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SENATE BILL NO. 1333

AMENDMENT IN THE NATURE OF A SUBSTITUTE (Proposed by the Senate Committee on Finance and Appropriations

on February 3, 2021)

(Patron Prior to Substitute—Senator Lucas)

A BILL to amend and reenact §§ 18.2-250.1, 54.1-2519, 54.1-2521, 54.1-2903, 54.1-3408.3, and 6 7 54.1-3442.5 through 54.1-3442.8 of the Code of Virginia, relating to pharmaceutical processors; 8 cannabis products. Q

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 10 54.1-3442.8 of the Code of Virginia are amended and reenacted as follows: 11 12

§ 18.2-250.1. Possession of marijuana unlawful.

13 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 14 the course of his professional practice, or except as otherwise authorized by the Drug Control Act 15 (§ 54.1-3400 et seq.). The attorney for the Commonwealth or the county, city, or town attorney may 16 17 prosecute such a case.

18 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 19 20 person either knowingly or intentionally possessed such marijuana.

21 Any person who violates this section is subject to a civil penalty of no more than \$25. A violation of 22 this section is a civil offense. Any civil penalties collected pursuant to this section shall be deposited 23 into the Drug Offender Assessment and Treatment Fund established pursuant to § 18.2-251.02.

24 B. Any violation of this section shall be charged by summons. A summons for a violation of this 25 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 26 27 the uniform summons for motor vehicle law violations as prescribed pursuant to § 46.2-388. No court 28 costs shall be assessed for violations of this section. A person's criminal history record information as 29 defined in § 9.1-101 shall not include records of any charges or judgments for a violation of this section, 30 and records of such charges or judgments shall not be reported to the Central Criminal Records 31 Exchange. However, if a violation of this section occurs while an individual is operating a commercial 32 motor vehicle as defined in § 46.2-341.4, such violation shall be reported to the Department of Motor 33 Vehicles and shall be included on such individual's driving record.

34 C. The procedure for appeal and trial of any violation of this section shall be the same as provided 35 by law for misdemeanors; if requested by either party on appeal to the circuit court, trial by jury shall 36 be as provided in Article 4 (§ 19.2-260 et seq.) of Chapter 15 of Title 19.2, and the Commonwealth 37 shall be required to prove its case beyond a reasonable doubt.

38 D. The provisions of this section shall not apply to members of state, federal, county, city, or town 39 law-enforcement agencies, jail officers, or correctional officers, as defined in § 53.1-1, certified as 40 handlers of dogs trained in the detection of controlled substances when possession of marijuana is 41 necessary for the performance of their duties.

42 E. The provisions of this section involving marijuana in the form of cannabis oil products as that term is defined in § 54.1-3408.3 shall not apply to any person who possesses such oil cannabis product 43 pursuant to a valid written certification issued by a practitioner in the course of his professional practice 44 pursuant to § 54.1-3408.3 for treatment or to alleviate the symptoms of (i) the person's diagnosed 45 condition or disease, (ii) if such person is the parent or legal guardian of a minor or of an incapacitated 46 adult as defined in § 18.2-369, such minor's or incapacitated adult's diagnosed condition or disease, or 47 (iii) if such person has been designated as a registered agent pursuant to § 54.1-3408.3, the diagnosed **48** condition or disease of his principal or, if the principal is the parent or legal guardian of a minor or of 49 50 an incapacitated adult as defined in § 18.2-369, such minor's or incapacitated adult's diagnosed condition 51 or disease.

§ 54.1-2519. Definitions.

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

54 "Administer" means the direct application of a controlled substance, whether by injection, inhalation, 55 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 56 57 in the presence of the practitioner.

"Bureau" means the Virginia Department of State Police, Bureau of Criminal Investigation, Drug 58 59 Diversion Unit.

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

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 concern that are required to be reported to the Prescription Monitoring Program, pursuant to this chapter. 64 65 "Covered substance" also includes cannabis oil products dispensed by a pharmaceutical processor in 66 Virginia.

"Department" means the Virginia Department of Health Professions.

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

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

"Dispenser" means a person or entity that (i) is authorized by law to dispense a covered substance or 72 to maintain a stock of covered substances for the purpose of dispensing, and (ii) dispenses the covered 73 substance to a citizen of the Commonwealth regardless of the location of the dispenser, or who 74 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 substance, where there has been or there is the potential for abuse and that has been identified by the 77 78 Board of Pharmacy pursuant to § 54.1-3456.1.

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

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

"Relevant health regulatory board" means any such board that licenses persons or entities with the 84 85 authority to prescribe or dispense covered substances, including the Board of Dentistry, the Board of Medicine, the Board of Veterinary Medicine, and the Board of Pharmacy. 86 87

§ 54.1-2521. Reporting requirements.

A. The failure by any person subject to the reporting requirements set forth in this section and the 88 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.

2. The recipient's date of birth. 94

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.

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

7. The dispenser's identifier number. 100

8. The method of payment for the prescription. 101

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 for the Prescription Monitoring Program to be eligible to receive federal funds. 105

C. Except as provided in subdivision 7 of § 54.1-2522, in cases where the ultimate user of a covered 106 substance is an animal, the dispenser shall report the relevant information required by subsection B for 107 108 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 and format and according to the standards and schedule established in the Department's regulations. 111 112

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

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

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

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practicing the healing arts within the meaning of this chapter except where persons other than physiciansare 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 for the use of cannabis oil products, as defined in § 54.1-3408.3. 131

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.

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

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

"Usable cannabis" means any cannabis plant material, including seeds, but not (i) resin that has
been extracted from any part of the cannabis plant, its seeds, or its resin; (ii) the mature stalks, fiber
produced from the stalks, or any other compound, manufacture, salt, or derivative, mixture, or
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 disease determined by the practitioner to benefit from such use. The practitioner shall use his 158 159 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 through V controlled substances. If a practitioner determines it is consistent with the standard of care to 161 162 dispense botanical cannabis to a minor, the written certification shall specifically authorize such dispensing. If not specifically included on the initial written certification, authorization for botanical 163 164 cannabis may be communicated verbally or in writing to the pharmacist at the time of dispensing.

165 C. The written certification shall be on a form provided by the Office of the Executive Secretary of 166 the Supreme Court developed in consultation with the Board of Medicine. Such written certification 167 shall contain the name, address, and telephone number of the practitioner, the name and address of the 168 patient issued the written certification, the date on which the written certification was made, and the 169 signature of the practitioner. Such written certification issued pursuant to subsection B shall expire no 170 later than one year after its issuance unless the practitioner provides in such written certification an 171 earlier expiration.

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

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

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

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183 shall register and shall register such patient with the Board.

184 G. A patient, or, if such patient is a minor or an incapacitated adult as defined in § 18.2-369, such 185 patient's parent or legal guardian, may designate an individual to act as his registered agent for the 186 purposes of receiving cannabis oil products pursuant to a valid written certification. Such designated 187 individual shall register with the Board. The Board may set a limit on the number of patients for whom 188 any individual is authorized to act as a registered agent.

189 H. The Board shall promulgate regulations to implement the registration process. Such regulations 190 shall include (i) a mechanism for sufficiently identifying the practitioner issuing the written certification, 191 the patient being treated by the practitioner, his registered agent, and, if such patient is a minor or an 192 incapacitated adult as defined in § 18.2-369, the patient's parent or legal guardian; (ii) a process for 193 ensuring that any changes in the information are reported in an appropriate timeframe; and (iii) a prohibition for the patient to be issued a written certification by more than one practitioner during any 194 195 given time period.

196 I. Information obtained under the registration process shall be confidential and shall not be subject to 197 the disclosure provisions of the Virginia Freedom of Information Act (§ 2.2-3700 et seq.). However, 198 reasonable access to registry information shall be provided to (i) the Chairmen of the House Committee 199 for Courts of Justice and the Senate Committee on the Judiciary, (ii) state and federal agencies or local law enforcement for the purpose of investigating or prosecuting a specific individual for a specific 200 201 violation of law, (iii) licensed practitioners or pharmacists for the purpose of providing patient care and 202 drug therapy management and monitoring of drugs obtained by a registered patient, (iv) a 203 pharmaceutical processor or cannabis dispensing facility involved in the treatment of a registered patient, 204 or (v) a registered patient, his registered agent, or, if such patient is a minor or an incapacitated adult as defined in § 18.2-369, the patient's parent or legal guardian, but only with respect to information related 205 206 to such registered patient. 207

§ 54.1-3442.5. Definitions.

As used in this article:

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"Cannabis oil" has "Botanical cannabis," "cannabis oil," "cannabis product," and "usable cannabis" 209 have the same meaning meanings as specified in § 54.1-3408.3. 210

211 "Cannabis dispensing facility" means a facility that (i) has obtained a permit from the Board pursuant 212 to § 54.1-3442.6; (ii) is owned, at least in part, by a pharmaceutical processor; and (iii) dispenses 213 cannabis oil products produced by a pharmaceutical processor to a registered patient, his registered 214 agent, or, if such patient is a minor or an incapacitated adult as defined in § 18.2-369, such patient's 215 parent or legal guardian.

216 "Pharmaceutical processor" means a facility that (i) has obtained a permit from the Board pursuant to 217 § 54.1-3408.3 and (ii) cultivates Cannabis plants intended only for the production of cannabis oil, botanical cannabis, and usable cannabis, produces cannabis oil products, and dispenses cannabis oil 218 219 products to a registered patient, his registered agent, or, if such patient is a minor or an incapacitated 220 adult as defined in § 18.2-369, such patient's parent or legal guardian.

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

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

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

224 A. No person shall operate a pharmaceutical processor or a cannabis dispensing facility without first 225 obtaining a permit from the Board. The application for such permit shall be made on a form provided 226 by the Board and signed by a pharmacist who will be in full and actual charge of the pharmaceutical 227 processor or cannabis dispensing facility. The Board shall establish an application fee and other general 228 requirements for such application.

229 B. Each permit shall expire annually on a date determined by the Board in regulation. The number of 230 permits that the Board may issue or renew in any year is limited to one pharmaceutical processor and 231 up to five cannabis dispensing facilities for each health service area established by the Board of Health. 232 Permits shall be displayed in a conspicuous place on the premises of the pharmaceutical processor and 233 cannabis dispensing facility.

234 C. The Board shall adopt regulations establishing health, safety, and security requirements for 235 pharmaceutical processors and cannabis dispensing facilities. Such regulations shall include requirements 236 for (i) physical standards; (ii) location restrictions; (iii) security systems and controls; (iv) minimum 237 equipment and resources; (v) recordkeeping; (vi) labeling, including the potency of each botanical cannabis product and the amounts recommended by the practitioner or dispensing pharmacist, and 238 239 packaging; (vii) quarterly inspections; (viii) processes for safely and securely dispensing and delivering 240 in person cannabis oil products to a registered patient, his registered agent, or, if such patient is a minor or an incapacitated adult as defined in § 18.2-369, such patient's parent or legal guardian; (ix) dosage 241 limitations, which shall for cannabis oil that provide that each dispensed dose of cannabis oil not exceed 242 243 10 milligrams of delta-9-tetrahydrocannabinol; (x) a process for the wholesale distribution of and the 244 transfer of usable cannabis, botanical cannabis, cannabis oil, and cannabis products between

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245 pharmaceutical processors and between a pharmaceutical processor and a cannabis dispensing facility; 246 (xi) an allowance for the sale of devices for administration of dispensed *cannabis* products; (xii) an 247 allowance for the use and distribution of inert product samples containing no cannabinoids for patient 248 demonstration exclusively at the pharmaceutical processor or cannabis dispensing facility, and not for 249 further distribution or sale, without the need for a written certification; and (xiii) a process for acquiring 250 oil from industrial hemp extract and formulating such oil extract with Cannabis plant extract into 251 allowable dosages of cannabis oil. The Board shall also adopt regulations for pharmaceutical processors 252 that include requirements for (a) processes for safely and securely cultivating Cannabis plants intended 253 for producing cannabis oil products; (b) a maximum number of marijuana plants a pharmaceutical 254 processor may possess at any one time; (c) (b) the secure disposal of plant remains; and (d) (c) a 255 process for registering cannabis oil products.

256 D. The Board shall require that, after processing and before dispensing any cannabis oil products, a 257 pharmaceutical processor shall make a sample available from each homogenized batch of *cannabis* 258 product for testing by an independent laboratory located in Virginia meeting Board requirements. A 259 valid sample size for testing shall be determined by each laboratory and may vary due to sample matrix, 260 analytical method, and laboratory-specific procedures. A minimum sample size of 0.5 percent of 261 individual units for dispensing or distribution from each homogenized batch of cannabis oil is required 262 to achieve a representative cannabis oil sample for analysis. A minimum sample size, to be determined 263 by the certified testing laboratory, from each batch of botanical cannabis is required to achieve a 264 representative botanical cannabis sample for analysis. Botanical cannabis products shall only be tested 265 for the following: total cannabidiol (CBD); total tetrahydrocannabinol (THC); terpenes; pesticide 266 chemical residue; heavy metals; mycotoxins; moisture; and microbiological contaminants. Testing 267 thresholds shall be consistent with generally accepted cannabis industry thresholds. If a sample from a 268 batch of botanical cannabis fails testing requirements, the processor may remediate the batch and submit a sample for retesting. If the batch fails retesting, with the exception of pesticide requirements, it 269 270 shall be considered usable cannabis and may be processed into cannabis oil. This oil must comply with 271 all applicable testing standards.

272 E. A laboratory testing samples for a pharmaceutical processor shall obtain a controlled substances 273 registration certificate pursuant to § 54.1-3423 and shall comply with quality standards established by the 274 Board in regulation.

275 F. Every pharmaceutical processor or cannabis dispensing facility shall be under the personal 276 supervision of a licensed pharmacist on the premises of the pharmaceutical processor or cannabis 277 dispensing facility. A pharmacist in charge of a pharmaceutical processor may authorize certain 278 employee access to secured areas designated for cultivation and other areas approved by the Board. No 279 pharmacist shall be required to be on the premises during such authorized access. The 280 pharmacist-in-charge shall ensure security measures are adequate to protect the cannabis from diversion 281 at all times.

282 G. The Board shall require an applicant for a pharmaceutical processor or cannabis dispensing 283 facility permit to submit to fingerprinting and provide personal descriptive information to be forwarded 284 along with his fingerprints through the Central Criminal Records Exchange to the Federal Bureau of 285 Investigation for the purpose of obtaining criminal history record information regarding the applicant. 286 The cost of fingerprinting and the criminal history record search shall be paid by the applicant. The 287 Central Criminal Records Exchange shall forward the results of the criminal history background check to 288 the Board or its designee, which shall be a governmental entity.

289 H. In addition to other employees authorized by the Board, a pharmaceutical processor may employ 290 individuals who may have less than two years of experience (i) to perform cultivation-related duties 291 under the supervision of an individual who has received a degree in horticulture or a certification 292 recognized by the Board or who has at least two years of experience cultivating plants and (ii) to 293 perform extraction-related duties under the supervision of an individual who has a degree in chemistry 294 or pharmacology or at least two years of experience extracting chemicals from plants.

295 I. A pharmaceutical processor to whom a permit has been issued by the Board may establish up to 296 five cannabis dispensing facilities for the dispensing of cannabis oil products that has have been 297 cultivated and produced on the premises of a pharmaceutical processor permitted by the Board. Each 298 cannabis dispensing facility shall be located within the same health service area as the pharmaceutical 299 processor.

300 J. No person who has been convicted of (i) a felony under the laws of the Commonwealth or another 301 jurisdiction or (ii) within the last five years, any offense in violation of Article 1 (§ 18.2-247 et seq.) or 302 Article 1.1 (§ 18.2-265.1 et seq.) of Chapter 7 of Title 18.2 or a substantially similar offense under the 303 laws of another jurisdiction shall be employed by or act as an agent of a pharmaceutical processor or 304 cannabis dispensing facility.

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K. Every pharmaceutical processor or cannabis dispensing facility shall adopt policies for

306 pre-employment drug screening and regular, ongoing, random drug screening of employees.

307 L. A pharmacist at the pharmaceutical processor and the cannabis dispensing facility shall determine 308 the number of pharmacy interns, pharmacy technicians and pharmacy technician trainees who can be 309 safely and competently supervised at one time; however, no pharmacist shall supervise more than six 310 persons performing the duties of a pharmacy technician at one time.

311 M. Any person who proposes to use an automated process or procedure during the production of 312 cannabis oil products that is not otherwise authorized in law or regulation or at a time when a 313 pharmacist will not be on site on site may apply to the Board for approval to use such process or procedure pursuant to subsections B through E of § 54.1-3307.2. 314

315 N. A pharmaceutical processor may acquire oil from industrial hemp extract processed in Virginia, and in compliance with state or federal law, from a registered industrial hemp dealer or processor. A 316 317 pharmaceutical processor may process and formulate such oil extract with cannabis plant extract into an 318 allowable dosage of cannabis oil. Oil from industrial hemp acquired by a pharmaceutical processor is 319 subject to the same third-party testing requirements that may apply to cannabis plant extract. Testing 320 shall be performed by a laboratory located in Virginia and in compliance with state law. The industrial 321 hemp dealer or processor shall provide such third-party testing results to the pharmaceutical processor 322 before oil from industrial hemp may be acquired.

O. The Board shall register all cannabis products that meet testing, labeling, and packaging 323 324 standards. 325

§ 54.1-3442.7. Dispensing cannabis products; report.

326 A. A pharmaceutical processor or cannabis dispensing facility shall dispense or deliver cannabis oil 327 products only in person to (i) a patient who is a Virginia resident or temporarily resides in Virginia as 328 made evident to the Board, has been issued a valid written certification, and is registered with the Board 329 pursuant to § 54.1-3408.3; (ii) such patient's registered agent; or (iii) if such patient is a minor or an incapacitated adult as defined in § 18.2-369, such patient's parent or legal guardian who is a Virginia 330 331 resident or temporarily resides in Virginia as made evident to the Board and is registered with the Board 332 pursuant to § 54.1-3408.3. Prior to the initial dispensing of each written certification, the pharmacist or 333 pharmacy technician at the location of the pharmaceutical processor or cannabis dispensing facility shall 334 make and maintain for two years a paper or electronic copy of the written certification that provides an 335 exact image of the document that is clearly legible; shall view a current photo identification of the 336 patient, registered agent, parent, or legal guardian; and shall verify current board registration of the 337 practitioner and the corresponding patient, registered agent, parent, or legal guardian. Prior to any 338 subsequent dispensing of each written certification, the pharmacist, pharmacy technician, or delivery 339 agent shall view the current written certification; a current photo identification of the patient, registered 340 agent, parent, or legal guardian; and the current board registration issued to the patient, registered agent, 341 parent, or legal guardian. No pharmaceutical processor or cannabis dispensing facility shall dispense 342 more than a 90-day supply for any patient during any 90-day period. The Board shall establish in regulation an amount of cannabis oil that constitutes a 90-day supply to treat or alleviate the symptoms 343 344 of a patient's diagnosed condition or disease. The supply for botanical cannabis products may not exceed 345 four ounces of botanical cannabis per 30-day period. In determining the appropriate supply, the 346 pharmacist shall consider all cannabis products dispensed to the patient and adjust the dispensing 347 accordingly.

348 B. A pharmaceutical processor or cannabis dispensing facility shall dispense only cannabis oil that 349 has been eultivated and products produced on the premises of a pharmaceutical processor permitted by the Board or cannabis oil that has been formulated with oil from industrial hemp acquired by a 350 351 pharmaceutical processor from a registered industrial hemp dealer or processor pursuant to § 54.1-3442.6. A pharmaceutical processor may begin cultivation upon being issued a permit by the 352 353 Board.

354 C. The Board shall report annually by December 1 to the Chairmen of the House Committee for 355 Courts of Justice and the Senate Committee on the Judiciary on the operation of pharmaceutical 356 processors and cannabis dispensing facilities issued a permit by the Board, including the number of 357 practitioners, patients, registered agents, and parents or legal guardians of patients who have registered 358 with the Board and the number of written certifications issued pursuant to § 54.1-3408.3.

359 D. The concentration of delta-9-tetrahydrocannabinol in any cannabis oil product on site may be up 360 to 10 percent greater than or less than the level of delta-9-tetrahydrocannabinol measured for labeling. A pharmaceutical processor and cannabis dispensing facility shall ensure that such concentration in any 361 cannabis oil product on site is within such range. A pharmaceutical processor producing cannabis oil 362 363 *products* shall establish a stability testing schedule of cannabis oil *products*. 364

§ 54.1-3442.8. Criminal liability; exceptions.

No agent or employee of a pharmaceutical processor or cannabis dispensing facility shall be 365 prosecuted under § 18.2-248, 18.2-248.1, 18.2-250, or 18.2-250.1 for possession or manufacture of 366 marijuana or for possession, manufacture, or distribution of cannabis oil products, subject to any civil 367

368 penalty, denied any right or privilege, or subject to any disciplinary action by a professional licensing 369 board if such agent or employee (i) possessed or manufactured such marijuana for the purposes of 370 producing cannabis oil products in accordance with the provisions of this article and Board regulations 371 or (ii) possessed, manufactured, or distributed such cannabis oil products that are consistent with 372 generally accepted cannabis industry standards in accordance with the provisions of this article and 373 Board regulations.

- **2.** That the Board of Pharmacy shall establish testing standards for botanical cannabis and botanical cannabis products consistent with generally accepted cannabis industry standards.
- 376 3. That the Board of Pharmacy shall promulgate regulations implementing the provisions of this
- 377 act including its enactment clauses. The Board's adoption of regulations shall be exempt from the
- 378 Administrative Process Act (§ 2.2-4000 et seq. of the Code of Virginia), except that the Board shall
- 379 provide an opportunity for public comment on the regulations prior to adoption. The Board shall 380 complete work on such regulations in order that they will be implemented no later than
- 380 complete work on such regulations in order th 381 September 1, 2021.
- 382 4. That the Board of Pharmacy may assess and collect botanical cannabis regulatory fees from
 383 each pharmaceutical processor in an amount sufficient to implement the first, second, and third
- 384 enactments of this act.
- 385 5. That the Board of Pharmacy's acquisition of a commercially available cannabis-specific software
- 386 product to implement the provisions of this act is exempt from the requirements of the Virginia
- 387 Public Procurement Act (§ 2.2-4300 et seq. of the Code of Virginia).