

1.1 moves to amend H.F. No. 766 as follows:

1.2 Page 1, delete section 1 and insert:

1.3 "Section 1. Minnesota Statutes 2018, section 18K.02, subdivision 3, is amended to read:

1.4 Subd. 3. **Industrial hemp.** "Industrial hemp" means ~~the plant~~ any plant species of the
1.5 genus Cannabis sativa L. and any ~~part~~ parts of the plant, whether growing or not, including
1.6 the plant's seeds, and all the plant's derivatives, extracts, cannabinoids, isomers, acids, salts,
1.7 and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol
1.8 concentration of not more than 0.3 percent on a dry weight basis. Industrial hemp is not
1.9 marijuana as defined in section 152.01, subdivision 9.

1.10 Sec. 2. Minnesota Statutes 2018, section 18K.03, is amended to read:

1.11 **18K.03 AGRICULTURAL CROP; POSSESSION AUTHORIZED.**

1.12 Subdivision 1. Industrial hemp. Industrial hemp is an agricultural crop in this state. A
1.13 person may possess, transport, process, sell, or buy industrial hemp that is grown pursuant
1.14 to this chapter.

1.15 Subd. 2. Sale to medical cannabis manufacturers. A licensee under this chapter may
1.16 sell hemp to a medical cannabis manufacturer as authorized under sections 152.22 to 152.37.

1.17 Sec. 3. Minnesota Statutes 2018, section 144.99, subdivision 1, is amended to read:

1.18 Subdivision 1. **Remedies available.** The provisions of chapters 103I and 157 and sections
1.19 115.71 to 115.77; 144.12, subdivision 1, paragraphs (1), (2), (5), (6), (10), (12), (13), (14),
1.20 and (15); 144.1201 to 144.1204; 144.121; 144.1215; 144.1222; 144.35; 144.381 to 144.385;
1.21 144.411 to 144.417; 144.495; 144.71 to 144.74; 144.9501 to 144.9512; 144.97 to 144.98;
1.22 144.992; 152.22 to 152.37; 326.70 to 326.785; 327.10 to 327.131; and 327.14 to 327.28
1.23 and all rules, orders, stipulation agreements, settlements, compliance agreements, licenses,

2.1 registrations, certificates, and permits adopted or issued by the department or under any
2.2 other law now in force or later enacted for the preservation of public health may, in addition
2.3 to provisions in other statutes, be enforced under this section.

2.4 Sec. 4. Minnesota Statutes 2018, section 152.22, is amended by adding a subdivision to
2.5 read:

2.6 Subd. 5a. **Hemp.** "Hemp" has the meaning given to industrial hemp in section 18K.02,
2.7 subdivision 3. Hemp is not marijuana as defined in section 152.01, subdivision 9.

2.8 Sec. 5. Minnesota Statutes 2018, section 152.22, is amended by adding a subdivision to
2.9 read:

2.10 Subd. 5b. **Hemp grower.** "Hemp grower" means a person licensed by the commissioner
2.11 of agriculture under chapter 18K to grow hemp for commercial purposes.

2.12 Sec. 6. Minnesota Statutes 2018, section 152.22, subdivision 13, is amended to read:

2.13 Subd. 13. **Registry verification.** "Registry verification" means the verification provided
2.14 by the commissioner that a patient is enrolled in the registry program and that includes the
2.15 patient's name, registry number, ~~and qualifying medical condition~~ and, if applicable, the
2.16 name of the patient's registered designated caregiver or parent or legal guardian.

2.17 Sec. 7. Minnesota Statutes 2018, section 152.25, subdivision 1, is amended to read:

2.18 Subdivision 1. **Medical cannabis manufacturer registration.** (a) The commissioner
2.19 shall register two in-state manufacturers for the production of all medical cannabis within
2.20 the state. A registration agreement between the commissioner and a manufacturer is
2.21 nontransferable. The commissioner shall register new manufacturers or reregister the existing
2.22 manufacturers by December 1 every two years, using the factors described in this subdivision.
2.23 The commissioner shall accept applications after December 1, 2014, if one of the
2.24 manufacturers registered before December 1, 2014, ceases to be registered as a manufacturer.
2.25 The commissioner's determination that no manufacturer exists to fulfill the duties under
2.26 sections 152.22 to 152.37 is subject to judicial review in Ramsey County District Court.
2.27 Data submitted during the application process are private data on individuals or nonpublic
2.28 data as defined in section 13.02 until the manufacturer is registered under this section. Data
2.29 on a manufacturer that is registered are public data, unless the data are trade secret or security
2.30 information under section 13.37.

2.31 (b) As a condition for registration, a manufacturer must agree to:

3.1 (1) begin supplying medical cannabis to patients by July 1, 2015; and

3.2 (2) comply with all requirements under sections 152.22 to 152.37.

3.3 (c) The commissioner shall consider the following factors when determining which
3.4 manufacturer to register:

3.5 (1) the technical expertise of the manufacturer in cultivating medical cannabis and
3.6 converting the medical cannabis into an acceptable delivery method under section 152.22,
3.7 subdivision 6;

3.8 (2) the qualifications of the manufacturer's employees;

3.9 (3) the long-term financial stability of the manufacturer;

3.10 (4) the ability to provide appropriate security measures on the premises of the
3.11 manufacturer;

3.12 (5) whether the manufacturer has demonstrated an ability to meet the medical cannabis
3.13 production needs required by sections 152.22 to 152.37; and

3.14 (6) the manufacturer's projection and ongoing assessment of fees on patients with a
3.15 qualifying medical condition.

3.16 (d) If an officer, director, or controlling person of the manufacturer pleads or is found
3.17 guilty of intentionally diverting medical cannabis to a person other than allowed by law
3.18 under section 152.33, subdivision 1, the commissioner may decide not to renew the
3.19 registration of the manufacturer, provided the violation occurred while the person was an
3.20 officer, director, or controlling person of the manufacturer.

3.21 (e) The commissioner shall require each medical cannabis manufacturer to contract with
3.22 an independent laboratory to test medical cannabis produced by the manufacturer. The
3.23 commissioner shall approve the laboratory chosen by each manufacturer and require that
3.24 the laboratory report testing results to the manufacturer in a manner determined by the
3.25 commissioner.

3.26 Sec. 8. Minnesota Statutes 2018, section 152.25, subdivision 1a, is amended to read:

3.27 Subd. 1a. **Revocation, or nonrenewal, ~~or denial of consent to transfer~~ of a medical**
3.28 **cannabis manufacturer registration.** If the commissioner intends to revoke, or not renew,
3.29 ~~or deny consent to transfer~~ a registration issued under this section, the commissioner must
3.30 first notify in writing the manufacturer against whom the action is to be taken and provide
3.31 the manufacturer with an opportunity to request a hearing under the contested case provisions
3.32 of chapter 14. If the manufacturer does not request a hearing by notifying the commissioner

4.1 in writing within 20 days after receipt of the notice of proposed action, the commissioner
4.2 may proceed with the action without a hearing. For revocations, the registration of a
4.3 manufacturer is considered revoked on the date specified in the commissioner's written
4.4 notice of revocation.

4.5 Sec. 9. Minnesota Statutes 2018, section 152.25, subdivision 4, is amended to read:

4.6 Subd. 4. **Reports.** (a) The commissioner shall provide regular updates to the task force
4.7 on medical cannabis therapeutic research and to the chairs and ranking minority members
4.8 of the legislative committees with jurisdiction over health and human services, public safety,
4.9 judiciary, and civil law regarding: (1) any changes in federal law or regulatory restrictions
4.10 regarding the use of medical cannabis or hemp; and (2) the market demand and supply in
4.11 this state for products made from hemp that can be used for medicinal purposes.

4.12 (b) The commissioner may submit medical research based on the data collected under
4.13 sections 152.22 to 152.37 to any federal agency with regulatory or enforcement authority
4.14 over medical cannabis to demonstrate the effectiveness of medical cannabis for treating a
4.15 qualifying medical condition."

4.16 Page 2, delete lines 13 to 31

4.17 Page 3, before line 1, insert:

4.18 "Sec. Minnesota Statutes 2018, section 152.27, subdivision 6, is amended to read:

4.19 Subd. 6. **Patient enrollment.** (a) After receipt of a patient's application, application fees,
4.20 and signed disclosure, the commissioner shall enroll the patient in the registry program and
4.21 issue the patient and patient's registered designated caregiver or parent or legal guardian, if
4.22 applicable, a registry verification. The commissioner shall approve or deny a patient's
4.23 application for participation in the registry program within 30 days after the commissioner
4.24 receives the patient's application and application fee. The commissioner may approve
4.25 applications up to 60 days after the receipt of a patient's application and application fees
4.26 until January 1, 2016. A patient's enrollment in the registry program shall only be denied
4.27 if the patient:

4.28 (1) does not have certification from a health care practitioner that the patient has been
4.29 diagnosed with a qualifying medical condition;

4.30 (2) has not signed and returned the disclosure form required under subdivision 3,
4.31 paragraph (c), to the commissioner;

4.32 (3) does not provide the information required;

5.1 (4) has previously been removed from the registry program for violations of section
5.2 152.30 or 152.33; or

5.3 (5) provides false information.

5.4 (b) The commissioner shall give written notice to a patient of the reason for denying
5.5 enrollment in the registry program.

5.6 (c) Denial of enrollment into the registry program is considered a final decision of the
5.7 commissioner and is subject to judicial review under the Administrative Procedure Act
5.8 pursuant to chapter 14.

5.9 (d) A patient's enrollment in the registry program may only be revoked upon the death
5.10 of the patient or if a patient violates a requirement under section 152.30 or 152.33.

5.11 (e) The commissioner shall develop a registry verification to provide to the patient, the
5.12 health care practitioner identified in the patient's application, and to the manufacturer. The
5.13 registry verification shall include:

5.14 (1) the patient's name and date of birth;

5.15 (2) the patient registry number assigned to the patient; and

5.16 ~~(3) the patient's qualifying medical condition as provided by the patient's health care
5.17 practitioner in the certification; and~~

5.18 ~~(4)~~ (3) the name and date of birth of the patient's registered designated caregiver, if any,
5.19 or the name of the patient's parent or legal guardian if the parent or legal guardian will be
5.20 acting as a caregiver."

5.21 Page 4, after line 27, insert:

5.22 "(b) A manufacturer may acquire hemp from a hemp grower. A manufacturer may
5.23 manufacture or process hemp into an allowable form of medical cannabis under section
5.24 152.22, subdivision 6. Hemp acquired by a manufacturer under this paragraph is subject to
5.25 the same quality control program, security and testing requirements, and other requirements
5.26 that apply to medical cannabis plant material under sections 152.22 to 152.37 and Minnesota
5.27 Rules, chapter 4770."

5.28 Reletter the remaining paragraphs in sequence

5.29 Page 5, line 2, strike "and"

5.30 Page 5, line 4, after "cannabis" insert "or hemp"

5.31 Page 5, line 5, strike the period and insert " or hemp; and"

6.1 Page 5, after line 5 insert:

6.2 "(3) procedures for the transportation and delivery of hemp from hemp growers to
6.3 manufacturers."

6.4 Page 5, line 6, after "for" insert "the transportation and delivery of hemp from hemp
6.5 growers to manufacturers,"

6.6 Page 5, after line 30, insert:

6.7 "(m) Before a manufacturer acquires hemp from a hemp grower, the manufacturer must
6.8 verify that the hemp grower has a valid license issued by the commissioner of agriculture
6.9 under chapter 18K."

6.10 Page 6, before line 1, insert:

6.11 "Sec. Minnesota Statutes 2018, section 152.29, subdivision 2, is amended to read:

6.12 Subd. 2. **Manufacturer; production.** (a) A manufacturer of medical cannabis shall
6.13 provide a reliable and ongoing supply of all medical cannabis needed for the registry program
6.14 through cultivation by the manufacturer and through the purchase of hemp from hemp
6.15 growers.

6.16 (b) All cultivation, and harvesting performed by the manufacturer, and all manufacturing,
6.17 packaging, and processing of medical cannabis and hemp must take place in an enclosed,
6.18 locked facility at a physical address provided to the commissioner during the registration
6.19 process.

6.20 (c) A manufacturer must process and prepare any medical cannabis plant material or
6.21 hemp plant material into a form allowable under section 152.22, subdivision 6, prior to
6.22 distribution of any medical cannabis."

6.23 Page 6, line 5, after "cannabis" insert "or medical cannabis"

6.24 Page 7, line 4, strike "30-day" and insert "90-day"

6.25 Page 7, after line 9, insert:

6.26 "Sec. Minnesota Statutes 2018, section 152.29, subdivision 3a, is amended to read:

6.27 Subd. 3a. **Transportation of medical cannabis or hemp; staffing.** A medical cannabis
6.28 manufacturer may staff a transport motor vehicle with only one employee if the medical
6.29 cannabis manufacturer is transporting medical cannabis or hemp to either a certified
6.30 laboratory for the purpose of testing or a facility for the purpose of disposal. If the medical

7.1 cannabis manufacturer is transporting medical cannabis or hemp for any other purpose or
 7.2 destination, the transport motor vehicle must be staffed with a minimum of two employees
 7.3 as required by rules adopted by the commissioner.

7.4 Sec. Minnesota Statutes 2018, section 152.31, is amended to read:

7.5 **152.31 DATA PRACTICES.**

7.6 (a) Government data in patient files maintained by the commissioner and the health care
 7.7 practitioner, and data submitted to or by a medical cannabis manufacturer, are private data
 7.8 on individuals, as defined in section 13.02, subdivision 12, or nonpublic data, as defined in
 7.9 section 13.02, subdivision 9, but may be used for purposes of complying with chapter 13
 7.10 and complying with a request from the legislative auditor or the state auditor in the
 7.11 performance of official duties. The provisions of section 13.05, subdivision 11, apply to a
 7.12 registration agreement entered between the commissioner and a medical cannabis
 7.13 manufacturer under section 152.25.

7.14 (b) Not public data maintained by the commissioner may not be used for any purpose
 7.15 not provided for in sections 152.22 to 152.37, and may not be combined or linked in any
 7.16 manner with any other list, dataset, or database.

7.17 (c) The commissioner may execute data sharing arrangements with the commissioner
 7.18 of agriculture to verify licensing, inspection, and compliance information related to hemp
 7.19 growers under chapter 18K."

7.20 Page 7, delete lines 19 to 32

7.21 Page 8, delete lines 1 to 31

7.22 Page 9, delete lines 1 to 2 insert:

7.23 "Sec. Minnesota Statutes 2018, section 152.34, is amended to read:

7.24 **152.34 HEALTH CARE FACILITIES.**

7.25 (a) Health care facilities licensed under chapter 144A, hospice providers licensed under
 7.26 chapter 144A, boarding care homes or supervised living facilities licensed under section
 7.27 144.50, assisted living facilities, ~~and~~ facilities owned, controlled, managed, or under common
 7.28 control with hospitals licensed under chapter 144, and other health facilities licensed by the
 7.29 commissioner of health, may adopt reasonable restrictions on the use of medical cannabis
 7.30 by a patient enrolled in the registry program who resides at or is actively receiving treatment
 7.31 or care at the facility. The restrictions may include a provision that the facility will not store
 7.32 or maintain the patient's supply of medical cannabis, that the facility is not responsible for

8.1 providing the medical cannabis for patients, and that medical cannabis be used only in a
8.2 place specified by the facility.

8.3 (b) Any employee or agent of a facility listed in this section or a person licensed under
8.4 chapter 144E is not subject to violations under this chapter for possession of medical cannabis
8.5 while carrying out employment duties, including providing or supervising care to a registered
8.6 patient, or distribution of medical cannabis to a registered patient who resides at or is actively
8.7 receiving treatment or care at the facility with which the employee or agent is affiliated.
8.8 Nothing in this section shall require the facilities to adopt such restrictions and no facility
8.9 shall unreasonably limit a patient's access to or use of medical cannabis to the extent that
8.10 use is authorized by the patient under sections 152.22 to 152.37.

8.11 Sec. Minnesota Statutes 2018, section 152.36, subdivision 2, is amended to read:

8.12 Subd. 2. **Impact assessment.** The task force shall hold hearings to evaluate the impact
8.13 of the use of medical cannabis and hemp and Minnesota's activities involving medical
8.14 cannabis and hemp, including, but not limited to:

- 8.15 (1) program design and implementation;
- 8.16 (2) the impact on the health care provider community;
- 8.17 (3) patient experiences;
- 8.18 (4) the impact on the incidence of substance abuse;
- 8.19 (5) access to and quality of medical cannabis, hemp, and medical cannabis products;
- 8.20 (6) the impact on law enforcement and prosecutions;
- 8.21 (7) public awareness and perception; and
- 8.22 (8) any unintended consequences."

8.23 Renumber the sections in sequence and correct the internal references

8.24 Amend the title accordingly