By: Reynolds

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A BILL TO BE ENTITLED 1 AN ACT 2 relating to authorizing the possession, use, cultivation, distribution, transportation, and delivery of medical cannabis for 3 medical use by qualifying patients with certain debilitating 4 5 medical conditions and the licensing of dispensing organizations and cannabis testing facilities; authorizing fees. 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 7 ARTICLE 1. AMENDMENTS TO CHAPTER 487, HEALTH AND SAFETY CODE 8 SECTION 1.01. Section 487.001, Health and Safety Code, is 9 amended to read as follows: 10 Sec. 487.001. DEFINITIONS. In this chapter: 11 12 (1) "Cannabis testing facility" means an independent entity licensed by the department under this chapter to analyze the 13 14 safety and potency of medical cannabis. (2) "Cardholder" means a qualifying patient or a 15 registered caregiver who is issued a registry identification card. 16 (3) "Debilitating medical condition," "medical 17 cannabis," "medical practitioner," "medical use," and "qualifying 18 patient" have the meanings assigned by Section 169.001, Occupations 19 Code. 20 21 (4) "Department" means the Department of Public Safety. 22 23 (5) "Designated caregiver" means a person who: 24 (A) is at least 21 years of age or a parent, legal

1 guardian, or conservator of a qualifying patient; and 2 (B) has significant responsibility for managing the medical care of a qualifying patient listed on the 3 4 compassionate-use registry. 5 (6) [(2)] "Director" means the public safety director of the department. 6 7 (7) [(3)] "Dispensing organization" means an 8 organization licensed by the department to cultivate, process, and dispense medical [low-THC] cannabis to a patient for whom medical 9 10 use [low-THC cannabis] is recommended [prescribed] under Chapter 169, Occupations Code. 11 12 (8) "Drug paraphernalia" has the meaning assigned by <u>Section 481.002.</u> 13 14 (9) "Nonresident cardholder" means a person who is not 15 a resident of this state and who: 16 (A) has been diagnosed with a debilitating 17 medical condition and issued a currently valid registry identification card or the equivalent under the laws of another 18 state, district, territory, commonwealth, insular possession of 19 the United States, or country recognized by the United States, that 20 authorizes medical use by the person in the jurisdiction of 21 22 issuance; or (B) is the parent, legal guardian, or conservator 23 24 of a person described by Paragraph (A). (10) "Registered caregiver" means a designated 25 26 caregiver who has been issued a registry identification card identifying the person as a registered caregiver of a qualifying 27

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1	patient listed on the compassionate-use registry.
2	(11) "Registry identification card" means a document
3	issued by the department that identifies a person as:
4	(A) a qualifying patient listed on the
5	<pre>compassionate-use registry; or</pre>
6	(B) a registered caregiver of a qualifying
7	patient listed on the compassionate-use registry.
8	(12) "Written certification" means a document
9	produced under Section 169.002, Occupations Code.
10	[(4) "Low-THC cannabis" has the meaning assigned by
11	Section 169.001, Occupations Code.]
12	SECTION 1.02. Chapter 487, Health and Safety Code, is
13	amended by adding Subchapter A-1 to read as follows:
14	SUBCHAPTER A-1. PROTECTIONS RELATED TO MEDICAL USE OF CANNABIS
15	Sec. 487.021. PROTECTION FROM LEGAL ACTION. (a) This
16	section applies to a person who is:
17	(1) a cardholder;
18	(2) a nonresident cardholder;
19	(3) a dispensing organization;
20	(4) a cannabis testing facility; or
21	(5) a director, manager, or employee of a dispensing
22	organization or of a cannabis testing facility who is registered
23	with the department under Section 487.053.
24	(b) Notwithstanding any other law, a person described by
25	Subsection (a) is not subject to arrest, prosecution, or penalty in
26	any manner, or denial of any right or privilege, including any civil
27	penalty or disciplinary action by a court or occupational or

professional licensing board or bureau, for conduct involving 1 2 medical use that is authorized under this chapter, department rule, 3 or Chapter 169, Occupations Code. 4 Sec. 487.022. NO PRESUMPTION OF CHILD ABUSE, NEGLECT, OR 5 ENDANGERMENT. A person described by Section 487.021(a) may not be presumed to have engaged in conduct constituting child abuse, 6 7 neglect, or endangerment solely because the person engaged in conduct involving medical use that is authorized under this 8 chapter, department rule, or Chapter 169, Occupations Code. 9 10 Sec. 487.023. NO DENIAL OF PARENTAL RIGHTS. The fact that a

11 person described by Section 487.021(a) engages in conduct 12 authorized under this chapter, department rule, or Chapter 169, 13 Occupations Code, does not in itself constitute grounds for 14 denying, limiting, or restricting conservatorship or possession of 15 or access to a child under Title 5, Family Code.

Sec. 487.024. NO SEIZURE OR FORFEITURE. Property used in 16 17 the cultivation, distribution, transportation, and delivery of medical cannabis for medical use that is authorized under this 18 19 chapter, department rule, or Chapter 169, Occupations Code, is not contraband for purposes of Chapter 59, Code of Criminal Procedure, 20 and is not subject to seizure or forfeiture under that chapter or 21 22 other law solely for the use of the property in those authorized 23 activities.

24 <u>Sec. 487.025. NO PROSECUTION FOR PROVISION OF</u> 25 <u>PARAPHERNALIA. A person is not subject to arrest, prosecution, or</u> 26 <u>the imposition of any sentence or penalty for the delivery,</u> 27 <u>possession with intent to deliver, or manufacture of any item that</u>

meets the definition of drug paraphernalia, if that item is 1 delivered, possessed with intent to deliver, or manufactured for 2 the sole purpose of providing that item to a cardholder or 3 nonresident cardholder for medical use under this chapter, 4 5 department rule, or Chapter 169, Occupations Code. 6 SECTION 1.03. Section 487.052, Health and Safety Code, is 7 amended to read as follows: 8 Sec. 487.052. RULES. (a) The director shall adopt any rules necessary for the administration and enforcement of this 9 10 chapter. (b) The director shall adopt reasonable [, including] rules 11 12 imposing fees under this chapter in amounts sufficient to cover the cost of administering this chapter. Fees collected under a rule 13 adopted under this chapter may be used only for the administration 14 15 of this chapter. (c) The director shall adopt rules in accordance with 16 17 Section 487.081 governing the allowable amount of medical cannabis a cardholder or nonresident cardholder may possess for medical use 18 19 by a qualifying patient. (d) The director by rule shall adopt labeling requirements 20 for medical cannabis. 21 (e) The director shall adopt rules establishing security 22 requirements concerning the cultivation of medical cannabis by a 23 24 cardholder. (f) The director shall adopt reasonable rules governing 25 26 access to medical cannabis by nonresident cardholders. 27 SECTION 1.04. The heading to Section 487.053, Health and

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1 Safety Code, is amended to read as follows:

Sec. 487.053. LICENSING OF DISPENSING ORGANIZATIONS AND
 <u>CANNABIS TESTING FACILITIES;</u> REGISTRATION OF CERTAIN ASSOCIATED
 INDIVIDUALS.

5 SECTION 1.05. Section 487.053(a), Health and Safety Code,
6 is amended to read as follows:

7 (a) The department shall:

8

(1) issue or renew a license to operate as:

9 <u>(A)</u> a dispensing organization to each applicant 10 who satisfies the requirements established under this chapter <u>for</u> 11 <u>licensure as a dispensing organization</u>; and

12 (B) a cannabis testing facility to each applicant 13 who satisfies the requirements established under this chapter for 14 licensure as a cannabis testing facility; and

15 (2) register directors, managers, and employees of 16 each:

17 (A) dispensing organization; and

18 (B) cannabis testing facility.

SECTION 1.06. Section 487.054, Health and Safety Code, is amended to read as follows:

21 Sec. 487.054. COMPASSIONATE-USE REGISTRY. (a) The 22 department shall establish and maintain a secure online 23 compassionate-use registry that contains:

(1) the name of each <u>individual who is issued a</u>
 registry identification card and each nonresident cardholder who
 <u>receives medical cannabis from a dispensing organization;</u>

27 (2) the name of each medical practitioner who

<u>recommends medical use to a qualifying patient and</u> [physician who
registers as the prescriber for a patient under Section 169.004,
Occupations Code,] the name and date of birth of <u>that</u> [the]
patient[, the dosage prescribed, the means of administration
ordered, and the total amount of low-THC cannabis required to fill
the patient's prescription]; and

7 (3) [(2)] a record of each amount of medical [low-THC]
8 cannabis dispensed by a dispensing organization to a <u>cardholder or</u>
9 <u>nonresident cardholder</u> [patient under a prescription].

10 (b) The department shall ensure the registry: 11 (1) is designed to prevent more than one <u>medical</u> 12 <u>practitioner</u> [qualified physician] from registering as the 13 <u>recommending medical practitioner</u> [prescriber] for a single 14 patient; and

15 (2) is accessible to law enforcement agencies and 16 dispensing organizations for the purpose of verifying whether a 17 person is authorized under this chapter to receive medical cannabis 18 [patient is one for whom low-THC cannabis is prescribed and whether 19 the patient's prescriptions have been filled; and

20 [(3) allows a physician qualified to prescribe low-THC 21 cannabis under Section 169.002, Occupations Code, to input safety 22 and efficacy data derived from the treatment of patients for whom 23 low-THC cannabis is prescribed under Chapter 169, Occupations 24 Code].

25 SECTION 1.07. Subchapter B, Chapter 487, Health and Safety 26 Code, is amended by adding Sections 487.055 and 487.056 to read as 27 follows:

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1	Sec. 487.055. LICENSING AND REGULATION OF CANNABIS TESTING
2	FACILITIES. The director shall adopt all rules necessary for:
3	(1) the licensing and regulation of cannabis testing
4	facilities and the directors, managers, and employees of those
5	facilities;
6	(2) the operation of cannabis testing facilities; and
7	(3) the testing of the safety and potency of medical
8	cannabis.
9	Sec. 487.056. APPLICATION FOR REGISTRY IDENTIFICATION
10	CARD. (a) The director by rule shall adopt an application for a
11	registry identification card:
12	(1) for a qualifying patient; and
13	(2) for a designated caregiver.
14	(b) An applicant for a registry identification card must
15	submit to the department:
16	(1) the application adopted under Subsection (a);
17	(2) a written certification that was issued within the
18	90 days preceding the date of application and that affirms that
19	medical use is recommended for the qualifying patient;
20	(3) the application fee prescribed by department rule;
21	and
22	(4) any other forms developed by the director for
23	submission with the application.
24	(c) The department shall issue a registry identification
25	card to an applicant who is a qualifying patient or the designated
26	caregiver of a qualifying patient not later than the 25th day after
27	the date the application is submitted.

1	SECTION 1.08. Chapter 487, Health and Safety Code, is
2	amended by adding Subchapter B-1 to read as follows:
3	SUBCHAPTER B-1. ALLOWABLE AMOUNT OF MEDICAL CANNABIS AND ACCESS TO
4	MEDICAL CANNABIS
5	Sec. 487.081. ALLOWABLE AMOUNT OF MEDICAL CANNABIS. (a) A
6	cardholder or nonresident cardholder may possess for medical use by
7	the qualifying patient no more than the allowable amount of medical
8	cannabis for that qualifying patient, as provided by this section
9	and department rule.
10	(b) The director by rule shall specify the maximum number of
11	cannabis plants that may be cultivated or possessed for medical use
12	by a qualifying patient, which may not be fewer than six cannabis
13	plants. The amount of medical cannabis, edible products that
14	contain medical cannabis, or products infused with medical cannabis
15	that are produced from the allowable number of cannabis plants may
16	be possessed for medical use by a cardholder or nonresident
17	cardholder on the site where those plants are cultivated,
18	regardless of whether the amount possessed on that site exceeds the
19	quantity otherwise provided as the allowable amount of medical
20	cannabis for the qualifying patient by a rule adopted under this
21	section.
22	(c) The director by rule shall specify the maximum quantity
23	of medical cannabis other than cannabis plants, edible products
24	that contain medical cannabis, or products infused with medical
25	cannabis, that, except as otherwise provided by Subsection (b) or
26	(e), may be possessed by a cardholder or nonresident cardholder for
27	medical use by a qualifying patient, which may not be less than 2.5

1 <u>ounces.</u>

2 <u>(d) The director by rule shall specify the maximum quantity</u> 3 <u>of edible products that contain medical cannabis or products</u> 4 <u>infused with medical cannabis that, except as otherwise provided by</u> 5 <u>Subsection (b) or (e), may be possessed by a cardholder or</u> 6 <u>nonresident cardholder for medical use by a qualifying patient.</u>

7 <u>(e) If a medical practitioner recommends in the qualifying</u> 8 patient's written certification a different amount of medical 9 cannabis than the amount provided by rule adopted under this 10 section, the amount recommended by the written certification is the 11 allowable amount of medical cannabis for that qualifying patient.

12 <u>Sec. 487.082. ACCESS TO MEDICAL CANNABIS BEFORE REGISTRY</u>
13 <u>IDENTIFICATION CARD ISSUED. An applicant for a registry</u>
14 <u>identification card may receive medical cannabis from a dispensing</u>
15 <u>organization before the department issues a registry</u>
16 <u>identification card on providing:</u>

17 (1) proof that the application was submitted to the
 18 department and any application fees were paid; and

19 (2) a copy of the applicant's written certification.
20 Sec. 487.083. ACCESS TO MEDICAL CANNABIS BEFORE DECEMBER 1,
21 2025. (a) On or before December 1, 2025, notwithstanding a
22 contrary provision of this chapter, a qualifying patient or a
23 caregiver with significant responsibility for managing the
24 well-being of a qualifying patient may obtain medical cannabis from
25 a dispensing organization on providing:

26 (1) for a qualifying patient, a copy of the qualifying
27 patient's written certification; or

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1	(2) for a caregiver of the qualifying patient:
2	(A) a copy of the qualifying patient's written
3	certification; and
4	(B) an affidavit stating:
5	(i) that the caregiver is the qualifying
6	patient's parent or guardian; or
7	(ii) that the caregiver has significant
8	responsibility for managing the well-being of the qualifying
9	patient and that is signed by the qualifying patient or the
10	qualifying patient's parent or guardian, if the qualifying patient
11	<u>is a minor.</u>
12	(b) This section expires December 1, 2025.
13	SECTION 1.09. Section 487.102, Health and Safety Code, is
14	amended to read as follows:
15	Sec. 487.102. ELIGIBILITY FOR LICENSE. An applicant for a
16	license to operate as a dispensing organization is eligible for the
17	license if:
18	(1) as determined by the department, the applicant
19	possesses:
20	(A) the technical and technological ability to
21	cultivate and produce <u>medical</u> [low-THC] cannabis;
22	(B) the ability to secure:
23	(i) the resources and personnel necessary
24	to operate as a dispensing organization; and
25	(ii) premises reasonably located to allow
26	patients listed on the compassionate-use registry access to the
27	organization through existing infrastructure;

H.B. No. 1504 1 (C) the ability to maintain accountability for the raw materials, the finished product, and any by-products used 2 or produced in the cultivation or production of medical [low-THC] 3 cannabis to prevent unlawful access to or unlawful diversion or 4 5 possession of those materials, products, or by-products; and 6 (D) the financial ability to maintain operations 7 for not less than two years from the date of application; 8 (2) each director, manager, or employee of the 9 applicant is registered under Subchapter D; and 10 (3) the applicant satisfies any additional criteria determined by the director to be necessary to safely implement this 11 12 chapter. SECTION 1.10. Subchapter C, Chapter 487, Health and Safety 13 Code, is amended by adding Section 487.1025 to read as follows: 14 15 Sec. 487.1025. ANNUAL LICENSE FEE. The director shall charge an annual license fee set initially by the director in an 16 17 amount not to exceed \$5,000. The director shall annually adjust for inflation the annual license fee. 18 Section 487.103, Health and Safety Code, is 19 SECTION 1.11. amended by adding Subsection (a-1) to read as follows: 20 21 (a-1) The director shall set the application fee charged under Subsection (a) initially in an amount not to exceed \$2,500. 22 The director shall annually adjust for inflation the application 23 24 fee. SECTION 1.12. Section 487.104(a), Health and Safety Code, 25 26 is amended to read as follows: 27 The department shall issue or renew a license to operate (a)

1 as a dispensing organization only if:

2 (1) the department determines the applicant meets the
3 eligibility requirements described by Section 487.102; and

4 (2) issuance or renewal of the license is necessary to
5 ensure reasonable statewide access to, and the availability of,
6 <u>medical</u> [low-THC] cannabis for patients registered in the
7 compassionate-use registry and for whom <u>medical</u> [low-THC] cannabis
8 is <u>recommended</u> [prescribed] under Chapter 169, Occupations Code.

9 SECTION 1.13. Section 487.107, Health and Safety Code, is
10 amended to read as follows:

Sec. 487.107. DUTIES RELATING ТО DISPENSING 11 MEDICAL CANNABIS [PRESCRIPTION]. (a) Before dispensing medical [low-THC] 12 cannabis to a person authorized under this chapter to receive 13 medical [for whom the low-THC] cannabis [is prescribed under 14 15 Chapter 169, Occupations Code], the dispensing organization must verify that [the prescription presented]: 16

17 (1) <u>the person receiving the medical cannabis</u> is [for] 18 a <u>cardholder</u> [person] listed [as a patient] in the 19 compassionate-use registry <u>or a nonresident cardholder</u>;

(2) the medical cannabis, including any edible products that contain medical cannabis and any products infused with medical cannabis, has been properly tested and properly labeled in accordance with standards established by the department [matches the entry in the compassionate-use registry with respect to the total amount of low-THC cannabis required to fill the prescription]; and

27

(3) the amount of medical cannabis dispensed to the

person would not cause the person to possess more than the allowable amount of medical cannabis for the qualifying patient, as determined under Section 487.081 [has not previously been filled by a dispensing organization as indicated by an entry in the compassionate-use registry].

6 (b) After dispensing <u>medical</u> [low-THC] cannabis to a 7 <u>cardholder or nonresident cardholder</u> [patient for whom the low-THC 8 cannabis is prescribed under Chapter 169, Occupations Code], the 9 dispensing organization shall record in the compassionate-use 10 registry the <u>name and address of the individual to whom the medical</u> 11 <u>cannabis is dispensed, the</u> form and quantity of <u>medical</u> [low-THC] 12 cannabis dispensed, and the date and time of dispensation.

SECTION 1.14. Section 487.108(c), Health and Safety Code, is amended to read as follows:

15 (c) After suspending or revoking a license issued under this chapter, the director may seize or place under seal all medical 16 17 [low-THC] cannabis and drug paraphernalia owned or possessed by the dispensing organization. If the director orders the revocation of 18 19 the license, a disposition may not be made of the seized or sealed medical [low-THC] cannabis or drug paraphernalia until the time for 20 administrative appeal of the order has elapsed or until all appeals 21 have been concluded. When a revocation order becomes final, all 22 medical [low-THC] cannabis and drug paraphernalia may be forfeited 23 24 to the state as provided under Subchapter E, Chapter 481.

25 SECTION 1.15. Section 487.151, Health and Safety Code, is 26 amended by adding Subsection (a-1) to read as follows:

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(a-1) An individual who is a director, manager, or employee

of a cannabis testing facility must apply for and obtain a 1 registration under this section. 2

SECTION 1.16. Section 487.201, Health and Safety Code, is 3 amended to read as follows: 4

Sec. 487.201. COUNTIES AND MUNICIPALITIES MAY NOT PROHIBIT 5 MEDICAL [LOW-THC] CANNABIS. A municipality, county, or other 6 political subdivision may not enact, adopt, or enforce a rule, 7 ordinance, order, resolution, or other regulation that prohibits 8 the cultivation, production, dispensing, or possession of medical 9 10 [low-THC] cannabis, as authorized by this chapter.

11 SECTION 1.17. Subchapter F, Chapter 487, Health and Safety 12 Code, is repealed.

ARTICLE 2. AMENDMENTS TO CHAPTER 169, OCCUPATIONS CODE 13

14 SECTION 2.01. The heading to Chapter 169, Occupations Code, 15 is amended to read as follows:

CHAPTER 169. AUTHORITY TO RECOMMEND MEDICAL [PRESCRIBE LOW-THC] 16

CANNABIS TO CERTAIN PATIENTS FOR COMPASSIONATE USE SECTION 2.02. Sections 169.001, 169.0011, 169.002, 18 and 19 169.004, Occupations Code, are amended to read as follows:

Sec. 169.001. DEFINITIONS. In this chapter: 20

21

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(1) "Debilitating medical condition" means:

(A) cancer, glaucoma, positive status for human 22 immunodeficiency virus, acquired immune deficiency syndrome, 23 24 hepatitis C, amyotrophic lateral sclerosis, Crohn's disease, ulcerative colitis, agitation of Alzheimer's disease, 25 26 post-traumatic stress disorder, autism, sickle cell anemia, severe fibromyalgia, spinal cord disease, spinal cord injury, traumatic 27

H.B. No. 1504 1 brain injury or post-concussion syndrome, chronic traumatic encephalopathy, Parkinson's disease, muscular dystrophy, 2 Huntington's disease, or an incurable neurodegenerative disease; 3 4 (B) a chronic medical condition that produces, or 5 the treatment of a chronic medical condition that produces: (i) cachexia or wasting syndrome; 6 7 (ii) severe pain; (iii) severe nausea; 8 (iv) seizures, including those 9 10 characteristic of epilepsy; or (v) spasticity or severe and persistent 11 12 muscle spasms, including those characteristic of multiple 13 sclerosis; or 14 (C) any other medical condition approved as a 15 debilitating medical condition by department rule or any symptom caused by the treatment of a medical condition that is approved as a 16 debilitating medical condition by department rule. 17 (2) "Department" means the Department of Public 18 19 Safety. (3) [(1-a)] "Incurable neurodegenerative 20 disease" means a disease designated as an incurable neurodegenerative 21 disease by rule of the executive commissioner of the Health and 22 23 Human Services Commission, adopted in consultation with the 24 National Institutes of Health. (4) "Medical [(3) "Low-THC] cannabis" means 25 the 26 plant Cannabis sativa L., and any part of that plant or any

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compound, manufacture, salt, derivative, mixture, preparation,

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1	resin, or oil of that plant [that contains not more than one percent
2	by weight of tetrahydrocannabinols].
3	(5) "Medical practitioner" means:
4	(A) a licensed physician;
5	(B) an advanced practice registered nurse who has
6	been delegated prescriptive authority in accordance with
7	Subchapter B, Chapter 157; or
8	(C) a physician assistant who has been delegated
9	prescriptive authority in accordance with Subchapter B, Chapter
10	<u>157.</u>
11	<u>(6)</u> [(4)] "Medical use" means the ingestion [by a
12	means of administration other than by smoking] of medical [a
13	prescribed amount of low-THC] cannabis by a <u>qualifying patient to</u>
14	treat or alleviate the patient's debilitating medical condition
15	[person for whom low-THC cannabis is prescribed under this
16	<pre>chapter].</pre>
17	(7) "Qualifying patient" means a person who has been
18	diagnosed with a debilitating medical condition by a medical
19	<pre>practitioner [(5) "Smoking" means burning or igniting a substance</pre>
20	and inhaling the smoke].
21	Sec. 169.0011. PRESCRIPTION FOR MEDICAL USE. A reference

in [this chapter, Chapter 487, Health and Safety Code, or other] law to a prescription for medical use or a prescription for <u>medical</u> [low-THC] cannabis means an entry in the compassionate-use registry established under Section 487.054, Health and Safety Code.

26Sec. 169.002.RECOMMENDATIONFORMEDICAL[PHYSICIAN27QUALIFIED TO PRESCRIBE LOW-THC]CANNABISBYMEDICALPRACTITIONER

H.B. No. 1504 [TO PATIENTS WITH CERTAIN MEDICAL CONDITIONS]. 1 (a) A medical 2 practitioner may recommend medical cannabis to a qualifying patient if the medical practitioner attests through written certification 3 that, in the medical practitioner's professional opinion: 4 5 (1) the diagnosis of a debilitating medical condition for the qualifying patient is correct; 6 7 (2) the qualifying patient is likely to receive 8 therapeutic or palliative benefit from the medical use of medical cannabis to treat or alleviate the patient's debilitating medical 9 10 condition; and (3) the potential benefits to the qualifying patient 11 12 of medical use outweigh the health risks of medical use. (b) The written certification described by Subsection (a) 13 must: 14 15 (1) be dated and signed by the medical practitioner; 16 (2) specify the qualifying patient's debilitating 17 medical condition; and (3) affirm that medical use was recommended in the 18 19 course of a bona fide practitioner-patient relationship between the qualifying patient and the medical practitioner. [Only a 20 physician qualified with respect to a patient's particular medical 21 condition as provided by this section may prescribe low-THC 22 23 cannabis in accordance with this chapter to treat the applicable 24 medical condition. [(b) A physician is qualified to prescribe low-THC cannabis 25 26 with respect to a patient's particular medical condition if the 27 physician:

1	[(1) is licensed under this subtitle;
2	[(2) is board certified in a medical specialty
3	relevant to the treatment of the patient's particular medical
4	condition by a specialty board approved by the American Board of
5	Medical Specialties or the Bureau of Osteopathic Specialists; and
6	[(3) dedicates a significant portion of clinical
7	practice to the evaluation and treatment of the patient's
8	particular medical condition.
9	[(c) A physician is qualified to prescribe low-THC cannabis
10	for the treatment of a patient with a medical condition approved by
11	rule of the executive commissioner of the Health and Human Services
12	Commission for treatment in an approved research program conducted
13	under Subchapter F, Chapter 487, Health and Safety Code, if the
14	physician is:
14 15	physician is: [(1) licensed under this subtitle; and
15 16	[(1) licensed under this subtitle; and
15	[(1) licensed under this subtitle; and [(2) certified by a compassionate-use institutional
15 16 17 18	[(1) licensed under this subtitle; and [(2) certified by a compassionate-use institutional review board created under Section 487.253, Health and Safety Code,
15 16 17	[(1) licensed under this subtitle; and [(2) certified by a compassionate-use institutional review board created under Section 487.253, Health and Safety Code, that oversees patient treatment undertaken as part of that approved
15 16 17 18 19	[(1) licensed under this subtitle; and [(2) certified by a compassionate-use institutional review board created under Section 487.253, Health and Safety Code, that oversees patient treatment undertaken as part of that approved research program.]
15 16 17 18 19 20	[(1) licensed under this subtitle; and [(2) certified by a compassionate=use institutional review board created under Section 487.253, Health and Safety Code; that oversees patient treatment undertaken as part of that approved research program.] Sec. 169.004. [LOW-THC CANNABIS PRESCRIBER] REGISTRATION
15 16 17 18 19 20 21	[(1) licensed under this subtitle; and [(2) certified by a compassionate-use institutional review board created under Section 487.253, Health and Safety Code; that oversees patient treatment undertaken as part of that approved research program.] Sec. 169.004. [LOW-THC CANNABIS PRESCRIBER] REGISTRATION OF RECOMMENDING MEDICAL PRACTITIONERS. (a) Before a medical
15 16 17 18 19 20 21 22	<pre>[(1) licensed under this subtitle; and [(2) certified by a compassionate=use institutional review board created under Section 487.253, Health and Safety Code; that oversees patient treatment undertaken as part of that approved research program.] Sec. 169.004. [LOW=THC_CANNABIS_PRESCRIBER] REGISTRATION OF RECOMMENDING MEDICAL PRACTITIONERS. (a) Before a medical practitioner [physician qualified to prescribe low=THC cannabis</pre>
15 16 17 18 19 20 21 22 23	[(1) licensed under this subtitle; and [(2) certified by a compassionate-use institutional review board created under Section 487.253, Health and Safety Code, that oversees patient treatment undertaken as part of that approved research program.] Sec. 169.004. [LOW-THC CANNABIS PRESCRIBER] REGISTRATION OF RECOMMENDING MEDICAL PRACTITIONERS. (a) Before a medical practitioner [physician qualified to prescribe low-THC cannabis under Section 169.002] may recommend medical use [prescribe or
15 16 17 18 19 20 21 22 23 24	<pre>[(1) licensed under this subtitle; and [(2) certified by a compassionate-use institutional review board created under Section 487.253, Health and Safety Code; that oversees patient treatment undertaken as part of that approved research program.] Sec. 169.004. [LOW-THC CANNABIS PRESCRIBER] REGISTRATION OF RECOMMENDING MEDICAL PRACTITIONERS. (a) Before a medical practitioner [physician qualified to prescribe low-THC cannabis under Section 169.002] may recommend medical use [prescribe or renew a prescription for low-THC cannabis] for a <u>qualifying</u> patient</pre>

department under Section 487.054, Health and Safety Code. The 1 medical practitioner's [physician's] registration must indicate: 2 3 (1)the medical practitioner's [physician's] name; and the qualifying patient's name and date of birth[+ 4 (2) 5 [(3) the dosage prescribed to the patient; 6 [(4) the means of administration ordered for 7 patient; and 8 [(5) the total amount of low-THC cannabis required to 9 fill the patient's prescription]. The department may not publish the name of a medical 10 (b) practitioner [physician] registered under this section unless 11 permission is expressly granted by the medical practitioner 12 [physician]. 13 SECTION 2.03. 14 Sections 169.003 and 169.005, Occupations 15 Code, are repealed. 16 ARTICLE 3. CONFORMING AMENDMENTS 17 SECTION 3.01. Section 161.001(c), Family Code, is amended to read as follows: 18 Evidence of one or more of the following does not 19 (C) constitute clear and convincing evidence sufficient for a court to 20 make a finding under Subsection (b) and order termination of the 21 parent-child relationship: 22 23 (1)the parent homeschooled the child; 24 (2) the parent is economically disadvantaged; 25 the parent has been charged with a nonviolent (3) 26 misdemeanor offense other than: an offense under Title 5, Penal Code; 27 (A)

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H.B. No. 1504 an offense under Title 6, Penal Code; or 1 (B) 2 (C) an offense that involves family violence, as 3 defined by Section 71.004 of this code; 4 (4) the parent provided or administered medical 5 [low-THC] cannabis to a child for whom the medical [low-THC] cannabis was recommended [prescribed] under 6 Chapter 169, Occupations Code; 7 8 (5) the parent declined immunization for the child for reasons of conscience, including a religious belief; 9 10 (6) the parent sought an opinion from more than one medical provider relating to the child's medical care, transferred 11 the child's medical care to a new medical provider, or transferred 12 the child to another health care facility; or 13 engage 14 (7) the parent allowed the child to in 15 independent activities that are appropriate and typical for the child's level of maturity, physical condition, developmental 16 17 abilities, or culture. SECTION 3.02. Section 262.116(a), Family Code, is amended 18 to read as follows: 19 The Department of Family and Protective Services may not 20 (a) take possession of a child under this subchapter based on evidence 21 that the parent: 22 23 homeschooled the child; 24 (2) is economically disadvantaged; 25 has been charged with a nonviolent misdemeanor (3) 26 offense other than: 27 (A) an offense under Title 5, Penal Code; 21

H.B. No. 1504 1 (B) an offense under Title 6, Penal Code; or 2 (C) an offense that involves family violence, as 3 defined by Section 71.004 of this code; 4 (4) provided or administered medical $\left[\frac{1 \text{ ow-THC}}{1 \text{ ow-THC}}\right]$ 5 cannabis to a child for whom the medical [low-THC] cannabis was recommended [prescribed] under Chapter 169, Occupations Code; 6 7 (5) declined immunization for the child for reasons of 8 conscience, including a religious belief; 9 sought an opinion from more than one medical (6) provider relating to the child's medical care, transferred the 10 child's medical care to a new medical provider, or transferred the 11 12 child to another health care facility; (7) allowed the child to engage 13 in independent 14 activities that are appropriate and typical for the child's level 15 of maturity, physical condition, developmental abilities, or 16 culture; or 17 (8) tested positive for marihuana, unless the department has evidence that the parent's use of marihuana has 18 19 caused significant impairment to the child's physical or mental health or emotional development. 20 21 SECTION 3.03. Section 443.202(a), Health and Safety Code, is amended to read as follows: 22 23 This section does not apply to <u>medical</u> [low-THC] (a) 24 cannabis regulated under Chapter 487. SECTION 3.04. Section 443.2025(a), Health and Safety Code, 25 26 is amended to read as follows: 27 (a) This section does not apply to medical [low-THC]

1 cannabis regulated under Chapter 487.

2 SECTION 3.05. Section 481.062(a), Health and Safety Code, 3 is amended to read as follows:

4 (a) The following persons may possess a controlled
5 substance under this chapter without registering with the Federal
6 Drug Enforcement Administration:

7 (1) an agent or employee of a manufacturer,
8 distributor, analyzer, or dispenser of the controlled substance who
9 is registered with the Federal Drug Enforcement Administration and
10 acting in the usual course of business or employment;

(2) a common or contract carrier, a warehouseman, or an employee of a carrier or warehouseman whose possession of the controlled substance is in the usual course of business or employment;

15 (3) an ultimate user or a person in possession of the 16 controlled substance under a lawful order of a practitioner or in 17 lawful possession of the controlled substance if it is listed in 18 Schedule V;

(4) an officer or employee of this state, another state, a political subdivision of this state or another state, or the United States who is lawfully engaged in the enforcement of a law relating to a controlled substance or drug or to a customs law and authorized to possess the controlled substance in the discharge of the person's official duties;

(5) if the substance is tetrahydrocannabinol or one ofits derivatives:

27

(A) a <u>Health and Human Services Commission</u>

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1 [Department of State Health Services] official, a medical school
2 researcher, or a research program participant possessing the
3 substance as authorized under Subchapter G; or

4 (B) a practitioner or an ultimate user possessing
5 the substance as a participant in a federally approved therapeutic
6 research program that the commissioner has reviewed and found, in
7 writing, to contain a medically responsible research protocol; or

8 (6) a person possessing medical cannabis, as defined
9 by Section 169.001, Occupations Code, who is authorized to possess
10 medical cannabis [dispensing organization licensed] under Chapter
11 487 [that possesses low-THC cannabis].

SECTION 3.06. Sections 481.111(e) and (f), Health and Safety Code, are amended to read as follows:

(e) Sections 481.120, 481.121, 481.122, and 481.125 do not apply to a person who engages in the acquisition, possession, production, cultivation, delivery, or disposal of a raw material used in or by-product created by the production or cultivation of <u>medical</u> [low-THC] cannabis if the person:

(1) for an offense involving possession only 19 of marihuana or drug paraphernalia, is a cardholder or nonresident 20 cardholder authorized under Chapter 487 to possess medical cannabis 21 for medical use by a qualifying patient [for whom low-THC cannabis 22 is prescribed under Chapter 169, Occupations Code, or the patient's 23 24 $\frac{\log 1}{\log 1}$ guardian, and the person possesses no more than the allowable amount of medical [low-THC] cannabis, as determined under 25 26 Section 487.081 [obtained under a valid prescription from dispensing organization]; or 27

1 (2) is a director, manager, or employee of a 2 dispensing organization <u>or cannabis testing facility</u> and the 3 person, solely in performing the person's regular duties at the 4 organization <u>or facility</u>, acquires, possesses, produces, 5 cultivates, dispenses, or disposes of:

(A) in reasonable quantities, any <u>medical</u>
[low-THC] cannabis or raw materials used in or by-products created
by the production or cultivation of <u>medical</u> [low-THC] cannabis; or

9 (B) any drug paraphernalia used in the 10 acquisition, possession, production, cultivation, delivery, or 11 disposal of <u>medical</u> [low=THC] cannabis.

12

(f) For purposes of Subsection (e):

(1) <u>"Cannabis testing facility," "cardholder,"</u>
<u>14</u> <u>"dispensing organization," and "nonresident cardholder" have the</u>
<u>15</u> <u>meanings</u> [<u>"Dispensing organization" has the meaning</u>] assigned by
<u>16</u> Section 487.001.

17 (2) <u>"Medical cannabis," "medical use," and</u>
 18 <u>"qualifying patient" have the meanings</u> ["Low-THC cannabis" has the
 19 meaning] assigned by Section 169.001, Occupations Code.

20 SECTION 3.07. Section 490.001(3), Health and Safety Code, 21 is amended to read as follows:

(3) "Investigational drug, biological product, or device" means a drug, biological product, or device that has successfully completed phase one of a clinical trial but the United States Food and Drug Administration or its international equivalent has not yet approved for general use and that remains under investigation in the clinical trial. The term does not include

<u>medical</u> [low-THC] cannabis, as defined by Section 169.001, Occupations Code, or a product containing marihuana, as defined by Section 481.002, regardless of whether the cannabis or product successfully completed phase one of a clinical trial.

5 SECTION 3.08. Section 551.004, Occupations Code, is amended 6 by amending Subsection (a) and adding Subsection (a-1) to read as 7 follows:

8

(a) This subtitle does not apply to:

9 (1) a practitioner licensed by the appropriate state 10 board who supplies a patient of the practitioner with a drug in a 11 manner authorized by state or federal law and who does not operate a 12 pharmacy for the retailing of prescription drugs;

13 (2) a member of the faculty of a college of pharmacy 14 recognized by the board who is a pharmacist and who performs the 15 pharmacist's services only for the benefit of the college;

16 (3) a person who procures prescription drugs for17 lawful research, teaching, or testing and not for resale;

18 (4) a home and community support services agency that
19 possesses a dangerous drug as authorized by Section 142.0061,
20 142.0062, or 142.0063, Health and Safety Code; or

(5) a dispensing organization[, as defined by Section 487.001, Health and Safety Code,] that cultivates, processes, and dispenses medical [low=THC] cannabis, as authorized by Chapter 487, Health and Safety Code, to a <u>cardholder or nonresident cardholder</u> [patient listed in the compassionate=use registry established under that chapter].

27

(a-1) For purposes of Subsection (a)(5), "cardholder,"

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1 <u>"dispensing organization," and "nonresident cardholder" have the</u>
2 meanings assigned by Section 487.001, Health and Safety Code.

ARTICLE 4. TRANSITION PROVISIONS; EFFECTIVE DATE 3 4 SECTION 4.01. Not later than October 1, 2025, the public 5 safety director of the Department of Public Safety shall adopt rules as required to implement, administer, and enforce Chapter 6 487, Health and Safety Code, as amended by this Act, including rules 7 8 relating to adopting an application for a registry identification card, as required by Section 487.056, Health and Safety Code, as 9 10 added by this Act.

11 SECTION 4.02. (a) A license to operate as a dispensing 12 organization issued under Chapter 487, Health and Safety Code, 13 before the effective date of this Act continues to be valid after 14 the effective date of this Act until that license expires.

(b) The registration of a director, manager, or employee of a dispensing organization under Subchapter D, Chapter 487, Health and Safety Code, continues to be valid after the effective date of this Act until that registration expires.

19 (c) As soon as practicable after the effective date of this 20 Act, the Department of Public Safety shall issue compassionate-use 21 registry cards to all individuals listed on that registry on the 22 effective date of this Act.

23 SECTION 4.03. This Act takes effect immediately if it 24 receives a vote of two-thirds of all the members elected to each 25 house, as provided by Section 39, Article III, Texas Constitution. 26 If this Act does not receive the vote necessary for immediate 27 effect, this Act takes effect September 1, 2025.