AN ACT

AMENDING SECTION 36-2806, ARIZONA REVISED STATUTES; RELATING TO MEDICAL MARIJUANA.

(TEXT OF BILL BEGINS ON NEXT PAGE)
Be it enacted by the Legislature of the State of Arizona:

Section 1. Subject to the requirements of article IV, part 1, section 1, Constitution of Arizona, section 36-2806, Arizona Revised Statutes, is amended to read:

36-2806. Registered nonprofit medical marijuana dispensaries; requirements; rules; inspections; testing

A. A registered nonprofit medical marijuana dispensary shall be operated on a not-for-profit basis. The bylaws of a registered nonprofit medical marijuana dispensary shall contain such provisions relative to the disposition of revenues and receipts to establish and maintain its nonprofit character. A registered nonprofit medical marijuana dispensary need not be recognized as tax-exempt by the internal revenue service and is not required to incorporate pursuant to title 10, chapter 19, article 1.

B. The operating documents of a registered nonprofit medical marijuana dispensary shall include procedures for the oversight of the registered nonprofit medical marijuana dispensary and procedures to ensure accurate recordkeeping.

C. A registered nonprofit medical marijuana dispensary shall have a single secure entrance and shall implement appropriate security measures to deter and prevent the theft of marijuana and unauthorized entrance into areas containing marijuana.

D. A registered nonprofit medical marijuana dispensary is prohibited from acquiring, possessing, cultivating, manufacturing, delivering, transferring, transporting, supplying or dispensing marijuana for any purpose except to assist registered qualifying patients with the medical use of marijuana directly or through the registered qualifying patients' designated caregivers or an independent third-party laboratory agent or a certified independent third-party laboratory for the purposes prescribed in this chapter and department rule.

E. All cultivation of marijuana must take place in an enclosed, locked facility, at a physical address provided to the department during the registration process, that can be accessed only by registered nonprofit medical marijuana dispensary agents associated in the registry with the nonprofit medical marijuana dispensary.

F. A registered nonprofit medical marijuana dispensary may acquire usable marijuana or marijuana plants from a registered qualifying patient or a registered designated caregiver only if the registered qualifying patient or registered designated caregiver receives no compensation for the marijuana.

G. A nonprofit medical marijuana dispensary shall not allow any person to consume marijuana on the property of the nonprofit medical marijuana dispensary.
H. Registered nonprofit medical marijuana dispensaries are subject
to reasonable inspection by the department. The department shall give
reasonable notice of an inspection under this subsection.

I. Beginning November 1, 2020, registered nonprofit medical
marijuana dispensaries are subject to product testing by certified
independent third-party laboratories pursuant to this chapter and rules
adopted pursuant to this chapter.

J. Notwithstanding title 13, chapter 34, an employee of the
department or an independent third-party laboratory agent may not be
charged with or prosecuted for possession of marijuana that is cultivated
for medical use as required by this chapter and the rules adopted pursuant
to this chapter.

K. ON REQUEST, THE DEPARTMENT OF HEALTH SERVICES SHALL SHARE WITH
THE DEPARTMENT OF REVENUE INFORMATION REGARDING A REGISTERED NONPROFIT
MEDICAL MARIJUANA DISPENSARY, INCLUDING ITS NAME, REGISTRY IDENTIFICATION
NUMBER, PHYSICAL ADDRESS, CULTIVATION SITE AND TRANSACTION PRIVILEGE TAX
LICENSE NUMBER, INFORMATION ABOUT ITS SUPPLIER AND ALL SALES DATA. THE
DEPARTMENT OF HEALTH SERVICES MAY NOT SHARE ANY SPECIFIC INFORMATION
REGARDING REGISTERED QUALIFYING PATIENTS THAT IS COLLECTED FROM THE
REGISTERED NONPROFIT MEDICAL MARIJUANA DISPENSARY.

Sec. 2. Requirements for enactment; three-fourths vote
Pursuant to article IV, part 1, section 1, Constitution of Arizona,
section 36-2806, Arizona Revised Statutes, as amended by this act, is
effective only on the affirmative vote of at least three-fourths of the
members of each house of the legislature.

Sec. 3. Emergency
This act is an emergency measure that is necessary to preserve the
public peace, health or safety and is operative immediately as provided by
law.