WEST VIRGINIA LEGISLATURE

2024 REGULAR SESSION

Introduced

House Bill 4483

By Delegates Hornbuckle and Young

[Introduced January 10, 2024; Referred

to the Committee on Health and Human Resources

then the Judiciary then Finance]

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2024R1372

1	A BILL to amend the Code of West Virginia, 1931, as amended, by adding thereto a new article,
2	designated §5B-11-1, §5B-11-2, §5B-11-3, §5B-11-4, §5B-11-5, §5B-11-6, §5B-11-7, §5B-
3	11-8, §5B-11-9, §5B-11-10, §5B-11-11, §5B-11-12, §5B-11-13, §5B-11-14, §5B-11-15, and
4	§5B-11-16; to repeal §16A-5-10 of said code; to amend and reenact §16A-15-4 of said
5	code; and to amend said code by adding thereto a new section, designated §60A-7-709, all
6	relating to decriminalizing cannabis; providing a short title; providing legislative purpose
7	and findings; providing for definitions; permitting the possession of cannabis and cannabis
8	products by adults; permitting production and adult use of cannabis; restricting public
9	smoking of cannabis; prohibiting false identification to obtain cannabis; providing for the
10	unlawful extraction of cannabis; providing for the lawful operation of a cannabis facility;
11	permitting growing and possession of cannabis by adults; providing procedure for
12	municipalities to enact an ordinance to permit cannabis production and sales; regulating
13	market activity for the production, sales, transfer, and transport of cannabis; establishing
14	diversity licensing goals for minority, women, and veteran owned businesses; establishing
15	mechanisms for permitting and licensing production and sales facilities by the Department
16	of Commerce and localities; authorizing the department to promulgate rules, establish
17	licensing, and administrative penalties relating to the production, sales, transfer, and
18	transport cannabis in authorizing counties; authorizing the Department of Revenue to
19	promulgate rules and administer tax collections; authorizing localities to regulate
20	manufacturing and sales locations; providing for safety warning and inserts on cannabis
21	products; authorizing a special excise tax on cannabis; creating a new fund and dedicating
22	proceeds of the fund to additional funds; creating new funds for excise tax deposits;
23	providing for a portion of tax collected benefit municipal governments where market activity
24	occurs; providing current laws relating to employment, vehicle operation, underage use or
25	private property use preserved; providing for background checks to employ anyone in a
26	cannabis establishment; establishing certain conditions for employees to pass background

- 27 checks; providing that no medical cannabis provisions are affected; expanding protections
- to employees relating to employment and the use of medical cannabis; and prohibiting
- asset forfeiture.

Be it enacted by the Legislature of West Virginia:

CHAPTER 5B. ECONOMIC DEVELOPMENT ACT OF 1985.

ARTICLE 11. THE B.E.S.T. ACT.

§5B-11-1. Short title.

<u>This article may be known and cited as the "Be Exceptional Starting Today Act" or the</u>
<u>"BEST Act."</u>

§5B-11-2. Purpose and findings.

1 (a) In the interest of allowing law enforcement to focus on violent and property crimes, 2 generating revenue for education and other public purposes, and individual freedom; the 3 Legislature of the State of West Virginia finds that the use of cannabis should be legal for a person 4 21 years of age or older and taxed in a manner similar to alcohol. 5 (b) In the interest of the health and public safety of our citizenry, the Legislature further 6 finds and declares that cannabis should be regulated in a manner similar to alcohol so that 7 individuals will have to show proof of age before purchasing cannabis; selling, distributing, or 8 transferring cannabis to minors and other individuals under the age of 21 shall remain illegal; 9 driving under the influence of cannabis shall remain illegal; legitimate, taxpaying business people, 10 and not criminal actors, will conduct sales of cannabis; cannabis sold in this state will be tested, 11 labeled, and subject to additional regulations to ensure that consumers are informed and 12 protected; and in the interest of enacting rational policies for the treatment of all variations of the 13 cannabis plant, hemp should be regulated separately from strains of cannabis with higher delta-9 14 tetrahydrocannabinol (THC) concentrations.

15 (c) The Legislature further finds that in light of the provisions of this article, any nonviolent

16	drug offender who is currently in the prison system, probation, or other correctional proceeding
17	with a cannabis offense shall be granted clemency and all cannabis related offenses shall be
18	removed from the person's criminal background history upon passage of this article.
	§5B-11-3. Definitions.
1	As used in this article, unless the context otherwise requires:
2	(1) "Cannabis" means all parts of the plant of the genus cannabis whether growing or
3	flowering or not, the seeds thereof, the resin extracted from any part of the plant, and every
4	compound, manufacture, salt, derivative, mixture, or preparation of the plant, its seeds, or its resin,
5	including marijuana concentrate. Cannabis does not include industrial hemp, nor does it include
6	fiber produced from the stalks, oil, or cake made from the seeds of the plant, sterilized seed of the
7	plant which is incapable of germination, or the weight of any other ingredient combined with
8	cannabis to prepare topical or oral administrations, food, drink, or other product;
9	(2) "Cannabis accessories" means any equipment, products, or materials of any kind
10	which are used, intended for use, or designed for use in planting, propagating, cultivating, growing,
11	harvesting, composting, manufacturing, compounding, converting, producing, processing,
12	preparing, testing, analyzing, packaging, repackaging, storing, vaporizing, or containing cannabis,
13	or for ingesting, inhaling, or otherwise introducing cannabis into the human body;
14	(3) "Cannabis cultivation facility" means an entity licensed to cultivate, prepare, and
15	package cannabis and sell cannabis to retail cannabis stores, to cannabis product manufacturing
16	facilities, and to other cannabis cultivation facilities, but not to consumers;
17	(4) "Cannabis establishment" means a cannabis cultivation facility, a cannabis testing
18	facility, a cannabis product manufacturing facility, or a retail cannabis store;
19	(5) "Cannabis market activity" means growing, harvesting, marketing, producing, or selling
20	cannabis for remuneration;
21	(6) "Cannabis product manufacturing facility" means an entity licensed to purchase
22	cannabis; manufacture, prepare, and package cannabis products; and sell cannabis and cannabis

23	products to other cannabis product manufacturing facilities and to retail cannabis stores, but not to
24	consumers;
25	(7) "Cannabis products" means concentrated cannabis products and cannabis products
26	that are comprised of cannabis and other ingredients and are intended for use or consumption,
27	such as, but not limited to, edible products, ointments, and tinctures;
28	(8) "Cannabis testing facility" means the Department of Agriculture or an entity contracted
29	to analyze and certify the safety and potency of cannabis;
30	(9) "Consumer" means a person 21 years of age or older who purchases cannabis or
31	cannabis products for personal use by persons 21 years of age or older, but not for resale to
32	others;
33	(10) "Department" means the Department of Commerce or its assigned or successor
34	agency;
35	(11) "Industrial hemp" means the plant of the genus cannabis and any part of such plant,
36	whether growing or not, as authorized pursuant to §19-12E-1 et seq. of this code;
37	(12) "Personal use" means possessing, manufacturing, transporting, consuming, or giving
38	away cannabis without remuneration;
39	(13) "Retail cannabis store" means an entity licensed to purchase cannabis from cannabis
40	cultivation facilities and cannabis products from cannabis product manufacturing facilities and to
41	sell cannabis and cannabis products to consumers; and
42	(14) "Secretary" means the Secretary of the Department of Commerce.
43	(15) "Unreasonably impracticable" means that the measures necessary to comply with the
44	requirements of this article to require such a high investment of risk, money, time, or any other
45	resource or asset that the operation of a cannabis establishment is not worthy of being carried out
46	in practice by a reasonably prudent businessperson.
	<u>§5B-11-4. Personal use of cannabis.</u>

1 Notwithstanding any other provision of this code, the following acts are not unlawful and

2 may not be an offense under state law or be a basis for seizure or forfeiture of assets under state

3 law for persons 21 years of age or older:

- 4 (1) Possession of one ounce or less of dry leaf cannabis;
- 5 (2) Consumption and use of cannabis, including any form of derivatives of the plant, fibers,
- 6 <u>oils, seeds, and includes providing another adult 21 years of age or older with up to one ounce</u>
- 7 without remuneration: *Provided*, That this article does not permit consumption that is conducted in
- 8 <u>a manner that endangers others: Provided, however, That state and local governments may</u>
- 9 prohibit cannabis use on government owned property;
- 10 (3) Notwithstanding a municipal referendum pursuant to §5B-10-9 of this code,
- 11 <u>manufacturing, displaying, purchasing, transporting, and sales of up to one ounce of cannabis is</u>

12 approved to persons 21 years or older in substantial compliance with the cannabis market activity

- 13 requirements of this code; or
- (4) Assisting another person who is 21 years of age or older in any of the acts described in
 this section.

§5B-11-5. Public Smoking of Marijuana Prohibited.

- (a) No person shall smoke cannabis in a public place. Any person who violates this
 prohibition shall be guilty of a misdemeanor and, may be fined not more than \$250.
- 3 (b) No person shall consume cannabis while operating or driving a motor vehicle, boat,
- 4 vessel, aircraft, or other motorized device used for transportation. Any person who operates a
- 5 vehicle in violation of this subsection shall be guilty of a traffic violation and may be fined: (1) Not
- 6 more than \$500 for a first offense; (2) not more than \$1,000 for a second and each subsequent
- 7 offense; or (3) have his or her driver's license suspended for up to six months, or both.

§5B-11-6. False Identification Prohibited.

- 1 (a) A person who is under 21 years of age shall not present or offer to a cannabis
- 2 establishment or the cannabis establishment's agent or employee any written or oral evidence of
- 3 age that is false, fraudulent, or not actually the minor's own, for the purpose of:

- 4 (1) Purchasing, attempting to purchase, or otherwise procuring or attempting to procure
- 5 <u>cannabis; or</u>
- 6 (2) Gaining access to a cannabis establishment.
- 7 (b) Any person who violates this section shall be guilty of a misdemeanor and, may be
- 8 fined not less than \$400 and not more than \$800.

§5B-11-7. Unlawful Cannabis Extraction Prohibited.

- 1 No person, other than a cannabis product manufacturer in compliance with this chapter
- 2 and department rules, shall perform solvent-based extractions on cannabis using solvents other
- 3 than water or vegetable glycerin. Any person who violates this section shall be guilty of a felony
- 4 and, upon conviction thereof, shall be imprisoned in a state correctional facility for not more than
- 5 three years, fined up to \$5,000, or both fined and imprisoned.

§5B-11-8. Lawful Operation of Cannabis-Related Facilities.

- If undertaken by a person 21 years of age or older, the following acts shall not be illegal
 under state law or be a basis for seizure or forfeiture of assets under state law:
- 3 (1) Possessing, displaying, or transporting cannabis or cannabis products; obtaining or 4 purchasing cannabis from a cannabis cultivation facility; delivering or transferring cannabis to a 5 cannabis testing facility; obtaining or purchasing cannabis or cannabis products from a cannabis 6 product manufacturing facility; or sale, delivery, or distribution of cannabis or cannabis products to 7 an adult who is 21 years of age or older or to retail cannabis stores, if the person conducting the 8 activities described in this paragraph has obtained a current, valid registration to operate a retail 9 cannabis store or is acting in his or her capacity as an owner, employee, or agent of a registered 10 retail cannabis store; 11 (2) Cultivating, harvesting, processing, packaging, transporting, displaying, or possessing 12 cannabis; obtaining or purchasing cannabis seeds or seedlings or immature cannabis plants from
- 13 any adult 21 years of age or older; delivery or transfer of cannabis to a cannabis testing facility;
- 14 <u>selling or transferring cannabis that has not been processed into extracts, concentrates, or other</u>

15	preparations to a cannabis cultivation facility, a cannabis product manufacturing facility, or a retail
16	cannabis store; or obtaining or purchasing cannabis from a cannabis cultivation facility, if the
17	person conducting the activities described in this paragraph has obtained a current, valid
18	registration to operate a cannabis cultivation facility or is acting in his or her capacity as an owner,
19	employee, or agent of a registered cannabis cultivation facility;
20	(3) Packaging, processing, transporting, manufacturing, displaying, or possessing
21	cannabis or cannabis products; delivery or transfer of cannabis or cannabis products to a cannabis
22	testing facility; selling cannabis or cannabis products to a retail cannabis store or a cannabis
23	product manufacturing facility; purchasing or obtaining cannabis from a cannabis cultivation
24	facility; or purchasing or obtaining cannabis or cannabis products from a cannabis product
25	manufacturing facility, if the person conducting the activities described in this paragraph has
26	obtained a current, valid registration to operate a cannabis product manufacturing facility or is
27	acting in his or her capacity as an owner, employee, or agent of a registered cannabis product
28	manufacturing facility;
29	(4) Possessing, obtaining, cultivating, processing, storing, transporting, receiving, or
30	diautovina zavaskie za zavaskie producte ifika pomora kao oktoine die sument velid meristration to
	displaying cannabis or cannabis products if the person has obtained a current, valid registration to
31	operate a cannabis testing facility or is acting in his or her capacity as an owner, employee, or
31 32	
	operate a cannabis testing facility or is acting in his or her capacity as an owner, employee, or
32	operate a cannabis testing facility or is acting in his or her capacity as an owner, employee, or agent of a registered cannabis testing facility;
32 33	operate a cannabis testing facility or is acting in his or her capacity as an owner, employee, or agent of a registered cannabis testing facility; (5) Leasing or otherwise allowing the use of property owned, occupied, or controlled by any
32 33 34	operate a cannabis testing facility or is acting in his or her capacity as an owner, employee, or agent of a registered cannabis testing facility; (5) Leasing or otherwise allowing the use of property owned, occupied, or controlled by any person, corporation, or other entity for any of the activities conducted lawfully in accordance with
32 33 34 35	operate a cannabis testing facility or is acting in his or her capacity as an owner, employee, or agent of a registered cannabis testing facility; (5) Leasing or otherwise allowing the use of property owned, occupied, or controlled by any person, corporation, or other entity for any of the activities conducted lawfully in accordance with this section; or
32 33 34 35 36	operate a cannabis testing facility or is acting in his or her capacity as an owner, employee, or agent of a registered cannabis testing facility; (5) Leasing or otherwise allowing the use of property owned, occupied, or controlled by any person, corporation, or other entity for any of the activities conducted lawfully in accordance with this section; or (6) Obtaining or purchasing cannabis from a cannabis cultivation facility; delivering or
32 33 34 35 36 37	operate a cannabis testing facility or is acting in his or her capacity as an owner, employee, or agent of a registered cannabis testing facility; (5) Leasing or otherwise allowing the use of property owned, occupied, or controlled by any person, corporation, or other entity for any of the activities conducted lawfully in accordance with this section; or (6) Obtaining or purchasing cannabis from a cannabis cultivation facility; delivering or transferring cannabis to a cannabis testing facility; or obtaining or purchasing cannabis or

41	alternative treatment center.
	§5B-11-9. Enactment of Municipal Ordinances.
1	A municipality may enact an ordinance prohibiting or limiting the number and type of
2	marijuana establishments that may be permitted within the municipality, and regulating the time,
3	place, and manner of operation of a marijuana establishment which is permitted within the
4	municipality. A municipality may enact an ordinance specifying the entity within the municipality
5	that shall be responsible for reviewing applications submitted for a registration to operate a
6	marijuana establishment within the municipality. The entity designated by the municipality shall be
7	responsible for indicating whether the application is in compliance with local ordinances.
	§5B-11-10. Lawful operation of cannabis market activity and related facilities; diversity
	licensing goals.
1	(a) Pursuant to the permit restrictions and the regulations as authorized and required
2	pursuant to this article, it shall be lawful to:
3	(1) Manufacture, possess, or purchase cannabis, cannabis products and accessories or
4	sell cannabis products and accessories to a person who is 21 years of age or older;
5	(2) Possess, display, or transport cannabis or cannabis products; purchase cannabis from
6	a cannabis cultivation facility; purchase cannabis or cannabis products from a cannabis product
7	manufacturing facility; or sell cannabis or cannabis products to consumers, if the person
8	conducting the activities described in this section has obtained a current, valid, permit, certification
9	or other appropriate license to operate a retail cannabis store or is acting in his or her capacity as
10	an owner, employee or agent of a licensed retail cannabis store;
11	(3) Cultivate, harvest, process, package, transport, display, or possess cannabis; deliver or
12	transfer of cannabis to a cannabis testing facility; sell cannabis to a cannabis cultivation facility, a
13	cannabis product manufacturing facility, or a retail cannabis store; or purchase cannabis from a
14	cannabis cultivation facility, if the person conducting the activities described in this section has
15	obtained a current, valid license to operate a cannabis cultivation facility or is acting in his or her
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16	capacity as an owner, employee, or agent of a licensed cannabis cultivation facility;
17	(4) Package, process, transport, manufacture, display, or possess cannabis or cannabis
18	products; deliver or transfer cannabis or cannabis products to a cannabis testing facility; sell
19	cannabis or cannabis products to a retail cannabis store or a cannabis product manufacturing
20	facility; purchase cannabis from a cannabis cultivation facility; or purchase cannabis or cannabis
21	products from a cannabis product manufacturing facility, if the person conducting the activities
22	described in this section has obtained a current, valid license to operate a cannabis product
23	manufacturing facility or is acting in his or her capacity as an owner, employee, or agent of a
24	licensed cannabis product manufacturing facility;
25	(5) Posses, cultivate, process, repackage, store, transport, display, transfer or deliver
26	cannabis or cannabis products if the person has obtained a current, valid license to operate a
27	cannabis testing facility or is acting in his or her capacity as an owner, employee, or agent of a
28	licensed cannabis testing facility; or
29	(6) Leasing or otherwise allowing the use of property owned, occupied or controlled by any
29 30	(6) Leasing or otherwise allowing the use of property owned, occupied or controlled by any person, corporation or other entity for any of the activities conducted lawfully in accordance with
30	person, corporation or other entity for any of the activities conducted lawfully in accordance with
30 31	person, corporation or other entity for any of the activities conducted lawfully in accordance with this section.
30 31 32	person, corporation or other entity for any of the activities conducted lawfully in accordance with this section. (b) In municipalities that have rejected the referendum to allow commercial cannabis
30 31 32 33	person, corporation or other entity for any of the activities conducted lawfully in accordance with this section. (b) In municipalities that have rejected the referendum to allow commercial cannabis activity, it shall none-the-less be lawful for the residents of those municipalities to posses up to one
30 31 32 33 34	person, corporation or other entity for any of the activities conducted lawfully in accordance with this section. (b) In municipalities that have rejected the referendum to allow commercial cannabis activity, it shall none-the-less be lawful for the residents of those municipalities to posses up to one ounce of dry leaf and flowering cannabis, manufacture, transport, and use personal cannabis in
30 31 32 33 34 35	person, corporation or other entity for any of the activities conducted lawfully in accordance with this section. (b) In municipalities that have rejected the referendum to allow commercial cannabis activity, it shall none-the-less be lawful for the residents of those municipalities to posses up to one ounce of dry leaf and flowering cannabis, manufacture, transport, and use personal cannabis in any form, and may give away without remuneration up to one ounce of cannabis to an adult over
 30 31 32 33 34 35 36 	person, corporation or other entity for any of the activities conducted lawfully in accordance with this section. (b) In municipalities that have rejected the referendum to allow commercial cannabis activity, it shall none-the-less be lawful for the residents of those municipalities to posses up to one ounce of dry leaf and flowering cannabis, manufacture, transport, and use personal cannabis in any form, and may give away without remuneration up to one ounce of cannabis to an adult over the age of 21.
 30 31 32 33 34 35 36 37 	person, corporation or other entity for any of the activities conducted lawfully in accordance with this section. (b) In municipalities that have rejected the referendum to allow commercial cannabis activity, it shall none-the-less be lawful for the residents of those municipalities to posses up to one ounce of dry leaf and flowering cannabis, manufacture, transport, and use personal cannabis in any form, and may give away without remuneration up to one ounce of cannabis to an adult over the age of 21. (c) No person in substantial compliance with the provisions of this article may be subjected
 30 31 32 33 34 35 36 37 38 	person, corporation or other entity for any of the activities conducted lawfully in accordance with this section. (b) In municipalities that have rejected the referendum to allow commercial cannabis activity, it shall none-the-less be lawful for the residents of those municipalities to posses up to one ounce of dry leaf and flowering cannabis, manufacture, transport, and use personal cannabis in any form, and may give away without remuneration up to one ounce of cannabis to an adult over the age of 21. (c) No person in substantial compliance with the provisions of this article may be subjected to, nor may any lawful act engaged in pursuant to this article be considered an offense under state

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42	participation of communities disproportionately affected by cannabis prohibition and enforcement,
43	including minority business enterprises, women business enterprises, and veteran business
44	enterprises. The department may consult or designate authority to another governmental entity to
45	create training programs designed and implemented to achieve meaningful participation by
46	minority persons, women, and veterans. These programs shall include, but not be limited to: (i)
47	Recruitment of minority-owned, women-owned, or veteran-owned business enterprises to
48	become licensed in cannabis-related business; (ii) development of workforce training for
49	minorities, women, and veterans to enter into cannabis-related businesses; (iii) creation of
50	employer training to attract minorities, women, and veterans into the workforce; and (iv) outreach
51	to disadvantaged groups, including consultations with state agencies and providing education and
52	training opportunities. The department shall prepare an annual report including, but not limited to:
53	(i) Total number of license cannabis retailers or businesses engaged in cannabis market activity;
54	(ii) number and percentage of licenses provided to minority, women, and veteran owned
55	businesses; (iii) total number and percentage of minority, women, and veteran employees in the
56	cannabis industry; and (iv) recommendations on reducing or eliminating any identified barriers to
57	entry, including access to capital in the cannabis industry. The reports shall be submitted to the
58	Joint Committee on Government and Finance, the clerks of the House and Senate, and the
59	Governor.
	§5B-11-11. Regulation of cannabis; rule-making authority.
1	(a) On or before June 1, 2024, the secretary shall promulgate legislative rules necessary
2	for implementation of the provisions of this article.
3	
•	(b) Rules regulating cannabis market activity may not prohibit or restrict the growing,
4	(b) Rules regulating cannabis market activity may not prohibit or restrict the growing, manufacturing, transporting, possessing or use of cannabis by adults 21 years old or older, for
4	manufacturing, transporting, possessing or use of cannabis by adults 21 years old or older, for

7 the permitting requirements for the operation of cannabis establishments, and shall include:

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8	(1) Procedures for the issuance, renewal, suspension, and revocation of a license to
9	operate a cannabis establishment;
10	(2) A schedule of application, licensing and renewal fees: Provided, That application fees
11	may not exceed \$1,000, for farmers who are residents of this state growing less than 100
12	continuous acres, nor exceed \$10,000 for commercial market activity with production greater than
13	<u>100 acres.</u>
14	(3) Qualifications for licensure that are directly and demonstrably related to the operation of
15	a cannabis establishment;
16	(4) Security requirements for cannabis establishments;
17	(5) Requirements to prevent the sale or diversion of cannabis and cannabis products to
18	persons under the age of 21;
19	(6) Labeling requirements for cannabis and cannabis products sold or distributed by a
20	cannabis establishment;
21	(7) Health and safety regulations and standards for the cultivation and manufacture of
22	cannabis products;
23	(8) Restrictions on the advertising and display of cannabis and cannabis products; and
24	(9) Civil penalties for the failure to comply with rules made pursuant to this article.
25	(d) In order to ensure that individual privacy is protected, the department may not require a
26	consumer to provide a retail cannabis store with personal information other than government-
27	issued identification to determine the consumer's age, and a retail cannabis store may not be
28	required to acquire and record personal information about consumers other than information
29	typically acquired in a financial transaction conducted at a retail store.
30	(e) A municipality may enact ordinances, not in conflict with this state's law or with rules
31	enacted pursuant to this article, governing the times of operation, locations, manner, and number
32	of cannabis establishment operations.

33 (f) Each application for an annual license to operate a cannabis establishment shall be

34	submitted to the department. The department shall:
35	(1) Begin accepting and processing applications by October 1, 2024;
36	(2) Immediately forward a copy of each application and half of the license application fee to
37	the county and municipality pursuant to the provisions of this article, in which the applicant desires
38	to operate the cannabis establishment;
39	(3) Issue a license to an applicant no more than 90 days after receipt of an application
40	unless the department has not received the fee or is notified by the relevant municipality that the
41	applicant is not in compliance with applicable laws, rules and regulations at the time of application:
42	Provided, That where a municipality has enacted a numerical limit on the number of cannabis
43	establishments and a greater number of applicants seek licenses, the department shall solicit and
44	consider input from the municipality as to its preference or preferences for licensure; and
45	(4) Upon denial of an application, notify the applicant in writing of the specific reason for its
46	denial and of the right to remedy any discrepancy or how to appeal the decision of the department.
	§5B-11-12. Safety Inserts and Warning Labels.
1	§5B-11-12. Safety Inserts and Warning Labels. (a) A retail cannabis store shall include a safety insert designed by the Department of
1 2	
	(a) A retail cannabis store shall include a safety insert designed by the Department of
2	(a) A retail cannabis store shall include a safety insert designed by the Department of Health and Human Resources with all cannabis and cannabis products sold to consumers.
2 3	(a) A retail cannabis store shall include a safety insert designed by the Department of Health and Human Resources with all cannabis and cannabis products sold to consumers. (b) All cannabis and cannabis products sold by a retail cannabis store shall include warning
2 3 4	 (a) A retail cannabis store shall include a safety insert designed by the Department of Health and Human Resources with all cannabis and cannabis products sold to consumers. (b) All cannabis and cannabis products sold by a retail cannabis store shall include warning labels that provide the following information:
2 3 4 5	 (a) A retail cannabis store shall include a safety insert designed by the Department of Health and Human Resources with all cannabis and cannabis products sold to consumers. (b) All cannabis and cannabis products sold by a retail cannabis store shall include warning labels that provide the following information: (1) "Warning: This product has intoxicating effects."
2 3 4 5 6	 (a) A retail cannabis store shall include a safety insert designed by the Department of Health and Human Resources with all cannabis and cannabis products sold to consumers. (b) All cannabis and cannabis products sold by a retail cannabis store shall include warning labels that provide the following information: (1) "Warning: This product has intoxicating effects." (2) "For use by adults 21 and older. Keep out of reach of children."
2 3 4 5 6 7	 (a) A retail cannabis store shall include a safety insert designed by the Department of Health and Human Resources with all cannabis and cannabis products sold to consumers. (b) All cannabis and cannabis products sold by a retail cannabis store shall include warning labels that provide the following information: (1) "Warning: This product has intoxicating effects." (2) "For use by adults 21 and older. Keep out of reach of children." (c) All cannabis products sold by a retail cannabis store shall include:
2 3 4 5 6 7 8	 (a) A retail cannabis store shall include a safety insert designed by the Department of Health and Human Resources with all cannabis and cannabis products sold to consumers. (b) All cannabis and cannabis products sold by a retail cannabis store shall include warning labels that provide the following information: (1) "Warning: This product has intoxicating effects." (2) "For use by adults 21 and older. Keep out of reach of children." (c) All cannabis products sold by a retail cannabis store shall include: (1) A warning label that provides, "Caution: When eaten or swallowed, the intoxicating
2 4 5 6 7 8 9	 (a) A retail cannabis store shall include a safety insert designed by the Department of Health and Human Resources with all cannabis and cannabis products sold to consumers. (b) All cannabis and cannabis products sold by a retail cannabis store shall include warning labels that provide the following information: (1) "Warning: This product has intoxicating effects." (2) "For use by adults 21 and older. Keep out of reach of children." (c) All cannabis products sold by a retail cannabis store shall include: (1) A warning label that provides, "Caution: When eaten or swallowed, the intoxicating effects of this product may be delayed by two or more hours";

significantly difficult for children under five years of age to open and not difficult for normal adults to
 <u>use properly.</u>
 <u>§5B-11-13. Cannabis excise tax and sales tax; distribution.</u>

1 (a) There shall be an excise tax to be levied upon cannabis sold or otherwise transferred by 2 a cannabis cultivation facility to a cannabis product manufacturing facility or to a retail cannabis 3 store at a rate of 17.5 percent of the sales price. The excise tax shall be deposited in the Cannabis 4 Transfer Tax Fund created in subsection (b) of this section and allocated pursuant to the provisions 5 of this section. 6 (b) There is hereby created a special fund in the State Treasury which shall be designated 7 and known as the "Cannabis Transfer Tax Fund". All revenues received from licensees pursuant 8 to this article shall be deposited with the State Treasurer and placed in the Cannabis Transfer Tax 9 Fund: Provided, That the department may deduct a portion of the funds to recover operating costs 10 associated with implementing the provisions of this article. The fund shall be an interest-bearing 11 account with interest to be credited to and deposited in the fund. The department shall establish 12 procedures for the collection of all taxes levied and may promulgate legislative rules, pursuant to 13 §29A-3-1 et seq. of this code, necessary to administer collection and enforcement of tax 14 collections, on a monthly basis, and the amount in the Cannabis Transfer Tax Fund shall remit 15 funds to the following special revenue funds as follows:

16 (1) There is hereby created a special fund in the State Treasury designated and known as 17 the "Teacher Compensation and Public Employees Insurance Agency Fund" that shall be an 18 interest bearing account with interest credited and deposited into the fund, 25 percent of the 19 monthly revenue in the Cannabis Tax Transfer Fund shall be deposited into the Teacher 20 Compensation and Public Employees Insurance Agency Fund to be used for the specific 21 purposes of providing teachers in this state additional compensation and assisting public 22 employees maintain insurance and all moneys deposited into this fund remain within the fund and 23 are not transferred to the state's General Revenue Fund;

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24	(2) There is hereby created a special fund in the State Treasury designated and known as
25	the "Best Virginia Infrastructure Fund" that shall be an interest-bearing account with interest
26	credited and deposited into the fund, 35 percent of the monthly revenue in the Cannabis Tax
27	Transfer Fund shall be deposited into the Best Virginia Infrastructure Fund for the specific
28	purposes of funding projects relating to infrastructure improvement such as roads, highways,
29	water and gas lines, and technology and all moneys deposited into this fund remain within the fund
30	and are not transferred to the state's General Revenue Fund;
31	(3) There is hereby created a special fund in the State Treasury designated and known as
32	the "Law-Enforcement and Community Fund" that shall be an interest-bearing account with all
33	interest credited and deposited into the fund, 15 percent of the monthly revenue in the Cannabis
34	Tax Transfer Fund shall be deposited into the Law-Enforcement and Community Fund for the
35	specific purposes of providing grants to law-enforcement agencies and low-income diminished or
36	impoverished communities to provide enhanced community services and all moneys deposited
37	into this fund shall remain within the fund and are not transferred to the state's General Revenue
38	<u>Fund;</u>
39	(4) There is hereby created a special fund in the State Treasury designated and known as
40	the "Entrepreneur and Small Business Fund" that shall be an interest-bearing account with all
41	interest credited and deposited into the fund, 15 percent of the monthly revenue in the Cannabis
42	Tax Transfer Fund shall be deposited into the Entrepreneur and Small Business Fund for the
43	specific purposes of providing grants or loans to entrepreneurs or small businesses: Provided,
44	That such loans be repaid, with interest at a favorable rate at or below that of the free market
45	interest rate. The State Tressurer shall transfer any amount over \$2 million at the and of each

45 interest rate. The State Treasurer shall transfer any amount over \$3 million at the end of each

46 fiscal year to the state's General Revenue Fund; and

47 (5) There is hereby created a special fund in the State Treasury designated and known as
 48 the "Respect Your Elders Fund" that shall be an interest-bearing account with all interest credited
 49 and deposited into the fund, 10 percent of the monthly revenue in the Cannabis Tax Transfer Fund

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50	shall be deposited into the Respect Your Elders Fund for the purpose of aiding the public
51	employees retirement system by providing for cost-of-living adjustments, home repairs,
52	supplementing an emergency fund, and any other retirement purpose that is accessible by any
53	employee who has retired or reached the standard federal retirement age. The State Treasurer
54	shall transfer any amount over \$2 million at the end of each fiscal year to the state's General
55	Revenue Fund.
56	(c) A local sales tax may be assessed on all cannabis derived products of six percent and
57	shall be collected at the point of sale by the licensed retail cannabis store. The municipality shall
58	receive all proceeds of the local sales tax within 30 days of collection.
59	(d) A municipality that has opted out of cannabis market activity pursuant to this article
60	may not receive any infrastructure money from the General Fund collected from the revenue
61	generated pursuant to this article.
	§5B-11-14. Employers, driving, minors, and control of property.
1	(a) Nothing in this article is intended to require an employer to permit or accommodate the
1 2	(a) Nothing in this article is intended to require an employer to permit or accommodate the use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the
2	use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the
2 3	use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the workplace or to affect the ability of employers to have policies restricting the use of cannabis by
2 3 4	use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the workplace or to affect the ability of employers to have policies restricting the use of cannabis by employees.
2 3 4 5	use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the workplace or to affect the ability of employers to have policies restricting the use of cannabis by employees. (b) Nothing in this article is intended to allow driving under the influence of cannabis or
2 3 4 5 6	use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the workplace or to affect the ability of employers to have policies restricting the use of cannabis by employees. (b) Nothing in this article is intended to allow driving under the influence of cannabis or driving while impaired by cannabis or to supersede statutory laws related to driving under the
2 3 4 5 6 7	use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the workplace or to affect the ability of employers to have policies restricting the use of cannabis by employees. (b) Nothing in this article is intended to allow driving under the influence of cannabis or driving while impaired by cannabis or to supersede statutory laws related to driving under the influence of cannabis or the state influence of cannabis or driving while impaired by cannabis, nor shall this article prevent the state
2 3 4 5 6 7 8	use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the workplace or to affect the ability of employers to have policies restricting the use of cannabis by employees. (b) Nothing in this article is intended to allow driving under the influence of cannabis or driving while impaired by cannabis or to supersede statutory laws related to driving under the influence of cannabis or driving while impaired by cannabis, nor shall this article prevent the state from enacting and imposing penalties for driving under the influence of or while impaired by
2 3 4 5 6 7 8 9	use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the workplace or to affect the ability of employers to have policies restricting the use of cannabis by employees. (b) Nothing in this article is intended to allow driving under the influence of cannabis or driving while impaired by cannabis or to supersede statutory laws related to driving under the influence of cannabis or driving while impaired by cannabis, nor shall this article prevent the state from enacting and imposing penalties for driving under the influence of or while impaired by cannabis.
2 3 4 5 6 7 8 9 10	use, consumption, possession, transfer, display, transportation, sale, or growing of cannabis in the workplace or to affect the ability of employers to have policies restricting the use of cannabis by employees. (b) Nothing in this article is intended to allow driving under the influence of cannabis or driving while impaired by cannabis or to supersede statutory laws related to driving under the influence of cannabis or driving while impaired by cannabis, nor shall this article prevent the state from enacting and imposing penalties for driving under the influence of or while impaired by cannabis. (c) Nothing in this article is intended to permit the transfer of cannabis, with or without

- 14 corporation or any other entity who occupies, owns, or controls a property from prohibiting or
- 15 <u>otherwise regulating the possession, consumption, use, display, transfer, distribution, sale,</u>
- 16 <u>transportation, or growing of cannabis on or in that property.</u>

§5B-11-15. Cannabis Establishments; Background Checks Required.

- 1 <u>A cannabis establishment shall conduct a state and federal background check prior to</u>
- 2 making a final offer of employment to a prospective employee, agent, manager, or operator. No
- 3 cannabis establishment shall employ any person who has been convicted of a violent offense. No
- 4 person convicted of a violent offense shall serve in any capacity, or be affiliated in any manner,
- 5 with a cannabis establishment.

§5B-11-16. Medical cannabis provisions unaffected.

- 1 <u>Nothing is this article shall be construed to limit any privileges or rights of a medical</u>
- 2 cannabis patient, caregiver, or other lawfully authorized activity pursuant to the Medical Cannabis
- 3 Act in §16A-1-1 et seq. of this code.

CHAPTER 16A. MEDICAL CANNABIS ACT.

ARTICLE 5. PATIENTS.

§16A-5-10. Prohibitions.

1 [Repealed.]

ARTICLE 15. MICELLANEOUS PROVISIONS.

§16A-15-4. Protections for patients and caregivers.

(a) *Licensure.* — None of the following shall be subject to arrest, prosecution or penalty in
 any manner, or denied any right or privilege, including civil penalty or disciplinary action by a state

- 3 licensing board or commission, solely for lawful use of medical cannabis or manufacture or sale or
- 4 dispensing of medical cannabis, or for any other action taken in accordance with this act:
- 5 (1) A patient;
- 6 (2) A caregiver;

7 (3) A practitioner;

8 (4) A medical cannabis organization;

9 (5) A health care medical cannabis organization or university participating in a research
10 study under article 13 of this chapter;

11 (6) A clinical registrant or academic clinical research center under article <u>14</u> of this chapter;

12 (7) An employee, principal or financial backer of a medical cannabis organization;

(8) An employee of a health care medical cannabis organization or an employee of a
university participating in a research study under article <u>13</u> of this chapter;

(9) An employee of a clinical registrant or an employee of an academic clinical research
center under article <u>14</u> of this chapter.

17 (b) Employment. —

(1) No employer may discharge, threaten, refuse to hire or otherwise discriminate or
retaliate against an employee regarding an employee's compensation, terms, conditions, location
or privileges solely on the basis of such employee's status as an individual who is certified to use
medical cannabis.

(2) Nothing in this act shall require an employer to make any accommodation of the use of medical cannabis on the property or premises of any place of employment. This act shall in no way limit an employer's ability to discipline an employee for being under the influence of medical cannabis in the workplace or for working while under the influence of medical cannabis when the employee's conduct falls below the standard of care normally accepted for that position.

(3) Nothing in this act shall require an employer to commit any act that would put theemployer or any person acting on its behalf in violation of federal law.

(4) A patient may not operate or be in physical control of any of the following while under
 the influence with a blood content of more than three nanograms of active tetrahydro cannabis per
 milliliter of blood in serum:

32 (A) Chemicals which require a permit issued by the federal government or a state

33 government or an agency of the federal government.

- 34 (B) High-voltage electricity or any other public utility.
- 35 (C) Vehicle, aircraft, train, boat or heavy machinery.
- 36 (5) A patient may not perform any employment duties at heights or in confined spaces,
- 37 including, but not limited to, mining while under the influence of medical cannabis.
- 38 (6) A patient may be prohibited by an employer from performing any task which the
- 39 employer deems life-threatening, to either the employee or any of the employees of the employer,
- 40 while under the influence of medical cannabis. The prohibition shall not be deemed an adverse
- 41 <u>employment decision even if the prohibition results in financial harm for the patient.</u>
- 42 (7) A patient may be prohibited by an employer from performing any duty which could
- 43 result in a public health or safety risk while under the influence of medical cannabis. The
- 44 prohibition shall not be deemed an adverse employment decision even if the prohibition results in
- 45 financial harm for the patient.
- 46 (8) Certified medical cannabis users are subject to all provisions of §21-3E-1 et seq. of this
- 47 <u>code: Provided, That a positive drug test indicating the presence of cannabis may not be grounds</u>
- 48 for an adverse employment action unless testing indicated that the nanograms of active tetrahydro
- 49 cannabis per milliliter of blood in serum or urine exceeds those levels prescribed by the medical
- 50 <u>cannabis user's registered practitioner.</u>

CHAPTER 60A. UNIFORM CONTROLLED SUBSTANCES ACT.

ARTICLE 7. WEST VIRGINIA CONTRABAND FORFEITURE ACT.

§60A-7-709. Limitations of the contraband forfeiture act; penalties for noncompliance.

1 (a) No person may be subject to the West Virginia Contraband Forfeiture Act, pursuant to

- 2 the provisions of this article or any other provision of this code, including that a person may not
- 3 have any rights infringed upon including those as granted by the Second Amendment to the
- 4 Constitution of the United States of America, where the person is in substantial compliance with

- 5 the provisions of chapter §16A-1-1 et seq. or §5B-10-1 et seq. of this code.
- 6 (b) A person subject to asset forfeiture in violation of this section shall be entitled to triple
- 7 damages, including for legal fees and court costs in any court in this state.

NOTE: The purpose of this bill is to legalize cannabis, provide for taxation of cannabis, and allow cannabis market activity as regulated by the Department of Commerce.

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.