

State of Arizona  
House of Representatives  
Fifty-third Legislature  
Second Regular Session  
2018

# **HOUSE BILL 2064**

AN ACT

AMENDING SECTIONS 36-2801 AND 36-2806, ARIZONA REVISED STATUTES; RELATING TO MEDICAL MARIJUANA.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2       Section 1. Subject to the requirements of article IV, part 1,  
3 section 1, Constitution of Arizona, section 36-2801, Arizona Revised  
4 Statutes, is amended to read:

5       36-2801. Definitions

6       In this chapter, unless the context otherwise requires:

7       1. "Allowable amount of marijuana":

8       (a) With respect to a qualifying patient, the "allowable amount of  
9 marijuana" means:

10       (i) Two-and-one-half ounces of usable marijuana; and

11       (ii) If the qualifying patient's registry identification card  
12 states that the qualifying patient is authorized to cultivate marijuana,  
13 twelve marijuana plants contained in an enclosed, locked facility, except  
14 that the plants are not required to be in an enclosed, locked facility if  
15 the plants are being transported because the qualifying patient is moving.

16       (b) With respect to a designated caregiver, the "allowable amount  
17 of marijuana" for each patient assisted by the designated caregiver under  
18 this chapter means:

19       (i) Two-and-one-half ounces of usable marijuana; and

20       (ii) If the designated caregiver's registry identification card  
21 provides that the designated caregiver is authorized to cultivate  
22 marijuana, twelve marijuana plants contained in an enclosed, locked  
23 facility, except that the plants are not required to be in an enclosed,  
24 locked facility if the plants are being transported because the designated  
25 caregiver is moving.

26       (c) Marijuana that is incidental to medical use, but is not usable  
27 marijuana as defined in this chapter, shall not be counted toward a  
28 qualifying patient's or designated caregiver's allowable amount of  
29 marijuana.

30       2. "ATTRACTIVE TO MINORS" MEANS PACKAGING, LABELING OR MARKETING  
31 THAT FEATURES ANY OF THE FOLLOWING:

32       (a) A CARTOON.

33       (b) A DESIGN, BRAND OR NAME THAT RESEMBLES A NONCANNABIS CONSUMER  
34 PRODUCT OF THE TYPE THAT IS TYPICALLY MARKETED TO MINORS.

35       (c) A SYMBOL OR CELEBRITY IMAGE THAT IS COMMONLY USED TO MARKET  
36 PRODUCTS TO MINORS.

37       (d) AN IMAGE OF MINORS.

38       (e) WORDS THAT REFER TO PRODUCTS THAT ARE COMMONLY ASSOCIATED WITH  
39 MINORS OR MARKETED BY MINORS.

40       ~~2.~~ 3. "Cardholder" means a qualifying patient, a designated  
41 caregiver or a nonprofit medical marijuana dispensary agent who has been  
42 issued and possesses a valid registry identification card.

1       **3.** 4. "Debilitating medical condition" means one or more of the  
2 following:

3           (a) Cancer, glaucoma, positive status for human immunodeficiency  
4 virus, acquired immune deficiency syndrome, hepatitis C, amyotrophic  
5 lateral sclerosis, Crohn's disease, **OPIOID USE DISORDER**, agitation of  
6 Alzheimer's disease or the treatment of these conditions.

7           (b) A chronic or debilitating disease or medical condition or its  
8 treatment that produces one or more of the following:

9              (i) Cachexia or wasting syndrome. ~~,~~

10             (ii) Severe and chronic pain. ~~,~~

11             (iii) Severe nausea. ~~,~~

12             (iv) Seizures, including those characteristic of epilepsy. ~~, or~~

13             (v) Severe and persistent muscle spasms, including those  
14 characteristic of multiple sclerosis.

15           (c) Any other medical condition or its treatment added by the  
16 department pursuant to section 36-2801.01.

17       **4.** 5. "Department" means the ~~Arizona~~ department of health services  
18 or its successor agency.

19       **5.** 6. "Designated caregiver" means a person who:

20           (a) Is at least twenty-one years of age.

21           (b) Has agreed to assist with a patient's medical use of marijuana.

22           (c) Has not been convicted of an excluded felony offense.

23           (d) Assists no more than five qualifying patients with the medical  
24 use of marijuana.

25           (e) May receive reimbursement for actual costs incurred in  
26 assisting a registered qualifying patient's medical use of marijuana if  
27 the registered designated caregiver is connected to the registered  
28 qualifying patient through the department's registration process. The  
29 designated caregiver may not be paid any fee or compensation for ~~this~~  
30 service as a caregiver. Payment for costs under this subdivision shall  
31 not constitute an offense under title 13, chapter 34 or under title 36,  
32 chapter 27, article 4.

33       **6.** 7. "Enclosed, locked facility" means a closet, room, greenhouse  
34 or other enclosed area equipped with locks or other security devices that  
35 permit access only by a cardholder.

36       **7.** 8. "Excluded felony offense" means:

37           (a) A violent crime as defined in section 13-901.03, subsection B,  
38 that was classified as a felony in the jurisdiction where the person was  
39 convicted.

40           (b) A violation of a state or federal controlled substance law that  
41 was classified as a felony in the jurisdiction where the person was  
42 convicted but does not include:

43              (i) An offense for which the sentence, including any term of  
44 probation, incarceration or supervised release, was completed ten or more  
45 years earlier.

1                 (ii) An offense involving conduct that would be immune from arrest,  
2 prosecution or penalty under section 36-2811, except that the conduct  
3 occurred before ~~the effective date of this chapter~~ DECEMBER 14, 2010 or  
4 was prosecuted by an authority other than the state of Arizona.

5                 ~~8.~~ 9. "Marijuana" means all parts of any plant of the genus  
6 cannabis whether growing or not, and the seeds of such plant.

7                 ~~9.~~ 10. "Medical use" means the acquisition, possession,  
8 cultivation, manufacture, use, administration, delivery, transfer or  
9 transportation of marijuana or paraphernalia relating to the  
10 administration of marijuana to treat or alleviate a registered qualifying  
11 patient's debilitating medical condition or symptoms associated with the  
12 patient's debilitating medical condition.

13                 11. "Nonprofit medical marijuana dispensary" means a not-for-profit  
14 entity that acquires, possesses, cultivates, manufactures, delivers,  
15 transfers, transports, supplies, sells or dispenses marijuana or related  
16 supplies and educational materials to cardholders. A nonprofit medical  
17 marijuana dispensary may receive payment for all expenses incurred in its  
18 operation.

19                 ~~10.~~ 12. "Nonprofit medical marijuana dispensary agent" means a  
20 principal officer, board member, employee or volunteer of a nonprofit  
21 medical marijuana dispensary who is at least twenty-one years of age and  
22 has not been convicted of an excluded felony offense.

23                 ~~12.~~ 13. "Physician" means a doctor of medicine who holds a valid  
24 and existing license to practice medicine pursuant to title 32, chapter 13  
25 or its successor, a doctor of osteopathic medicine who holds a valid and  
26 existing license to practice osteopathic medicine pursuant to title 32,  
27 chapter 17 or its successor, a naturopathic physician who holds a valid  
28 and existing license to practice naturopathic medicine pursuant to title  
29 32, chapter 14 or its successor or a homeopathic physician who holds a  
30 valid and existing license to practice homeopathic medicine pursuant to  
31 title 32, chapter 29 or its successor.

32                 ~~13.~~ 14. "Qualifying patient" means a person who has been diagnosed  
33 by a physician as having a debilitating medical condition.

34                 ~~14.~~ 15. "Registry identification card" means a document issued by  
35 the department that identifies a person as a registered qualifying  
36 patient, registered designated caregiver or a registered nonprofit medical  
37 marijuana dispensary agent.

38                 ~~15.~~ 16. "Usable marijuana" means the dried flowers of the  
39 marijuana plant, and any mixture or preparation thereof, but does not  
40 include the seeds, stalks and roots of the plant and does not include the  
41 weight of any non-marijuana ingredients combined with marijuana and  
42 prepared for consumption as food or drink.

43                 ~~16.~~ 17. "Verification system" means a secure, password-protected,  
44 web-based system established and maintained by the department that is  
45 available to law enforcement personnel and nonprofit medical marijuana

1 dispensary agents on a ~~twenty-four-hour~~ TWENTY-FOUR-HOUR basis for  
2 verification of registry identification cards.

3 ~~17.~~ 18. "Visiting qualifying patient" means a person:

4 (a) Who is not a resident of Arizona or who has been a resident of  
5 Arizona less than thirty days.

6 (b) Who has been diagnosed with a debilitating medical condition by  
7 a person who is licensed with authority to prescribe drugs to humans in  
8 the state of the person's residence or, in the case of a person who has  
9 been a resident of Arizona less than thirty days, the state of the  
10 person's former residence.

11 ~~18.~~ 19. "Written certification" means a document dated and signed  
12 by a physician, stating that in the physician's professional opinion the  
13 patient is likely to receive therapeutic or palliative benefit from the  
14 medical use of marijuana to treat or alleviate the patient's debilitating  
15 medical condition or symptoms associated with the debilitating medical  
16 condition. The physician must:

17 (a) Specify the qualifying patient's debilitating medical condition  
18 in the written certification.

19 (b) Sign and date the written certification only in the course of a  
20 physician-patient relationship after the physician has completed a full  
21 assessment of the qualifying patient's medical history.

22 Sec. 2. Subject to the requirements of article IV, part 1,  
23 section 1, Constitution of Arizona, section 36-2806, Arizona Revised  
24 Statutes, is amended to read:

25 36-2806. Registered nonprofit medical marijuana dispensaries;  
26 requirements; prohibitions

27 A. A registered nonprofit medical marijuana dispensary shall be  
28 operated on a not-for-profit basis. The bylaws of a registered nonprofit  
29 medical marijuana dispensary shall contain such provisions relative to the  
30 disposition of revenues and receipts to establish and maintain its  
31 nonprofit character. A registered nonprofit medical marijuana dispensary  
32 need not be recognized as tax-exempt by the internal revenue service and  
33 is not required to incorporate pursuant to title 10, chapter 19,  
34 article 1.

35 B. The operating documents of a registered nonprofit medical  
36 marijuana dispensary shall include procedures for the oversight of the  
37 registered nonprofit medical marijuana dispensary and procedures to ensure  
38 accurate recordkeeping.

39 C. A registered nonprofit medical marijuana dispensary shall have a  
40 single secure entrance and shall implement appropriate security measures  
41 to deter and prevent the theft of marijuana and unauthorized entrance into  
42 areas containing marijuana.

43 D. A registered nonprofit medical marijuana dispensary is  
44 prohibited from acquiring, possessing, cultivating, manufacturing,  
45 delivering, transferring, transporting, supplying or dispensing marijuana

1 for any purpose except to assist registered qualifying patients with the  
2 medical use of marijuana directly or through the registered qualifying  
3 patients' designated caregivers.

4 E. All cultivation of marijuana must take place in an enclosed,  
5 locked facility at a physical address provided to the department during  
6 the registration process, which can only be accessed by registered  
7 nonprofit medical marijuana dispensary agents associated in the registry  
8 with the nonprofit medical marijuana dispensary.

9 F. A registered nonprofit medical marijuana dispensary may acquire  
10 usable marijuana or marijuana plants from a registered qualifying patient  
11 or a registered designated caregiver only if the registered qualifying  
12 patient or registered designated caregiver receives no compensation for  
13 the marijuana.

14 G. A nonprofit medical marijuana dispensary shall not ~~permit~~:

15 1. ALLOW any person to consume marijuana on the property of a  
16 nonprofit medical marijuana dispensary.

17 2. ACQUIRE, POSSESS, MANUFACTURE OR SELL A MARIJUANA PRODUCT THAT  
18 IS PACKAGED OR LABELED IN A MANNER THAT IS ATTRACTIVE TO MINORS.

19 H. Registered nonprofit medical marijuana dispensaries are subject  
20 to reasonable inspection by the department. The department shall give  
21 reasonable notice of an inspection under this subsection.

22 Sec. 3. Effective date

23 This act is effective from and after December 31, 2018.

24 Sec. 4. Requirements for enactment: three-fourths vote

25 Pursuant to article IV, part 1, section 1, Constitution of Arizona,  
26 sections 36-2801 and 36-2806, Arizona Revised Statutes, as amended by this  
27 act, are effective only on the affirmative vote of at least three-fourths  
28 of the members of each house of the legislature.