P.L. 2021, CHAPTER 118, *approved June 24, 2021* Senate, No. 619 (*Third Reprint*)

1 AN ACT concerning medical cannabis and amending P.L.2019, c.153 and P.L.2009, c.307. 2 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 5 of P.L.2019, c.153 (C.24:6I-5.1) is amended to 8 read as follows: 9 5. a. A health care practitioner shall not be required to be 10 listed publicly in any medical cannabis practitioner registry as a 11 condition of authorizing patients for the medical use of cannabis. 12 b. No authorization for the medical use of cannabis may be 13 issued by a health care practitioner to the practitioner's own self or 14 to a member of the practitioner's immediate family. 15 The commission shall establish a process to allow medical c. cannabis to be dispensed to a patient who has been authorized for 16 17 the medical use of cannabis and who has initiated the process of 18 registering with the commission pursuant to section 4 of P.L.2009, 19 c.307 (C.24:6I-4), but whose registration has not been completed or 20 subject to other final action by the commission. A patient may be 21 dispensed medical cannabis in quantities of up to a two-week 22 supply during the pendency of the patient's registration, after which 23 time the patient may be dispensed medical cannabis in an amount 24 consistent with the requirements of section 10 of P.L.2009, c.307 25 (C.24:6I-10). The commission shall impose such restrictions on 26 access to medical cannabis pursuant to this subsection as shall be necessary to protect against fraud, abuse, and diversion. 27 <u>d.</u> ³[For ¹<u>a period of</u>¹ <u>270 days following the</u> ¹<u>effective</u>¹ <u>date</u> 28 of] ¹[enactment of]¹ P.L. , c. (C.) (pending before the 29 Legislature as this bill), a health care practitioner may authorize a 30 patient who is a ¹[child,]¹ resident of a long-term care facility, 31 ¹[developmentally disabled] <u>has a developmental disability</u>¹, ¹<u>is</u>¹ 32 terminally ill, ¹is¹ receiving hospice care ¹through a licensed 33 hospice care provider¹, or ¹is¹ housebound as certified by the 34 patient's physician, for the medical use of cannabis ¹[in the course 35 of the health care practitioner's practice of using¹ telemedicine or 36 ¹[Following the 270 day period after the date of 37 telehealth. enactment of P.L., c. (C.) (pending before the Legislature 38 as this bill) Thereafter,¹ a health care practitioner may ²initially² 39 authorize any patient for the medical use of cannabis ¹[in the 40 course of the health care practitioner's practice of using¹ 41 42 telemedicine or telehealth, provided that, and except in the case of a

EXPLANATION – Matter enclosed in **bold-faced** brackets **[thus]** in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter. Matter enclosed in superscript numerals has been adopted as follows: ¹Senate SHH committee amendments adopted January 27, 2020. ²Assembly AHE committee amendments adopted March 5, 2020. ³Senate amendments adopted in accordance with Governor's recommendations June 3, 2021.

2

patient who is a ¹[child, developmentally disabled] resident of a 1 long-term care facility, has a developmental disability¹, 2 ¹<u>is</u>¹<u>terminally ill</u>, ¹<u>is</u>¹<u>receiving hospice care</u> ¹<u>from a licensed</u> 3 4 <u>hospice care provider¹</u>, or ${}^{1}is^{1}$ housebound ${}^{1}as$ certified by the 5 patient's physician¹, the patient has had at least one previous inoffice ¹[visit] consultation¹ with the health care practitioner prior 6 7 to the ¹[patient's authorization] practitioner authorizing the patient¹ for the medical use of cannabis ¹using telemedicine or 8 telehealth¹. ²Following the initial authorization, the patient shall 9 10 have at least one in-office consultation with the practitioner on an 11 annual basis in order for the patient to receive continued 12 authorization for the use of medical cannabis. The practitioner may require more frequent in-office consultations if additional 13 14 consultations are necessary to continue to authorize the patient's use of medical cannabis.²] <u>A health care practitioner may initially</u> 15 16 authorize any qualifying patient for the medical use of cannabis 17 using telemedicine or telehealth, provided that the use of 18 telemedicine or telehealth, rather than an in-person visit, is 19 consistent with the standard of care required for assessment and 20 treatment of the patient's condition. Following the initial 21 authorization, the practitioner may provide continued authorization 22 for the use of medical cannabis via telemedicine or telehealth if the 23 practitioner determines that an in-person visit is not required, 24 consistent with the standard of care. The practitioner may require 25 in-office consultations if additional consultations are necessary to 26 continue to authorize the patient's use of medical cannabis.³ 27 As used in this subsection, "telehealth" and "telemedicine" shall have the same meaning as is provided in section 1 of P.L.2017, 28 29 c.117 (C.45:1-61). 30 (cf: P.L.2019, c.153, s.5) 31 32 2. Section 10 of P.L.2009, c.307 (C.24:6I-10) is amended to 33 read as follows: 34 10. a. A health care practitioner shall provide written 35 instructions for a registered qualifying patient or the patient's 36 designated caregiver, or an institutional caregiver acting on behalf 37 of the patient, to present to a medical cannabis dispensary or a 38 clinical registrant concerning the total amount of usable cannabis 39 that a patient may be dispensed, in weight, in a 30-day period, 40 which amount shall not exceed the maximum amount that may be 41 authorized for the patient pursuant to subsection f. of this section. 42 b. A health care practitioner may issue multiple written 43 instructions at one time authorizing the patient to receive a total of 44 up to a one-year supply, provided that the following conditions are 45 met:

(1) Each separate set of instructions shall be issued for a
 legitimate medical purpose by the health care practitioner, as
 provided in P.L.2009, c.307 (C.24:6I-1 et al.);

4 (2) Each separate set of instructions shall indicate the earliest 5 date on which a dispensary or clinical registrant may dispense the 6 cannabis, except for the first dispensation if it is to be filled 7 immediately; and

8 (3) The health care practitioner has determined that providing 9 the patient with multiple instructions in this manner does not create 10 an undue risk of diversion or abuse.

11 A registered qualifying patient or the patient's designated c. 12 caregiver, or an institutional caregiver acting on behalf of a 13 qualifying patient, shall present verification of the patient's or 14 caregiver's registration with the commission, as applicable, and 15 these written instructions to any medical cannabis dispensary or 16 clinical registrant at the time the patient or caregiver requests the 17 dispensing or delivery of medical cannabis, which medical cannabis 18 dispensary or clinical registrant shall verify and log the 19 documentation presented. An institutional caregiver shall 20 additionally present an authorization executed by the patient 21 certifying that the institutional caregiver is authorized to obtain 22 medical cannabis on behalf of the patient. A health care 23 practitioner may provide a copy of a written instruction by electronic or other means, <u>including</u> ¹,¹ <u>but not limited to</u>, 24 telemedicine and telehealth, as determined by the commission, 25 26 directly to a medical cannabis dispensary or a clinical registrant on 27 behalf of a registered qualifying patient. The dispensation of 28 medical cannabis pursuant to any written instructions shall occur 29 within one year of the date that the instructions were written or 30 become eligible for dispensing, whichever is later, or the 31 instructions are void.

d. (Deleted by amendment, P.L.2019, c.153)

32

33 Prior to dispensing medical cannabis to a qualifying patient, e. 34 the patient's designated caregiver, or an institutional caregiver, the 35 medical cannabis dispensary or clinical registrant shall access the 36 system established pursuant to section 11 of P.L.2009, c.307 37 (C.45:1-45.1) to ascertain whether medical cannabis was dispensed 38 to or on behalf of the patient by any medical cannabis dispensary or 39 clinical registrant within the preceding 30 days. Upon dispensing 40 medical cannabis to a qualifying patient, the patient's designated 41 caregiver, or an institutional caregiver, the medical cannabis 42 dispensary or clinical registrant shall transmit to the patient's health 43 care practitioner information concerning the amount, strain, and 44 form of medical cannabis that was dispensed.

f. (1) Except as provided in paragraph (2) of this subsection,
for a period of 18 months after the effective date of P.L.2019,
c.153 (C.24:6I-5.1 et al.), the maximum amount of usable cannabis
that a patient may be dispensed, in weight, in a 30-day period, shall

4

1 be three ounces. Commencing 18 months after the effective date of

2 P.L.2019, c.153 (C.24:6I-5.1 et al.), the maximum amount of usable

3 cannabis that a patient may be dispensed shall be prescribed by the4 commission by regulation.

5 (2) The monthly limits set forth in paragraph (1) of this 6 subsection shall not apply to patients who are terminally ill or who 7 are currently receiving hospice care through a licensed hospice, 8 which patients may be dispensed an unlimited amount of medical 9 cannabis. Qualifying patients who are not receiving hospice care or 10 who are not terminally ill may petition the commission, on a form 11 and in a manner as the commission shall require by regulation, for 12 an exemption from the monthly limits set forth in paragraph (1) of 13 this paragraph, which petition the commission shall approve if the 14 commission finds that granting the exemption is necessary to meet 15 the patient's treatment needs and is consistent with the provisions of 16 P.L.2009, c.307 (C.24:6I-1 et al.).

g. The commission shall establish, by regulation, curricula for
health care practitioners and for staff at medical cannabis
dispensaries and clinical registrants:

(1) The curriculum for health care practitioners shall be
designed to assist practitioners in counseling patients with regard to
the quantity, dosing, and administration of medical cannabis as
shall be appropriate to treat the patient's qualifying medical
condition. Health care practitioners shall complete the curriculum
as a condition of authorizing patients for the medical use of
cannabis; and

27 (2) The curriculum for employees of medical cannabis 28 dispensaries and clinical registrants shall be designed to assist the 29 employees in counseling patients with regard to determining the 30 strain and form of medical cannabis that is appropriate to treat the 31 patient's qualifying medical condition. Employees of medical 32 cannabis dispensaries and clinical registrants shall be required to 33 complete the curriculum as a condition of registration with the 34 commission. Completion of the curriculum may constitute part of 35 the annual training required pursuant to paragraph (1) of subsection 36 j. of section 7 of P.L.2009, c.307 (C.24:6I-7).

h. Commencing July 1, 2020, the amount of the sales tax that
may be imposed under the "Sales and Use Tax Act," P.L.1966, c.30
(C.54:32B-1 et seq.) on medical cannabis dispensed by a medical
cannabis dispensary or clinical registrant shall not exceed four
percent.

42 Commencing July 1, 2021, the amount of the sales tax that may 43 be imposed under the "Sales and Use Tax Act," P.L.1966, c.30 44 (C.54:32B-1 et seq.) on medical cannabis dispensed by a medical 45 cannabis dispensary or clinical registrant shall not exceed two 46 percent.

47 Commencing July 1, 2022, medical cannabis dispensed by a 48 medical cannabis dispensary or clinical registrant shall not be

subject to any tax imposed under the "Sales and Use Tax Act," 1 2 P.L.1966, c.30 (C.54:32B-1 et seq.). 3 Any revenue collected pursuant to a tax imposed on the sale of medical cannabis under the "Sales and Use Tax Act," P.L.1966, 4 5 c.30 (C.54:32B-1 et seq.), shall be exclusively appropriated to programs for the treatment of mental health and substance use 6 7 disorders. 8 i. A municipality in which a medical cannabis dispensary is 9 located may adopt an ordinance imposing a transfer tax on any medical cannabis dispensed by the dispensary, including medical 10 11 cannabis that is furnished by the dispensary to a medical cannabis 12 handler for delivery to a registered qualifying patient or the patient's caregiver. The rate of a transfer tax established pursuant to this 13 14 subsection shall be at the discretion of the municipality, except that 15 in no case shall the rate exceed two percent of the purchase price of 16 the medical cannabis. 17 (cf: P.L.2019, c.153, s.18) 18 19 3. This act shall take effect immediately. 20 21 22 23 24 Permits use of telemedicine and telehealth to authorize patients 25 for medical cannabis and to issue written instructions for dispensing 26 medical cannabis.