

2021 SPECIAL SESSION I

HOUSE SUBSTITUTE

21103713D

HOUSE BILL NO. 2218

AMENDMENT IN THE NATURE OF A SUBSTITUTE

(Proposed by the House Committee on Health, Welfare and Institutions on January 28, 2021)

(Patron Prior to Substitute—Delegate Hayes)

A BILL to amend and reenact §§ 18.2-250.1, 54.1-2519, 54.1-2521, 54.1-2903, 54.1-3408.3, and 54.1-3442.5 through 54.1-3442.8 of the Code of Virginia, relating to pharmaceutical processors; cannabis products.

Be it enacted by the General Assembly of Virginia:

1. That §§ 18.2-250.1, 54.1-2519, 54.1-2521, 54.1-2903, 54.1-3408.3, and 54.1-3442.5 through 54.1-3442.8 of the Code of Virginia are amended and reenacted as follows:

§ 18.2-250.1. Possession of marijuana unlawful.

A. It is unlawful for any person knowingly or intentionally to possess marijuana unless the substance was obtained directly from, or pursuant to, a valid prescription or order of a practitioner while acting in the course of his professional practice, or except as otherwise authorized by the Drug Control Act (§ 54.1-3400 et seq.). The attorney for the Commonwealth or the county, city, or town attorney may prosecute such a case.

Upon the prosecution of a person for violation of this section, ownership or occupancy of the premises or vehicle upon or in which marijuana was found shall not create a presumption that such person either knowingly or intentionally possessed such marijuana.

Any person who violates this section is subject to a civil penalty of no more than \$25. A violation of this section is a civil offense. Any civil penalties collected pursuant to this section shall be deposited into the Drug Offender Assessment and Treatment Fund established pursuant to § 18.2-251.02.

B. Any violation of this section shall be charged by summons. A summons for a violation of this section may be executed by a law-enforcement officer when such violation is observed by such officer. The summons used by a law-enforcement officer pursuant to this section shall be in form the same as the uniform summons for motor vehicle law violations as prescribed pursuant to § 46.2-388. No court costs shall be assessed for violations of this section. A person's criminal history record information as defined in § 9.1-101 shall not include records of any charges or judgments for a violation of this section, and records of such charges or judgments shall not be reported to the Central Criminal Records Exchange. However, if a violation of this section occurs while an individual is operating a commercial motor vehicle as defined in § 46.2-341.4, such violation shall be reported to the Department of Motor Vehicles and shall be included on such individual's driving record.

C. The procedure for appeal and trial of any violation of this section shall be the same as provided by law for misdemeanors; if requested by either party on appeal to the circuit court, trial by jury shall be as provided in Article 4 (§ 19.2-260 et seq.) of Chapter 15 of Title 19.2, and the Commonwealth shall be required to prove its case beyond a reasonable doubt.

D. The provisions of this section shall not apply to members of state, federal, county, city, or town law-enforcement agencies, jail officers, or correctional officers, as defined in § 53.1-1, certified as handlers of dogs trained in the detection of controlled substances when possession of marijuana is necessary for the performance of their duties.

E. The provisions of this section involving marijuana in the form of cannabis ~~or~~ products as that term is defined in § 54.1-3408.3 shall not apply to any person who possesses such ~~or~~ cannabis product pursuant to a valid written certification issued by a practitioner in the course of his professional practice pursuant to § 54.1-3408.3 for treatment or to alleviate the symptoms of (i) the person's diagnosed condition or disease, (ii) if such person is the parent or legal guardian of a minor or of an incapacitated adult as defined in § 18.2-369, such minor's or incapacitated adult's diagnosed condition or disease, or (iii) if such person has been designated as a registered agent pursuant to § 54.1-3408.3, the diagnosed condition or disease of his principal or, if the principal is the parent or legal guardian of a minor or of an incapacitated adult as defined in § 18.2-369, such minor's or incapacitated adult's diagnosed condition or disease.

§ 54.1-2519. Definitions.

As used in this chapter, unless the context requires a different meaning:

"Administer" means the direct application of a controlled substance, whether by injection, inhalation, ingestion or any other means, to the body of a patient or research subject by (i) a practitioner or, under the practitioner's direction, his authorized agent or (ii) the patient or research subject at the direction and in the presence of the practitioner.

"Bureau" means the Virginia Department of State Police, Bureau of Criminal Investigation, Drug Diversion Unit.

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60 "Controlled substance" means a drug, substance or immediate precursor in Schedules I through VI of
61 the Drug Control Act, Chapter 34 (§ 54.1-3400 et seq.) of this title.

62 "Covered substance" means all controlled substances included in Schedules II, III, and IV; controlled
63 substances included in Schedule V for which a prescription is required; naloxone; and all drugs of
64 concern that are required to be reported to the Prescription Monitoring Program, pursuant to this chapter.
65 "Covered substance" also includes cannabis ~~or~~ *products* dispensed by a pharmaceutical processor in
66 Virginia.

67 "Department" means the Virginia Department of Health Professions.

68 "Director" means the Director of the Virginia Department of Health Professions.

69 "Dispense" means to deliver a controlled substance to an ultimate user, research subject, or owner of
70 an animal patient by or pursuant to the lawful order of a practitioner, including the prescribing and
71 administering, packaging, labeling or compounding necessary to prepare the substance for that delivery.

72 "Dispenser" means a person or entity that (i) is authorized by law to dispense a covered substance or
73 to maintain a stock of covered substances for the purpose of dispensing, and (ii) dispenses the covered
74 substance to a citizen of the Commonwealth regardless of the location of the dispenser, or who
75 dispenses such covered substance from a location in Virginia regardless of the location of the recipient.

76 "Drug of concern" means any drug or substance, including any controlled substance or other drug or
77 substance, where there has been or there is the potential for abuse and that has been identified by the
78 Board of Pharmacy pursuant to § 54.1-3456.1.

79 "Prescriber" means a practitioner licensed in the Commonwealth who is authorized pursuant to
80 §§ 54.1-3303 and 54.1-3408 to issue a prescription for a covered substance or a practitioner licensed in
81 another state to so issue a prescription for a covered substance.

82 "Recipient" means a person who receives a covered substance from a dispenser and includes the
83 owner of an animal patient.

84 "Relevant health regulatory board" means any such board that licenses persons or entities with the
85 authority to prescribe or dispense covered substances, including the Board of Dentistry, the Board of
86 Medicine, the Board of Veterinary Medicine, and the Board of Pharmacy.

87 **§ 54.1-2521. Reporting requirements.**

88 A. The failure by any person subject to the reporting requirements set forth in this section and the
89 Department's regulations to report the dispensing of covered substances shall constitute grounds for
90 disciplinary action by the relevant health regulatory board.

91 B. Upon dispensing a covered substance, a dispenser of such covered substance shall report the
92 following information:

93 1. The recipient's name and address.

94 2. The recipient's date of birth.

95 3. The covered substance that was dispensed to the recipient.

96 4. The quantity of the covered substance that was dispensed.

97 5. The date of the dispensing.

98 6. The prescriber's identifier number and, in cases in which the covered substance is *a cannabis or*
99 *product*, the expiration date of the written certification.

100 7. The dispenser's identifier number.

101 8. The method of payment for the prescription.

102 9. Any other non-clinical information that is designated by the Director as necessary for the
103 implementation of this chapter in accordance with the Department's regulations.

104 10. Any other information specified in regulations promulgated by the Director as required in order
105 for the Prescription Monitoring Program to be eligible to receive federal funds.

106 C. Except as provided in subdivision 7 of § 54.1-2522, in cases where the ultimate user of a covered
107 substance is an animal, the dispenser shall report the relevant information required by subsection B for
108 the owner of the animal.

109 D. The reports required herein shall be made to the Department or its agent within 24 hours or the
110 dispenser's next business day, whichever comes later, and shall be made and transmitted in such manner
111 and format and according to the standards and schedule established in the Department's regulations.

112 **§ 54.1-2903. What constitutes practice; advertising in connection with medical practice.**

113 A. Any person shall be regarded as practicing the healing arts who actually engages in such practice
114 as defined in this chapter, or who opens an office for such purpose, or who advertises or announces to
115 the public in any manner a readiness to practice or who uses in connection with his name the words or
116 letters "Doctor," "Dr.," "M.D.," "D.O.," "D.P.M.," "D.C.," "Healer," "N.P.," or any other title, word,
117 letter or designation intending to designate or imply that he is a practitioner of the healing arts or that
118 he is able to heal, cure or relieve those suffering from any injury, deformity or disease.

119 Signing a birth or death certificate, or signing any statement certifying that the person so signing has
120 rendered professional service to the sick or injured, or signing or issuing a prescription for drugs or
121 other remedial agents, shall be prima facie evidence that the person signing or issuing such writing is

122 practicing the healing arts within the meaning of this chapter except where persons other than physicians
123 are required to sign birth certificates.

124 B. No person regulated under this chapter shall use the title "Doctor" or the abbreviation "Dr." in
125 writing or in advertising in connection with his practice unless he simultaneously uses words, initials, an
126 abbreviation or designation, or other language that identifies the type of practice for which he is
127 licensed. No person regulated under this chapter shall include in any advertisement a reference to
128 marijuana, as defined in § 18.2-247, unless such advertisement is for the treatment of addiction or
129 substance abuse. However, nothing in this subsection shall prevent a person from including in any
130 advertisement that such person is registered with the Board of Pharmacy to issue written certifications
131 for the use of cannabis ~~oil~~ products, as defined in § 54.1-3408.3.

132 **§ 54.1-3408.3. Certification for use of cannabis products for treatment.**

133 A. As used in this section:

134 *"Botanical cannabis" means cannabis that is composed wholly of usable cannabis from the same*
135 *parts of the same chemovar of cannabis plant.*

136 *"Cannabis oil" means any formulation of processed Cannabis plant extract, which may include oil*
137 *from industrial hemp extract acquired by a pharmaceutical processor pursuant to § 54.1-3442.6, or a*
138 *dilution of the resin of the Cannabis plant that contains at least five milligrams of cannabidiol (CBD) or*
139 *tetrahydrocannabinolic acid (THC-A) and no more than 10 milligrams of delta-9-tetrahydrocannabinol*
140 *per dose. "Cannabis oil" does not include industrial hemp, as defined in § 3.2-4112, that is grown, dealt,*
141 *or processed in compliance with state or federal law, unless it has been acquired and formulated with*
142 *cannabis plant extract by a pharmaceutical processor.*

143 *"Cannabis product" means a product that is (i) produced by a pharmaceutical processor, registered*
144 *with the Board, and compliant with testing requirements and (ii) composed of cannabis oil or botanical*
145 *cannabis.*

146 *"Practitioner" means a practitioner of medicine or osteopathy licensed by the Board of Medicine, a*
147 *physician assistant licensed by the Board of Medicine, or a nurse practitioner jointly licensed by the*
148 *Board of Medicine and the Board of Nursing.*

149 *"Registered agent" means an individual designated by a patient who has been issued a written*
150 *certification, or, if such patient is a minor or an incapacitated adult as defined in § 18.2-369, designated*
151 *by such patient's parent or legal guardian, and registered with the Board pursuant to subsection G.*

152 *"Usable cannabis" means any cannabis plant material, including seeds, but not (i) resin that has*
153 *been extracted from any part of the cannabis plant, its seeds, or its resin; (ii) the mature stalks, fiber*
154 *produced from the stalks, or any other compound, manufacture, salt, or derivative, mixture, or*
155 *preparation of the mature stalks; or (iii) oil or cake made from the seeds of the plant.*

156 B. A practitioner in the course of his professional practice may issue a written certification for the
157 use of cannabis ~~oil~~ products for treatment or to alleviate the symptoms of any diagnosed condition or
158 disease determined by the practitioner to benefit from such use. The practitioner shall use his
159 professional judgment to determine the manner and frequency of patient care and evaluation and may
160 employ the use of telemedicine consistent with federal requirements for the prescribing of Schedule II
161 through V controlled substances.

162 C. The written certification shall be on a form provided by the Office of the Executive Secretary of
163 the Supreme Court developed in consultation with the Board of Medicine. Such written certification
164 shall contain the name, address, and telephone number of the practitioner, the name and address of the
165 patient issued the written certification, the date on which the written certification was made, and the
166 signature of the practitioner. Such written certification issued pursuant to subsection B shall expire no
167 later than one year after its issuance unless the practitioner provides in such written certification an
168 earlier expiration.

169 D. No practitioner shall be prosecuted under § 18.2-248 or 18.2-248.1 for dispensing or distributing
170 cannabis ~~oil~~ products for the treatment or to alleviate the symptoms of a patient's diagnosed condition or
171 disease pursuant to a written certification issued pursuant to subsection B. Nothing in this section shall
172 preclude the Board of Medicine from sanctioning a practitioner for failing to properly evaluate or treat a
173 patient's medical condition or otherwise violating the applicable standard of care for evaluating or
174 treating medical conditions.

175 E. A practitioner who issues a written certification to a patient pursuant to this section shall register
176 with the Board. The Board shall, in consultation with the Board of Medicine, set a limit on the number
177 of patients to whom a practitioner may issue a written certification.

178 F. A patient who has been issued a written certification shall register with the Board or, if such
179 patient is a minor or an incapacitated adult as defined in § 18.2-369, a patient's parent or legal guardian
180 shall register and shall register such patient with the Board.

181 G. A patient, or, if such patient is a minor or an incapacitated adult as defined in § 18.2-369, such
182 patient's parent or legal guardian, may designate an individual to act as his registered agent for the

183 purposes of receiving cannabis oil products pursuant to a valid written certification. Such designated
 184 individual shall register with the Board. The Board may set a limit on the number of patients for whom
 185 any individual is authorized to act as a registered agent.

186 H. The Board shall promulgate regulations to implement the registration process. Such regulations
 187 shall include (i) a mechanism for sufficiently identifying the practitioner issuing the written certification,
 188 the patient being treated by the practitioner, his registered agent, and, if such patient is a minor or an
 189 incapacitated adult as defined in § 18.2-369, the patient's parent or legal guardian; (ii) a process for
 190 ensuring that any changes in the information are reported in an appropriate timeframe; and (iii) a
 191 prohibition for the patient to be issued a written certification by more than one practitioner during any
 192 given time period.

193 I. Information obtained under the registration process shall be confidential and shall not be subject to
 194 the disclosure provisions of the Virginia Freedom of Information Act (§ 2.2-3700 et seq.). However,
 195 reasonable access to registry information shall be provided to (i) the Chairmen of the House Committee
 196 for Courts of Justice and the Senate Committee on the Judiciary, (ii) state and federal agencies or local
 197 law enforcement for the purpose of investigating or prosecuting a specific individual for a specific
 198 violation of law, (iii) licensed practitioners or pharmacists for the purpose of providing patient care and
 199 drug therapy management and monitoring of drugs obtained by a registered patient, (iv) a
 200 pharmaceutical processor or cannabis dispensing facility involved in the treatment of a registered patient,
 201 or (v) a registered patient, his registered agent, or, if such patient is a minor or an incapacitated adult as
 202 defined in § 18.2-369, the patient's parent or legal guardian, but only with respect to information related
 203 to such registered patient.

204 **§ 54.1-3442.5. Definitions.**

205 As used in this article:

206 "Cannabis oil" has "Botanical cannabis," "cannabis oil," "cannabis product," and "usable cannabis"
 207 have the same meaning meanings as specified in § 54.1-3408.3.

208 "Cannabis dispensing facility" means a facility that (i) has obtained a permit from the Board pursuant
 209 to § 54.1-3442.6; (ii) is owned, at least in part, by a pharmaceutical processor; and (iii) dispenses
 210 cannabis oil products produced by a pharmaceutical processor to a registered patient, his registered agent,
 211 or, if such patient is a minor or an incapacitated adult as defined in § 18.2-369, such patient's parent or
 212 legal guardian.

213 "Pharmaceutical processor" means a facility that (i) has obtained a permit from the Board pursuant to
 214 § 54.1-3408.3 and (ii) cultivates Cannabis plants intended only for the production of cannabis oil,
 215 botanical cannabis, and usable cannabis, produces cannabis oil products, and dispenses cannabis oil
 216 products to a registered patient, his registered agent, or, if such patient is a minor or an incapacitated
 217 adult as defined in § 18.2-369, such patient's parent or legal guardian.

218 "Practitioner" has the same meaning as specified in § 54.1-3408.3.

219 "Registered agent" has the same meaning as specified in § 54.1-3408.3.

220 **§ 54.1-3442.6. Permit to operate pharmaceutical processor or cannabis dispensing facility.**

221 A. No person shall operate a pharmaceutical processor or a cannabis dispensing facility without first
 222 obtaining a permit from the Board. The application for such permit shall be made on a form provided
 223 by the Board and signed by a pharmacist who will be in full and actual charge of the pharmaceutical
 224 processor or cannabis dispensing facility. The Board shall establish an application fee and other general
 225 requirements for such application.

226 B. Each permit shall expire annually on a date determined by the Board in regulation. The number of
 227 permits that the Board may issue or renew in any year is limited to one pharmaceutical processor and
 228 up to five cannabis dispensing facilities for each health service area established by the Board of Health.
 229 Permits shall be displayed in a conspicuous place on the premises of the pharmaceutical processor and
 230 cannabis dispensing facility.

231 C. The Board shall adopt regulations establishing health, safety, and security requirements for
 232 pharmaceutical processors and cannabis dispensing facilities. Such regulations shall include requirements
 233 for (i) physical standards; (ii) location restrictions; (iii) security systems and controls; (iv) minimum
 234 equipment and resources; (v) recordkeeping; (vi) labeling, including the potency of each botanical
 235 cannabis product, and packaging; (vii) quarterly inspections; (viii) processes for safely and securely
 236 dispensing and delivering in person cannabis oil products to a registered patient, his registered agent, or,
 237 if such patient is a minor or an incapacitated adult as defined in § 18.2-369, such patient's parent or
 238 legal guardian; (ix) dosage limitations, which shall for cannabis oil that provide that each dispensed
 239 dose of cannabis oil not exceed 10 milligrams of delta-9-tetrahydrocannabinol; (x) a process for the
 240 wholesale distribution of and the transfer of usable cannabis, botanical cannabis, cannabis oil, and
 241 cannabis products between pharmaceutical processors and between a pharmaceutical processor and a
 242 cannabis dispensing facility; (xi) an allowance for the sale of devices for administration of dispensed
 243 cannabis products; (xii) an allowance for the use and distribution of inert product samples containing no
 244 cannabinoids for patient demonstration exclusively at the pharmaceutical processor or cannabis

245 dispensing facility, and not for further distribution or sale, without the need for a written certification;
 246 and (xiii) a process for acquiring oil from industrial hemp extract and formulating such oil extract with
 247 Cannabis plant extract into allowable dosages of cannabis oil. The Board shall also adopt regulations for
 248 pharmaceutical processors that include requirements for (a) processes for safely and securely cultivating
 249 Cannabis plants intended for producing cannabis oil products; ~~(b) a maximum number of marijuana~~
 250 ~~plants a pharmaceutical processor may possess at any one time;~~ (c) the secure disposal of plant
 251 remains; and ~~(d)~~ (c) a process for registering cannabis oil products.

252 D. The Board shall require that, after processing and before dispensing any cannabis oil products, a
 253 pharmaceutical processor shall make a sample available from each homogenized batch of cannabis
 254 product for testing by an independent laboratory located in Virginia meeting Board requirements. A
 255 valid sample size for testing shall be determined by each laboratory and may vary due to sample matrix,
 256 analytical method, and laboratory-specific procedures. A minimum sample size of 0.5 percent of
 257 individual units for dispensing or distribution from each homogenized batch of cannabis oil is required
 258 to achieve a representative cannabis oil sample for analysis. A minimum sample size, to be determined
 259 by the certified testing laboratory, from each batch of botanical cannabis is required to achieve a
 260 representative botanical cannabis sample for analysis. Botanical cannabis products shall only be tested
 261 for the following: total cannabidiol (CBD); total tetrahydrocannabinol (THC); terpenes; pesticide
 262 chemical residue; heavy metals; mycotoxins; moisture; and microbiological contaminants. Testing
 263 thresholds shall be consistent with generally accepted cannabis industry thresholds. If a sample from a
 264 batch of botanical cannabis fails testing requirements, the processor may remediate the batch and
 265 submit a sample for retesting. If the batch fails retesting, it shall be considered usable cannabis and
 266 may be processed into cannabis oil. This oil must comply with all applicable testing standards.

267 E. A laboratory testing samples for a pharmaceutical processor shall obtain a controlled substances
 268 registration certificate pursuant to § 54.1-3423 and shall comply with quality standards established by the
 269 Board in regulation.

270 F. Every pharmaceutical processor or cannabis dispensing facility shall be under the personal
 271 supervision of a licensed pharmacist on the premises of the pharmaceutical processor or cannabis
 272 dispensing facility. A pharmacist in charge of a pharmaceutical processor may authorize certain
 273 employee access to secured areas designated for cultivation and other areas approved by the Board. No
 274 pharmacist shall be required to be on the premises during such authorized access. The
 275 pharmacist-in-charge shall ensure security measures are adequate to protect the cannabis from diversion
 276 at all times.

277 G. The Board shall require an applicant for a pharmaceutical processor or cannabis dispensing
 278 facility permit to submit to fingerprinting and provide personal descriptive information to be forwarded
 279 along with his fingerprints through the Central Criminal Records Exchange to the Federal Bureau of
 280 Investigation for the purpose of obtaining criminal history record information regarding the applicant.
 281 The cost of fingerprinting and the criminal history record search shall be paid by the applicant. The
 282 Central Criminal Records Exchange shall forward the results of the criminal history background check to
 283 the Board or its designee, which shall be a governmental entity.

284 H. In addition to other employees authorized by the Board, a pharmaceutical processor may employ
 285 individuals who may have less than two years of experience (i) to perform cultivation-related duties
 286 under the supervision of an individual who has received a degree in horticulture or a certification
 287 recognized by the Board or who has at least two years of experience cultivating plants and (ii) to
 288 perform extraction-related duties under the supervision of an individual who has a degree in chemistry
 289 or pharmacology or at least two years of experience extracting chemicals from plants.

290 I. A pharmaceutical processor to whom a permit has been issued by the Board may establish up to
 291 five cannabis dispensing facilities for the dispensing of cannabis oil products that ~~has~~ have been
 292 cultivated and produced on the premises of a pharmaceutical processor permitted by the Board. Each
 293 cannabis dispensing facility shall be located within the same health service area as the pharmaceutical
 294 processor.

295 J. No person who has been convicted of (i) a felony under the laws of the Commonwealth or another
 296 jurisdiction or (ii) within the last five years, any offense in violation of Article 1 (§ 18.2-247 et seq.) or
 297 Article 1.1 (§ 18.2-265.1 et seq.) of Chapter 7 of Title 18.2 or a substantially similar offense under the
 298 laws of another jurisdiction shall be employed by or act as an agent of a pharmaceutical processor or
 299 cannabis dispensing facility.

300 K. Every pharmaceutical processor or cannabis dispensing facility shall adopt policies for
 301 pre-employment drug screening and regular, ongoing, random drug screening of employees.

302 L. A pharmacist at the pharmaceutical processor and the cannabis dispensing facility shall determine
 303 the number of pharmacy interns, pharmacy technicians and pharmacy technician trainees who can be
 304 safely and competently supervised at one time; however, no pharmacist shall supervise more than six
 305 persons performing the duties of a pharmacy technician at one time.

306 M. Any person who proposes to use an automated process or procedure during the production of
 307 cannabis ~~oil~~ *products* that is not otherwise authorized in law or regulation or at a time when a
 308 pharmacist will not be ~~on-site~~ *on site* may apply to the Board for approval to use such process or
 309 procedure pursuant to subsections B through E of § 54.1-3307.2.

310 N. A pharmaceutical processor may acquire oil from industrial hemp extract processed in Virginia,
 311 and in compliance with state or federal law, from a registered industrial hemp dealer or processor. A
 312 pharmaceutical processor may process and formulate such oil extract with cannabis plant extract into an
 313 allowable dosage of cannabis oil. Oil from industrial hemp acquired by a pharmaceutical processor is
 314 subject to the same third-party testing requirements that may apply to cannabis plant extract. Testing
 315 shall be performed by a laboratory located in Virginia and in compliance with state law. The industrial
 316 hemp dealer or processor shall provide such third-party testing results to the pharmaceutical processor
 317 before oil from industrial hemp may be acquired.

318 O. *The Board shall register all cannabis products that meet testing, labeling, and packaging*
 319 *standards.*

320 **§ 54.1-3442.7. Dispensing cannabis products; report.**

321 A. A pharmaceutical processor or cannabis dispensing facility shall dispense or deliver cannabis ~~oil~~
 322 *products* only in person to (i) a patient who is a Virginia resident or temporarily resides in Virginia as
 323 made evident to the Board, has been issued a valid written certification, and is registered with the Board
 324 pursuant to § 54.1-3408.3; (ii) such patient's registered agent; or (iii) if such patient is a minor or an
 325 incapacitated adult as defined in § 18.2-369, such patient's parent or legal guardian who is a Virginia
 326 resident or temporarily resides in Virginia as made evident to the Board and is registered with the Board
 327 pursuant to § 54.1-3408.3. Prior to the initial dispensing of each written certification, the pharmacist or
 328 pharmacy technician at the location of the pharmaceutical processor or cannabis dispensing facility shall
 329 make and maintain for two years a paper or electronic copy of the written certification that provides an
 330 exact image of the document that is clearly legible; shall view a current photo identification of the
 331 patient, registered agent, parent, or legal guardian; and shall verify current board registration of the
 332 practitioner and the corresponding patient, registered agent, parent, or legal guardian. Prior to any
 333 subsequent dispensing of each written certification, the pharmacist, pharmacy technician, or delivery
 334 agent shall view the current written certification; a current photo identification of the patient, registered
 335 agent, parent, or legal guardian; and the current board registration issued to the patient, registered agent,
 336 parent, or legal guardian. No pharmaceutical processor or cannabis dispensing facility shall dispense
 337 more than a 90-day supply for any patient during any 90-day period. The Board shall establish in
 338 regulation an amount of cannabis oil that constitutes a 90-day supply to treat or alleviate the symptoms
 339 of a patient's diagnosed condition or disease. *The supply for botanical cannabis products may not exceed*
 340 *four ounces of botanical cannabis per 30-day period. In determining the appropriate supply, the*
 341 *pharmacist shall consider all cannabis products dispensed to the patient and adjust the dispensing*
 342 *accordingly.*

343 B. A pharmaceutical processor or cannabis dispensing facility shall dispense only cannabis ~~oil that~~
 344 ~~has been cultivated and~~ *products* produced on the premises of a pharmaceutical processor permitted by
 345 the Board or cannabis oil that has been formulated with oil from industrial hemp acquired by a
 346 pharmaceutical processor from a registered industrial hemp dealer or processor pursuant to
 347 § 54.1-3442.6. A pharmaceutical processor may begin cultivation upon being issued a permit by the
 348 Board.

349 C. The Board shall report annually by December 1 to the Chairmen of the House Committee for
 350 Courts of Justice and the Senate Committee on the Judiciary on the operation of pharmaceutical
 351 processors and cannabis dispensing facilities issued a permit by the Board, including the number of
 352 practitioners, patients, registered agents, and parents or legal guardians of patients who have registered
 353 with the Board and the number of written certifications issued pursuant to § 54.1-3408.3.

354 D. The concentration of delta-9-tetrahydrocannabinol in any cannabis oil on site may be up to 10
 355 percent greater than or less than the level of delta-9-tetrahydrocannabinol measured for labeling. A
 356 pharmaceutical processor and cannabis dispensing facility shall ensure that such concentration in any
 357 cannabis oil on site is within such range. A pharmaceutical processor producing cannabis oil shall
 358 establish a stability testing schedule of cannabis oil.

359 **§ 54.1-3442.8. Criminal liability; exceptions.**

360 No agent or employee of a pharmaceutical processor or cannabis dispensing facility shall be
 361 prosecuted under § 18.2-248, 18.2-248.1, 18.2-250, or 18.2-250.1 for possession or manufacture of
 362 marijuana or for possession, manufacture, or distribution of cannabis ~~oil~~ *products*, subject to any civil
 363 penalty, denied any right or privilege, or subject to any disciplinary action by a professional licensing
 364 board if such agent or employee (i) possessed or manufactured such marijuana for the purposes of
 365 producing cannabis ~~oil~~ *products* in accordance with the provisions of this article and Board regulations
 366 or (ii) possessed, manufactured, or distributed such cannabis ~~oil~~ *products that are consistent with*
 367 *generally accepted cannabis industry standards* in accordance with the provisions of this article and

368 Board regulations.

369 2. That the Board of Pharmacy shall establish testing standards for botanical cannabis and
370 botanical cannabis products consistent with generally accepted cannabis industry standards.

371 3. That the Board of Pharmacy shall promulgate regulations implementing the provisions of this
372 act including its enactment clauses. The Board's adoption of regulations shall be exempt from the
373 Administrative Process Act (§ 2.2-4000 et seq. of the Code of Virginia), except that the Board shall
374 provide an opportunity for public comment on the regulations prior to adoption. The Board shall
375 complete work on such regulations in order that they will be implemented no later than
376 September 1, 2021.

377 4. That the Board of Pharmacy may assess and collect a one-time botanical cannabis regulatory
378 fee from each pharmaceutical processor in an amount sufficient to implement the first, second,
379 and third enactments of this act, not to exceed \$75,000, including without limitation costs for new
380 personnel, training, promulgation of regulations and guidance documents, and information
381 technology.