

CERTIFICATION OF ENROLLMENT

HOUSE BILL 2474

65th Legislature
2018 Regular Session

Passed by the House January 22, 2018
Yeas 88 Nays 7

Speaker of the House of Representatives

Passed by the Senate March 2, 2018
Yeas 45 Nays 3

President of the Senate

Approved

Governor of the State of Washington

CERTIFICATE

I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 2474** as passed by House of Representatives and the Senate on the dates hereon set forth.

Chief Clerk

FILED

**Secretary of State
State of Washington**

HOUSE BILL 2474

Passed Legislature - 2018 Regular Session

State of Washington

65th Legislature

2018 Regular Session

By Representatives Condotta, Sawyer, and Kloba

Read first time 01/10/18. Referred to Committee on Commerce & Gaming.

1 AN ACT Relating to information on marijuana product container
2 labels about the businesses that produced, processed, or sold the
3 marijuana product; amending RCW 69.50.345; and adding a new section
4 to chapter 69.50 RCW.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

6 NEW SECTION. **Sec. 1.** A new section is added to chapter 69.50
7 RCW to read as follows:

8 The label on a marijuana product container sold at retail:

9 (1) Must include the business or trade name and Washington state
10 unified business identifier number of the marijuana producer and
11 processor that produced and processed the marijuana as required
12 pursuant to RCW 69.50.345(7); and

13 (2) Is not required to include the business or trade name or
14 Washington state unified business identifier number of, or any
15 information about, the marijuana retailer selling the marijuana
16 product.

17 **Sec. 2.** RCW 69.50.345 and 2015 c 70 s 8 are each amended to read
18 as follows:

1 The state liquor and cannabis board, subject to the provisions of
2 this chapter, must adopt rules that establish the procedures and
3 criteria necessary to implement the following:

4 (1) Licensing of marijuana producers, marijuana processors, and
5 marijuana retailers, including prescribing forms and establishing
6 application, reinstatement, and renewal fees.

7 (a) Application forms for marijuana producers must request the
8 applicant to state whether the applicant intends to produce marijuana
9 for sale by marijuana retailers holding medical marijuana
10 endorsements and the amount of or percentage of canopy the applicant
11 intends to commit to growing plants determined by the department
12 under RCW 69.50.375 to be of a THC concentration, CBD concentration,
13 or THC to CBD ratio appropriate for marijuana concentrates, useable
14 marijuana, or marijuana-infused products sold to qualifying patients.

15 (b) The state liquor and cannabis board must reconsider and
16 increase limits on the amount of square feet permitted to be in
17 production on July 24, 2015, and increase the percentage of
18 production space for those marijuana producers who intend to grow
19 plants for marijuana retailers holding medical marijuana endorsements
20 if the marijuana producer designates the increased production space
21 to plants determined by the department under RCW 69.50.375 to be of a
22 THC concentration, CBD concentration, or THC to CBD ratio appropriate
23 for marijuana concentrates, useable marijuana, or marijuana-infused
24 products to be sold to qualifying patients. If current marijuana
25 producers do not use all the increased production space, the state
26 liquor and cannabis board may reopen the license period for new
27 marijuana producer license applicants but only to those marijuana
28 producers who agree to grow plants for marijuana retailers holding
29 medical marijuana endorsements. Priority in licensing must be given
30 to marijuana producer license applicants who have an application
31 pending on July 24, 2015, but who are not yet licensed and then to
32 new marijuana producer license applicants. After January 1, 2017, any
33 reconsideration of the limits on the amount of square feet permitted
34 to be in production to meet the medical needs of qualifying patients
35 must consider information contained in the medical marijuana
36 authorization database established in RCW 69.51A.230;

37 (2) Determining, in consultation with the office of financial
38 management, the maximum number of retail outlets that may be licensed
39 in each county, taking into consideration:

40 (a) Population distribution;

1 (b) Security and safety issues;

2 (c) The provision of adequate access to licensed sources of
3 marijuana concentrates, useable marijuana, and marijuana-infused
4 products to discourage purchases from the illegal market; and

5 (d) The number of retail outlets holding medical marijuana
6 endorsements necessary to meet the medical needs of qualifying
7 patients. The state liquor and cannabis board must reconsider and
8 increase the maximum number of retail outlets it established before
9 July 24, 2015, and allow for a new license application period and a
10 greater number of retail outlets to be permitted in order to
11 accommodate the medical needs of qualifying patients and designated
12 providers. After January 1, 2017, any reconsideration of the maximum
13 number of retail outlets needed to meet the medical needs of
14 qualifying patients must consider information contained in the
15 medical marijuana authorization database established in RCW
16 69.51A.230;

17 (3) Determining the maximum quantity of marijuana a marijuana
18 producer may have on the premises of a licensed location at any time
19 without violating Washington state law;

20 (4) Determining the maximum quantities of marijuana, marijuana
21 concentrates, useable marijuana, and marijuana-infused products a
22 marijuana processor may have on the premises of a licensed location
23 at any time without violating Washington state law;

24 (5) Determining the maximum quantities of marijuana concentrates,
25 useable marijuana, and marijuana-infused products a marijuana
26 retailer may have on the premises of a retail outlet at any time
27 without violating Washington state law;

28 (6) In making the determinations required by this section, the
29 state liquor and cannabis board shall take into consideration:

30 (a) Security and safety issues;

31 (b) The provision of adequate access to licensed sources of
32 marijuana, marijuana concentrates, useable marijuana, and marijuana-
33 infused products to discourage purchases from the illegal market; and

34 (c) Economies of scale, and their impact on licensees' ability to
35 both comply with regulatory requirements and undercut illegal market
36 prices;

37 (7) Determining the nature, form, and capacity of all containers
38 to be used by licensees to contain marijuana, marijuana concentrates,
39 useable marijuana, and marijuana-infused products, and their labeling
40 requirements, to include but not be limited to:

1 (a) The business or trade name and Washington state unified
2 business identifier number of the licensees that produced and
3 processed (~~and sold~~) the marijuana, marijuana concentrates, useable
4 marijuana, or marijuana-infused product;

5 (b) Lot numbers of the marijuana, marijuana concentrates, useable
6 marijuana, or marijuana-infused product;

7 (c) THC concentration and CBD concentration of the marijuana,
8 marijuana concentrates, useable marijuana, or marijuana-infused
9 product;

10 (d) Medically and scientifically accurate information about the
11 health and safety risks posed by marijuana use; and

12 (e) Language required by RCW 69.04.480;

13 (8) In consultation with the department of agriculture and the
14 department, establishing classes of marijuana, marijuana
15 concentrates, useable marijuana, and marijuana-infused products
16 according to grade, condition, cannabinoid profile, THC
17 concentration, CBD concentration, or other qualitative measurements
18 deemed appropriate by the state liquor and cannabis board;

19 (9) Establishing reasonable time, place, and manner restrictions
20 and requirements regarding advertising of marijuana, marijuana
21 concentrates, useable marijuana, and marijuana-infused products that
22 are not inconsistent with the provisions of this chapter, taking into
23 consideration:

24 (a) Federal laws relating to marijuana that are applicable within
25 Washington state;

26 (b) Minimizing exposure of people under twenty-one years of age
27 to the advertising;

28 (c) The inclusion of medically and scientifically accurate
29 information about the health and safety risks posed by marijuana use
30 in the advertising; and

31 (d) Ensuring that retail outlets with medical marijuana
32 endorsements may advertise themselves as medical retail outlets;

33 (10) Specifying and regulating the time and periods when, and the
34 manner, methods, and means by which, licensees shall transport and
35 deliver marijuana, marijuana concentrates, useable marijuana, and
36 marijuana-infused products within the state;

37 (11) In consultation with the department and the department of
38 agriculture, establishing accreditation requirements for testing
39 laboratories used by licensees to demonstrate compliance with
40 standards adopted by the state liquor and cannabis board, and

1 prescribing methods of producing, processing, and packaging
2 marijuana, marijuana concentrates, useable marijuana, and marijuana-
3 infused products; conditions of sanitation; and standards of
4 ingredients, quality, and identity of marijuana, marijuana
5 concentrates, useable marijuana, and marijuana-infused products
6 produced, processed, packaged, or sold by licensees;

7 (12) Specifying procedures for identifying, seizing,
8 confiscating, destroying, and donating to law enforcement for
9 training purposes all marijuana, marijuana concentrates, useable
10 marijuana, and marijuana-infused products produced, processed,
11 packaged, labeled, or offered for sale in this state that do not
12 conform in all respects to the standards prescribed by this chapter
13 or the rules of the state liquor and cannabis board.

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