By: Larson H.B. No. 3137

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to a medical cannabis research program.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 481.062(a), Health and Safety Code, is
- 5 amended to read as follows:
- 6 (a) The following persons may possess a controlled
- 7 substance under this chapter without registering with the Federal
- 8 Drug Enforcement Administration:
- 9 (1) an agent or employee of a manufacturer,
- 10 distributor, analyzer, or dispenser of the controlled substance who
- 11 is registered with the Federal Drug Enforcement Administration and
- 12 acting in the usual course of business or employment;
- 13 (2) a common or contract carrier, a warehouseman, or
- 14 an employee of a carrier or warehouseman whose possession of the
- 15 controlled substance is in the usual course of business or
- 16 employment;
- 17 (3) an ultimate user or a person in possession of the
- 18 controlled substance under a lawful order of a practitioner or in
- 19 lawful possession of the controlled substance if it is listed in
- 20 Schedule V;
- 21 (4) an officer or employee of this state, another
- 22 state, a political subdivision of this state or another state, or
- 23 the United States who is lawfully engaged in the enforcement of a
- 24 law relating to a controlled substance or drug or to a customs law

- 1 and authorized to possess the controlled substance in the discharge
- 2 of the person's official duties;
- 3 (5) if the substance is tetrahydrocannabinol or one of
- 4 its derivatives:
- 5 (A) a Department of State Health Services
- 6 official, a medical school researcher, or a research program
- 7 participant possessing the substance as authorized under
- 8 Subchapter G or G-1, including all persons permitted or otherwise
- 9 authorized to possess cannabis under Subchapter G-1; or
- 10 (B) a practitioner or an ultimate user possessing
- 11 the substance as a participant in a federally approved therapeutic
- 12 research program that the commissioner has reviewed and found, in
- 13 writing, to contain a medically responsible research protocol; or
- 14 (6) a dispensing organization licensed under Chapter
- 15 487 that possesses low-THC cannabis.
- SECTION 2. Chapter 481, Health and Safety Code, is amended
- 17 by adding Subchapter G-1 to read as follows:
- 18 SUBCHAPTER G-1. MEDICAL CANNABIS RESEARCH PROGRAM
- 19 Sec. 481.251. DEFINITION. In this subchapter, "commission"
- 20 means the Health and Human Services Commission.
- 21 Sec. 481.252. MEDICAL CANNABIS RESEARCH PROGRAM. (a) Not
- 22 later than January 31, 2022, the executive commissioner by rule
- 23 shall establish a medical cannabis research program to be conducted
- 24 by health-related institutions of higher education in this state.
- 25 (b) In adopting rules under this section, the executive
- 26 commissioner may provide:
- 27 (1) procedures for a health-related institution of

- 1 higher education in this state to apply to the commission for a
- 2 permit to conduct medical cannabis research under the program
- 3 established by this subchapter; and
- 4 (2) criteria for granting a permit to a health-related
- 5 institution of higher education to conduct medical cannabis
- 6 research.
- 7 <u>Sec. 481.253. INSTITUTIONAL REVIEW BOARD. (a) Before</u>
- 8 applying for a permit under this subchapter, a health-related
- 9 institution of higher education shall establish an institutional
- 10 review board to review or approve the initiation of and conduct
- 11 periodic review of research programs to ensure the legal protection
- 12 of the rights and welfare of human research subjects.
- (b) The institution may designate an existing board,
- 14 committee, or other group as the institutional review board
- 15 <u>required under this section.</u>
- Sec. 481.254. COMPASSIONATE-USE RESEARCH. (a) A
- 17 health-related institution of higher education may apply for a
- 18 permit to research:
- 19 (1) the efficacy of medical cannabis product
- 20 formulations and product forms;
- 21 (2) medical conditions that might benefit from
- 22 treatment with medical cannabis and are approved by the
- 23 health-related institution's institutional review board, including
- 24 those not listed in Section 169.003, Occupations Code; and
- 25 (3) any other research matter approved by the
- 26 institution's institutional review board.
- 27 (b) In applying for a permit, the health-related

- 1 institution of higher education shall disclose any private sector
- 2 organization contractors under Section 481.255 and shall disclose
- 3 additional contractors as additional contractors are formed.
- 4 Sec. 481.255. CONTRACTORS. (a) A health-related
- 5 institution of higher education granted a permit under this
- 6 subchapter shall be authorized to contract with one or more private
- 7 sector organizations to fulfill the terms of the permit, including
- 8 contracting for the production and distribution of medical
- 9 cannabis.
- 10 (b) A private sector organization is eligible to contract
- 11 with a health-related institution of higher education under this
- 12 subchapter if the organization:
- 13 (1) meets all requirements for a dispensing
- 14 organization under Chapter 487, except that the participant is not
- 15 required to pay a licensing or application fee;
- 16 (2) demonstrates capability to provide funding to
- 17 support medical cannabis research activities at a health-related
- 18 institution of higher education;
- 19 (3) demonstrates capability to establish and operate a
- 20 production and distribution system sufficient to support research
- 21 program needs; and
- 22 (4) is not a dispensing organization licensed under
- 23 Chapter 487, owned or controlled by any direct or indirect owner of
- 24 a licensed dispensing organization, or otherwise affiliated with a
- 25 licensed dispensing organization.
- 26 (c) The commission shall approve contractors between
- 27 health-related institutions of higher education and private sector

- 1 organizations authorized under this subchapter.
- 2 Sec. 481.256. PATIENT TREATMENT. (a) Patient treatment
- 3 provided as part of an approved research program under this
- 4 subchapter may be administered only by a medical practitioner
- 5 meeting standards approved by the institution's institutional
- 6 review board.
- 7 (b) A patient participating in a research program under this
- 8 subchapter must be a permanent resident of this state.
- 9 Sec. 481.257. INFORMED CONSENT. (a) Before receiving
- 10 treatment under an approved research program, each patient must
- 11 sign a written informed consent form.
- 12 (b) If a patient is a minor or lacks the mental capacity to
- 13 provide informed consent, a parent, guardian, or conservator may
- 14 provide informed consent on the patient's behalf.
- 15 <u>(c) The executive commissioner shall adopt a form to be used</u>
- 16 for the informed consent required by this section.
- 17 Sec. 481.258. LICENSURE AS DISPENSING ORGANIZATION. A
- 18 private sector organization contracting with a health-related
- 19 institution of higher education under this subchapter shall be
- 20 eligible for licensure as a dispensing organization under Chapter
- 21 487, or any other law that authorizes cultivating, processing, and
- 22 <u>dispensing cannabis</u>, on or after the second anniversary of the date
- 23 the organization entered into a contract with a health-related
- 24 institution of higher education related to a research program
- 25 authorized under this subchapter, provided that the organization's
- 26 operations comply with applicable state law.
- 27 SECTION 3. This Act takes effect September 1, 2021.