intended for use as a component of any article specified in (1), (2), or (3) of this subsection. The term does not include devices or their components, parts, or accessories.
 - (p) "Drug enforcement administration" means the drug enforcement administration in the United States Department of Justice, or its successor agency.
 - (q) "Electronic communication of prescription information" means the transmission of a prescription or refill authorization for a drug of a practitioner using computer systems. The term does not include a prescription or refill authorization verbally transmitted by telephone nor a facsimile manually signed by the practitioner.

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- 1 (r) "Immature plant or clone" means a plant or clone that has no 2 flowers, is less than twelve inches in height, and is less than 3 twelve inches in diameter.
 - (s) "Immediate precursor" means a substance:

- (1) that the commission has found to be and by rule designates as being the principal compound commonly used, or produced primarily for use, in the manufacture of a controlled substance;
- 8 (2) that is an immediate chemical intermediary used or likely to 9 be used in the manufacture of a controlled substance; and
 - (3) the control of which is necessary to prevent, curtail, or limit the manufacture of the controlled substance.
 - (t) "Isomer" means an optical isomer, but in subsection (ff) (5) of this section, RCW 69.50.204(a) (12) and (34), and 69.50.206(b) (4), the term includes any geometrical isomer; in RCW 69.50.204(a) (8) and (42), and 69.50.210(c) the term includes any positional isomer; and in RCW 69.50.204(a) (35), 69.50.204(c), and 69.50.208(a) the term includes any positional or geometric isomer.
 - (u) "Lot" means a definite quantity of marijuana, marijuana concentrates, useable marijuana, or marijuana-infused product identified by a lot number, every portion or package of which is uniform within recognized tolerances for the factors that appear in the labeling.
 - (v) "Lot number" must identify the licensee by business or trade name and Washington state unified business identifier number, and the date of harvest or processing for each lot of marijuana, marijuana concentrates, useable marijuana, or marijuana-infused product.
 - (w) "Manufacture" means the production, preparation, propagation, compounding, conversion, or processing of a controlled substance, either directly or indirectly or by extraction from substances of natural origin, or independently by means of chemical synthesis, or by a combination of extraction and chemical synthesis, and includes any packaging or repackaging of the substance or labeling or relabeling of its container. The term does not include the preparation, compounding, packaging, repackaging, labeling, or relabeling of a controlled substance:
 - (1) by a practitioner as an incident to the practitioner's administering or dispensing of a controlled substance in the course of the practitioner's professional practice; or
 - (2) by a practitioner, or by the practitioner's authorized agent under the practitioner's supervision, for the purpose of, or as an

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1 incident to, research, teaching, or chemical analysis and not for 2 sale.

- (x) "Marijuana" or "marihuana" means all parts of the plant Cannabis, whether growing or not, with a THC concentration greater than 0.3 percent on a dry weight basis; the seeds thereof; the resin extracted from any part of the plant; and every compound, manufacture, salt, derivative, mixture, or preparation of the plant, its seeds or resin. The term does not include:
- (1) The mature stalks of the plant, fiber produced from the stalks, oil or cake made from the seeds of the plant, any other compound, manufacture, salt, derivative, mixture, or preparation of the mature stalks (except the resin extracted therefrom), fiber, oil, or cake, or the sterilized seed of the plant which is incapable of germination; or
 - (2) Industrial hemp as defined in RCW 15.120.010.
- (y) "Marijuana concentrates" means products consisting wholly or in part of the resin extracted from any part of the plant *Cannabis* and having a THC concentration greater than ten percent.
- (z) "Marijuana processor" means a person licensed by the state liquor and cannabis board to process marijuana into marijuana concentrates, useable marijuana, and marijuana-infused products, package and label marijuana concentrates, useable marijuana, and marijuana-infused products for sale in retail outlets, and sell marijuana concentrates, useable marijuana, and marijuana-infused products at wholesale to marijuana retailers.
- (aa) "Marijuana producer" means a person licensed by the state liquor and cannabis board to produce and sell marijuana at wholesale to marijuana processors and other marijuana producers.
- (bb) "Marijuana products" means useable marijuana, marijuana concentrates, and marijuana-infused products as defined in this section.
- 32 (cc) "Marijuana researcher" means a person licensed by the state 33 liquor and cannabis board to produce, process, and possess marijuana 34 for the purposes of conducting research on marijuana and marijuana-35 derived drug products.
 - (dd) "Marijuana retailer" means a person licensed by the state liquor and cannabis board to sell marijuana concentrates, useable marijuana, and marijuana-infused products in a retail outlet.
- (ee) "Marijuana-infused products" means products that contain marijuana or marijuana extracts, are intended for human use, are

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- derived from marijuana as defined in subsection (x) of this section, and have a THC concentration no greater than ten percent. The term "marijuana-infused products" does not include either useable marijuana or marijuana concentrates.
 - (ff) "Narcotic drug" means any of the following, whether produced directly or indirectly by extraction from substances of vegetable origin, or independently by means of chemical synthesis, or by a combination of extraction and chemical synthesis:
 - (1) Opium, opium derivative, and any derivative of opium or opium derivative, including their salts, isomers, and salts of isomers, whenever the existence of the salts, isomers, and salts of isomers is possible within the specific chemical designation. The term does not include the isoquinoline alkaloids of opium.
 - (2) Synthetic opiate and any derivative of synthetic opiate, including their isomers, esters, ethers, salts, and salts of isomers, esters, and ethers, whenever the existence of the isomers, esters, ethers, and salts is possible within the specific chemical designation.
 - (3) Poppy straw and concentrate of poppy straw.
- 20 (4) Coca leaves, except coca leaves and extracts of coca leaves 21 from which cocaine, ecgonine, and derivatives or ecgonine or their 22 salts have been removed.
 - (5) Cocaine, or any salt, isomer, or salt of isomer thereof.
 - (6) Cocaine base.

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- 25 (7) Ecgonine, or any derivative, salt, isomer, or salt of isomer 26 thereof.
 - (8) Any compound, mixture, or preparation containing any quantity of any substance referred to in subparagraphs (1) through (7).
 - (gg) "Opiate" means any substance having an addiction-forming or addiction-sustaining liability similar to morphine or being capable of conversion into a drug having addiction-forming or addiction-sustaining liability. The term includes opium, substances derived from opium (opium derivatives), and synthetic opiates. The term does not include, unless specifically designated as controlled under RCW 69.50.201, the dextrorotatory isomer of 3-methoxy-n-methylmorphinan and its salts (dextromethorphan). The term includes the racemic and levorotatory forms of dextromethorphan.
- 38 (hh) "Opium poppy" means the plant of the species Papaver 39 somniferum L., except its seeds.

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- 1 (ii) "Person" means individual, corporation, business trust, 2 estate, trust, partnership, association, joint venture, government, 3 governmental subdivision or agency, or any other legal or commercial 4 entity.
 - (jj) "Plant" has the meaning provided in RCW 69.51A.010.
 - (kk) "Poppy straw" means all parts, except the seeds, of the opium poppy, after mowing.
 - (11) "Practitioner" means:

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- (1) A physician under chapter 18.71 RCW; a physician assistant 9 under chapter 18.71A RCW; an osteopathic physician and surgeon under 10 chapter 18.57 RCW; an osteopathic physician assistant under chapter 11 12 18.57A RCW who is licensed under RCW 18.57A.020 subject to any limitations in RCW 18.57A.040; an optometrist licensed under chapter 13 18.53 RCW who is certified by the optometry board under RCW 18.53.010 14 subject to any limitations in RCW 18.53.010; a dentist under chapter 15 16 18.32 RCW; a podiatric physician and surgeon under chapter 18.22 RCW; 17 a veterinarian under chapter 18.92 RCW; a registered nurse, advanced registered nurse practitioner, or licensed practical nurse under 18 19 chapter 18.79 RCW; a naturopathic physician under chapter 18.36A RCW who is licensed under RCW 18.36A.030 subject to any limitations in 20 RCW 18.36A.040; a pharmacist under chapter 18.64 RCW or a scientific 21 22 investigator under this chapter, licensed, registered or otherwise 23 permitted insofar as is consistent with those licensing laws to distribute, dispense, conduct research with respect to or administer 24 25 a controlled substance in the course of their professional practice or research in this state. 26
 - (2) A pharmacy, hospital or other institution licensed, registered, or otherwise permitted to distribute, dispense, conduct research with respect to or to administer a controlled substance in the course of professional practice or research in this state.
 - (3) A physician licensed to practice medicine and surgery, a physician licensed to practice osteopathic medicine and surgery, a dentist licensed to practice dentistry, a podiatric physician and surgeon licensed to practice podiatric medicine and surgery, a licensed physician assistant or a licensed osteopathic physician assistant specifically approved to prescribe controlled substances by his or her state's medical quality assurance commission or equivalent and his or her supervising physician, an advanced registered nurse practitioner licensed to prescribe controlled substances, or a

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veterinarian licensed to practice veterinary medicine in any state of the United States.

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- (mm) "Prescription" means an order for controlled substances issued by a practitioner duly authorized by law or rule in the state of Washington to prescribe controlled substances within the scope of his or her professional practice for a legitimate medical purpose.
- 7 (nn) "Production" includes the manufacturing, planting, 8 cultivating, growing, or harvesting of a controlled substance.
- 9 (oo) "Qualifying patient" has the meaning provided in RCW 10 69.51A.010.
- 11 (pp) "Recognition card" has the meaning provided in RCW 12 69.51A.010.
- 13 (qq) "Retail outlet" means a location licensed by the state 14 liquor and cannabis board for the retail sale of marijuana 15 concentrates, useable marijuana, and marijuana-infused products.
- 16 (rr) "Secretary" means the secretary of health or the secretary's designee.
- 18 (ss) "State," unless the context otherwise requires, means a 19 state of the United States, the District of Columbia, the 20 Commonwealth of Puerto Rico, or a territory or insular possession 21 subject to the jurisdiction of the United States.
 - (tt) "THC concentration" means percent of delta-9 tetrahydrocannabinol content per dry weight of any part of the plant *Cannabis*, or per volume or weight of marijuana product, or the combined percent of delta-9 tetrahydrocannabinol and tetrahydrocannabinolic acid in any part of the plant *Cannabis* regardless of moisture content.
 - (uu) "Ultimate user" means an individual who lawfully possesses a controlled substance for the individual's own use or for the use of a member of the individual's household or for administering to an animal owned by the individual or by a member of the individual's household.
- (vv) "Useable marijuana" means dried marijuana flowers. The term
 "useable marijuana" does not include either marijuana-infused
 products or marijuana concentrates.
- 36 <u>(ww) "Board" means the Washington state liquor and cannabis</u>
 37 board.

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