HOUSE BILL 155

53RD LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2017

INTRODUCED BY

Deborah A. Armstrong and Bill McCamley

AN ACT

RELATING TO CANNABIS; AMENDING SECTIONS OF THE LYNN AND ERIN COMPASSIONATE USE ACT AND THE DEPARTMENT OF HEALTH ACT TO PROVIDE FOR MEDICAL CANNABIS RESEARCH; CREATING THE CANNABIS RESEARCH ADVISORY COUNCIL; CREATING THE CANNABIS RESEARCH FUND; LIMITING LIABILITY FOR RESEARCHERS; MAKING AN APPROPRIATION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

SECTION 1. Section 9-7-17.1 NMSA 1978 (being Laws 2012, Chapter 42, Section 1) is amended to read:

"9-7-17.1. MEDICAL CANNABIS FUND--REPORTING.--

A. The "medical cannabis fund" is created in the state treasury. The fund consists of fees collected by the department [of health] pursuant to the medical cannabis program that the department [of health] administers, income from investment of the fund and income otherwise accruing to the

fund. Any unexpended or unencumbered balance remaining at the end of any fiscal year shall revert to the general fund.

- B. The department [of health] shall administer the fund, and money in the fund is appropriated to the department [of health] to support the [department of health's] department's administration of the medical cannabis program; provided that none of the money from the fund shall be used for capital expenditures.
- C. Money in the fund shall be disbursed on warrants signed by the secretary of finance and administration pursuant to vouchers signed by the secretary of health or the secretary of health's authorized representative.
- D. The department [of health] shall report annually to the legislative finance committee on medical cannabis fund income and expenditures.
- E. At the end of each month, ten percent of the fees collected by the department pursuant to the medical cannabis program during the previous thirty days shall be transferred to the cannabis research fund."
- SECTION 2. Section 26-2B-1 NMSA 1978 (being Laws 2007, Chapter 210, Section 1) is amended to read:
- "26-2B-1. SHORT TITLE.--[Sections 1 through 7 of this

 act] Chapter 26, Article 2B NMSA 1978 may be cited as the "Lynn
 and Erin Compassionate Use Act" in honor of Lynn Pierson and
 Erin Armstrong."

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SECTION 3. Section 26-2B-2 NMSA 1978 (being Laws 2007, Chapter 210, Section 2) is amended to read:

"26-2B-2. PURPOSE OF ACT.--The [purpose] purposes of the Lynn and Erin Compassionate Use Act [is] are to allow the beneficial use of medical cannabis in a regulated system for alleviating symptoms caused by debilitating medical conditions and their medical treatments and to provide for research into the production, uses, effects and efficacy of medical cannabis."

SECTION 4. Section 26-2B-3 NMSA 1978 (being Laws 2007, Chapter 210, Section 3) is amended to read:

"26-2B-3. DEFINITIONS.--As used in the Lynn and Erin Compassionate Use Act:

"adequate supply" means an amount of cannabis, in any form approved by the department, possessed by a qualified patient or collectively possessed by a qualified patient and the qualified patient's primary caregiver that is determined by rule of the department to be no more than reasonably necessary to ensure the uninterrupted availability of cannabis for a period of three months and that is derived solely from an intrastate source;

B. "chancellor" means the chancellor for health sciences of the university of New Mexico;

C. "council" means the cannabis research advisory council;

1	[B.] D. "debilitating medical condition" means:
2	(1) cancer;
3	(2) glaucoma;
4	(3) multiple sclerosis;
5	(4) damage to the nervous tissue of the spinal
6	cord, with objective neurological indication of intractable
7	spasticity;
8	(5) epilepsy;
9	(6) positive status for human immunodeficiency
10	virus or acquired immune deficiency syndrome;
11	(7) admitted into hospice care in accordance
12	with rules promulgated by the department; or
13	(8) any other medical condition, medical
14	treatment or disease as approved by the department;
15	[$c.$] $c.$ "department" means the department of
16	health;
17	F. "health sciences center" means the health
18	sciences center at the university of New Mexico;
19	$[rac{ extsf{D}_{ullet}}{ extsf{C}_{ullet}}]$ "licensed producer" means any person or
20	association of persons within New Mexico that the department
21	determines to be qualified to produce, possess, distribute and
22	dispense cannabis pursuant to the Lynn and Erin Compassionate
23	Use Act and that is licensed by the department;
24	$[rac{E_{ullet}}{H_{ullet}}]$ "practitioner" means a person licensed in
25	New Mexico to prescribe and administer drugs that are subject
	.205771.1

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to the Controlled Substances Act;

[F.] I. "primary caregiver" means a resident of New Mexico who is at least eighteen years of age and who has been designated by the patient's practitioner as being necessary to take responsibility for managing the well-being of a qualified patient with respect to the medical use of cannabis pursuant to the provisions of the Lynn and Erin Compassionate Use Act;

[6.] J. "qualified patient" means a resident of New Mexico who has been diagnosed by a practitioner as having a debilitating medical condition and has received written certification and a registry identification card issued pursuant to the Lynn and Erin Compassionate Use Act; [and]

K. "researcher" means a person who is conducting or assisting with research pursuant to the Lynn and Erin Compassionate Use Act; and

[H.] L. "written certification" means a statement in a patient's medical records or a statement signed by a patient's practitioner that, in the practitioner's professional opinion, the patient has a debilitating medical condition and the practitioner believes that the potential health benefits of the medical use of cannabis would likely outweigh the health risks for the patient. A written certification is not valid for more than one year from the date of issuance."

SECTION 5. Section 26-2B-4 NMSA 1978 (being Laws 2007, Chapter 210, Section 4) is amended to read:

.205771.1

1	"26-2B-4. EXEMPTION FROM CRIMINAL AND CIVIL PENALTIES
2	[FOR THE]MEDICAL USE OF CANNABISRESEARCHERS
3	A. A qualified patient shall not be subject to
4	arrest, prosecution or penalty in any manner for the possession
5	of or the medical use of cannabis if the quantity of cannabis
6	does not exceed an adequate supply.
7	B. A qualified patient's primary caregiver shall
8	not be subject to arrest, prosecution or penalty in any manner
9	for the possession of cannabis for medical use by the qualified
10	patient if the quantity of cannabis does not exceed an adequate
11	supply.
12	C. Subsection A of this section shall not apply to
13	a qualified patient under the age of eighteen years, unless:
14	(1) the qualified patient's practitioner has
15	explained the potential risks and benefits of the medical use
16	of cannabis to the qualified patient and to a parent, guardian
17	or person having legal custody of the qualified patient; and
18	(2) a parent, guardian or person having legal
19	custody consents in writing to:
20	(a) allow the qualified patient's
21	medical use of cannabis;
22	(b) serve as the qualified patient's
23	primary caregiver; and
24	(c) control the dosage and the frequency
25	of the medical use of cannabis by the qualified patient.

D. A qualified patient or a primary caregiver shall be granted the full legal protections provided in this section if the patient or caregiver is in possession of a registry identification card. If the qualified patient or primary caregiver is not in possession of a registry identification card, the patient or caregiver shall be given an opportunity to produce the registry identification card before any arrest or criminal charges or other penalties are initiated.

E. A researcher shall not be subject to arrest or prosecution, penalized in any manner or denied any right or privilege for the production, possession, distribution or dispensing of cannabis, or purchase of cannabis from a licensed producer, if the researcher's production, possession, distribution, dispensing or purchase of cannabis is solely for the purpose of research conducted pursuant to the Lynn and Erin Compassionate Use Act.

 $[E_{r}]$ F_{r} A practitioner shall not be subject to arrest or prosecution, penalized in any manner or denied any right or privilege for recommending the medical use of cannabis or providing written certification for the medical use of cannabis pursuant to the Lynn and Erin Compassionate Use Act.

 $[F_{ullet}]$ <u>G.</u> A licensed producer shall not be subject to arrest, prosecution or penalty, in any manner, for the production, possession, distribution or dispensing of cannabis pursuant to the Lynn and Erin Compassionate Use Act.

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[G.] H. Any property interest that is possessed, owned or used in connection with the medical use of cannabis, or acts incidental to such use, shall not be harmed, neglected, injured or destroyed while in the possession of state or local law enforcement officials. Any such property interest shall not be forfeited under any state or local law providing for the forfeiture of property except as provided in the Forfeiture Cannabis, paraphernalia or other property seized from a qualified patient or primary caregiver in connection with the claimed medical use of cannabis shall be returned immediately upon the determination by a court or prosecutor that the qualified patient or primary caregiver is entitled to the protections of the provisions of the Lynn and Erin Compassionate Use Act, as may be evidenced by a failure to actively investigate the case, a decision not to prosecute, the dismissal of charges or acquittal.

 $[H \cdot]$ $\underline{I} \cdot$ A person shall not be subject to arrest or prosecution for a cannabis-related offense for simply being in the presence of the medical use of cannabis as permitted under the provisions of the Lynn and Erin Compassionate Use Act."

SECTION 6. A new section of the Lynn and Erin Compassionate Use Act is enacted to read:

"[NEW MATERIAL] CANNABIS RESEARCH FUND CREATED-ADMINISTRATION--OVERSIGHT--REPORTING.--

A. The "cannabis research fund" is created in the .205771.1

state treasury. The fund consists of money transferred from the medical cannabis fund, appropriations, income from investment of the fund and money otherwise accruing to the fund. Money in the fund is appropriated to the health sciences center for the purpose of research related to medical cannabis and provided for in the Lynn and Erin Compassionate Use Act. Money in the fund shall be disbursed on warrants signed by the secretary of finance and administration pursuant to vouchers signed by the chancellor or the chancellor's authorized representative. Any balance remaining in the fund at the end of a fiscal year shall not revert to the general fund.

B. The chancellor shall:

- (1) oversee and keep a record of any research conducted pursuant to the Lynn and Erin Compassionate Use Act and how the research relates to the production, use, effects or efficacy of medical cannabis;
- (2) oversee distribution documentation to each researcher conducting research pursuant to the Lynn and Erin Compassionate Use Act that identifies the researcher and states that the researcher is conducting research pursuant to the Lynn and Erin Compassionate Use Act;
- (3) ensure that research conducted pursuant to the Lynn and Erin Compassionate Use Act is conducted in accordance with institutional and federal requirements relating to the protection of human subjects and is approved by an

1	institutional review board; and
2	(4) prepare and submit:
3	(a) an annual report to the legislative
4	finance committee that describes expenditures from the cannabis
5	research fund and research conducted pursuant to the Lynn and
6	Erin Compassionate Use Act during the fiscal year preceding the
7	submission of the report; and
8	(b) by November 1, 2019 and every three
9	years thereafter, a report to the legislative health and human
10	services committee that describes the research conducted
11	pursuant to the Lynn and Erin Compassionate Use Act and any
12	findings, reports or publications that resulted from the
13	research."
14	SECTION 7. A new section of the Lynn and Erin
15	Compassionate Use Act is enacted to read:
16	"[NEW MATERIAL] CANNABIS RESEARCH ADVISORY COUNCIL
17	MEMBERSHIPDUTIES
18	A. The "cannabis research advisory council" is
19	created at the health sciences center to advise the health
20	sciences center on research relating to cannabis. The
21	chancellor shall appoint members of the council as follows:
22	(1) one qualified patient;
23	(2) one licensed producer;
24	(3) one practitioner;
25	(4) one representative from a laboratory

licensed in the state to test medical cannabis;

- (5) one representative of the department; and
- (6) any other individual whom the chancellor deems appropriate to advise the health sciences center in matters relating to cannabis research.
- B. Members of the council shall serve five-year terms; provided that at the time of initial appointment, the chancellor shall appoint members to abbreviated terms to allow for the terms of subsequent members to be staggered. The chancellor shall fill any vacancy on the council.
- C. Members of the council shall be reimbursed pursuant to the Per Diem and Mileage Act and shall receive no other compensation, perquisite or allowance for their service on the council.
 - D. The council shall:
 - (1) keep a record of council meetings;
 - (2) recommend research projects; and
- (3) discuss the outcomes of and advise the chancellor on applications for research that is conducted pursuant to the Lynn and Erin Compassionate Use Act and that is overseen by the chancellor."
- **SECTION 8.** EFFECTIVE DATE.--The effective date of the provisions of this act is July 1, 2017.

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