102ND GENERAL ASSEMBLY

State of Illinois

2021 and 2022

HB0193

Introduced 1/22/2021, by Rep. Sonya M. Harper

SYNOPSIS AS INTRODUCED:

410 ILCS 705/15-70 410 ILCS 705/15-85

Amends the Cannabis Regulation and Tax Act. Removes language prohibiting dispensing organizations from transporting cannabis to residences or other locations where purchasers may be for delivery. Provides that dispensing organizations may deliver cannabis or cannabis-infused products to purchasers if specified requirements are met.

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1 AN ACT concerning health.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

Section 5. The Cannabis Regulation and Tax Act is amended
by changing Sections 15-70 and 15-85 as follows:

6 (410 ILCS 705/15-70)

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Sec. 15-70. Operational requirements; prohibitions.

8 (a) A dispensing organization shall operate in accordance 9 with the representations made in its application and license 10 materials. It shall be in compliance with this Act and rules.

(b) A dispensing organization must include the legal name of the dispensary on the packaging of any cannabis product it sells.

(c) All cannabis, cannabis-infused products, and cannabis seeds must be obtained from an Illinois registered adult use cultivation center, craft grower, infuser, or another dispensary.

(d) Dispensing organizations are prohibited from selling
any product containing alcohol except tinctures, which must be
limited to containers that are no larger than 100 milliliters.

(e) A dispensing organization shall inspect and count
 product received from a transporting organization, adult use
 cultivation center, craft grower, infuser organization, or

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other dispensing organization before dispensing it.

2 (f) A dispensing organization may only accept cannabis 3 deliveries into a restricted access area. Deliveries may not 4 be accepted through the public or limited access areas unless 5 otherwise approved by the Department.

(g) A dispensing organization shall maintain compliance
with State and local building, fire, and zoning requirements
or regulations.

9 (h) A dispensing organization shall submit a list to the 10 Department of the names of all service professionals that will 11 work at the dispensary. The list shall include a description 12 of the type of business or service provided. Changes to the 13 service professional list shall be promptly provided. No service professional shall work in the dispensary until the 14 15 name is provided to the Department on the service professional 16 list.

17 (i) A dispensing organization's license allows for a18 dispensary to be operated only at a single location.

(j) A dispensary may operate between 6 a.m. and 10 p.m.20 local time.

(k) A dispensing organization must keep all lighting outside and inside the dispensary in good working order and wattage sufficient for security cameras.

(1) A dispensing organization must keep all air treatment systems that will be installed to reduce odors in good working order. HB0193

1 (m) A dispensing organization must contract with a private 2 security contractor that is licensed under Section 10-5 of the 3 Private Detective, Private Alarm, Private Security, 4 Fingerprint Vendor, and Locksmith Act of 2004 to provide 5 on-site security at all hours of the dispensary's operation.

6 (n) A dispensing organization shall ensure that any 7 building or equipment used by a dispensing organization for 8 the storage or sale of cannabis is maintained in a clean and 9 sanitary condition.

10 (o) The dispensary shall be free from infestation by11 insects, rodents, or pests.

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(p) A dispensing organization shall not:

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(1) Produce or manufacture cannabis;

14 (2) Accept a cannabis product from an adult use
15 cultivation center, craft grower, infuser, dispensing
16 organization, or transporting organization unless it is
17 pre-packaged and labeled in accordance with this Act and
18 any rules that may be adopted pursuant to this Act;

19 (3) Obtain cannabis or cannabis-infused products from
20 outside the State of Illinois;

(4) Sell cannabis or cannabis-infused products to a 21 22 purchaser unless the dispensing organization is licensed 23 under the Compassionate Use of Medical Cannabis Program 24 Act, and the individual is registered under the 25 Compassionate Use of Medical Cannabis Program or the 26 purchaser has been verified to be 21 years of age or older;

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(5) Enter into an exclusive agreement with any adult 1 2 cultivation center, craft grower, or use infuser. 3 Dispensaries shall provide consumers an assortment of products from various cannabis business establishment 4 5 licensees such that the inventory available for sale at 6 any dispensary from any single cultivation center, craft grower, processor, transporter, or infuser entity shall 7 8 not be more than 40% of the total inventory available for 9 sale. For the purpose of this subsection, a cultivation 10 center, craft grower, processor, or infuser shall be 11 considered part of the same entity if the licensees share 12 at least one principal officer. The Department may request 13 that a dispensary diversify its products as needed or 14 otherwise discipline a dispensing organization for 15 violating this requirement;

16 (6) Refuse to conduct business with an adult use 17 center, craft cultivation grower, transporting organization, or infuser that has the ability to properly 18 19 deliver the product and is permitted by the Department of Agriculture, on the same terms as other adult 20 use 21 cultivation centers, craft growers, infusers, or 22 transporters with whom it is dealing;

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(7) Operate drive-through windows;

24 (8) Allow for the dispensing of cannabis or
 25 cannabis-infused products in vending machines;

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(9) (Blank) Transport cannabis to residences or other

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1 locations where purchasers may be for delivery; 2 (10) Enter into agreements to allow persons who are not dispensing organization agents to deliver cannabis or 3 to transport cannabis to purchasers; 4 5 (11) Operate a dispensary if its video surveillance 6 equipment is inoperative; 7 (12)Operate a dispensary if the point-of-sale 8 equipment is inoperative; 9 (13) Operate a dispensary if the State's cannabis 10 electronic verification system is inoperative; 11 (14)Have fewer than 2 people working at the 12 dispensary at any time while the dispensary is open; 13 (15) Be located within 1,500 feet of the property line of a pre-existing dispensing organization; 14 15 (16) Sell clones or any other live plant material; 16 (17)Sell cannabis, cannabis concentrate, or 17 cannabis-infused products in combination or bundled with each other or any other items for one price, and each item 18 of cannabis, concentrate, or cannabis-infused product must 19 20 be separately identified by quantity and price on the 21 receipt; 22 (18) Violate any other requirements or prohibitions 23 set by Department rules. (q) It is unlawful for any person having an Early Approval 24 25 Adult Use Cannabis Dispensing Organization License, а 26 Conditional Adult Use Cannabis Dispensing Organization, an

Adult Use Dispensing Organization License, or a medical 1 2 cannabis dispensing organization license issued under the Compassionate Use of Medical Cannabis Program Act or any 3 officer, associate, member, representative, or agent of such 4 5 licensee to accept, receive, or borrow money or anything else of value or accept or receive credit (other than merchandising 6 7 credit in the ordinary course of business for a period not to exceed 30 days) directly or indirectly from any adult use 8 9 cultivation center, craft grower, infuser, or transporting 10 organization in exchange for preferential placement on the 11 dispensing organization's shelves, display cases, or website. 12 This includes anything received or borrowed or from any 13 stockholders, officers, agents, or persons connected with an adult use cultivation center, craft grower, infuser, or 14 15 transporting organization.

16 (r) It is unlawful for any person having an Early Approval 17 Adult Use Cannabis Dispensing Organization License, а Conditional Adult Use Cannabis Dispensing Organization, an 18 Adult Use Dispensing Organization License, or a medical 19 20 cannabis dispensing organization license issued under the Compassionate Use of Medical Cannabis Program to enter into 21 22 any contract with any person licensed to cultivate, process, 23 or transport cannabis whereby such dispensing organization agrees not to sell any cannabis cultivated, 24 processed, 25 transported, manufactured, or distributed by other any 26 cultivator, transporter, or infuser, and any provision in any

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- 7 -LRB102 10058 CPF 15378 b HB0193 contract violative of this Section shall render the whole of 1 2 such contract void and no action shall be brought thereon in 3 any court. (Source: P.A. 101-27, eff. 6-25-19; 101-593, eff. 12-4-19.) 4 5 (410 ILCS 705/15-85) 6 Sec. 15-85. Dispensing cannabis; delivery. 7 Before a dispensing organization agent dispenses (a) 8 cannabis to a purchaser, the agent shall: 9 (1) Verify the age of the purchaser by checking a 10 government-issued identification card by use of an 11 electronic reader or electronic scanning device to scan a 12 government-issued identification, if purchaser's 13 applicable, to determine the purchaser's age and the 14 validity of the identification; (2) Verify the validity of the government-issued 15 16 identification card by use of an electronic reader or electronic scanning device to 17 scan а purchaser's 18 government-issued identification, if applicable, to 19 determine the purchaser's age and the validity of the 20 identification; 21 (3) Offer any appropriate purchaser education or 22 support materials; (4) Enter the following information into the State's 23 24 cannabis electronic verification system: 25 (i) The dispensing organization agent's

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identification number;

2 (ii) The dispensing organization's identification
3 number;

4 (iii) The amount, type (including strain, if
5 applicable) of cannabis or cannabis-infused product
6 dispensed;

7 (iv) The date and time the cannabis was dispensed. 8 A dispensing organization shall refuse to sell (b) 9 cannabis or cannabis-infused products to any person unless the 10 person produces a valid identification showing that the person 11 is 21 years of age or older. A medical cannabis dispensing 12 organization may sell cannabis or cannabis-infused products to a person who is under 21 years of age if the sale complies with 13 the provisions of the Compassionate Use of Medical Cannabis 14 15 Program Act and rules.

16 (c) For the purposes of this Section, valid identification 17 must:

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(1) Be valid and unexpired;

19 (2) Contain a photograph and the date of birth of the20 person.

21 (d) A dispensing organization may deliver cannabis or 22 cannabis-infused products to a purchaser if:

(1) every sale of cannabis or cannabis-infused
 products that is delivered by the dispensing organization
 is made directly from the dispensing organization or a
 website, digital network, or software application service

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1	of the dispensing organization;
2	(2) in addition to any other requirements imposed by
3	the Department by rule, the name of the dispensing
4	organization has been published on the Department's
5	website; and
6	(3) the delivery is made by a dispensing organization
7	agent who is authorized to make the delivery by the
8	dispensing organization by which he or she is employed.
9	(Source: P.A. 101-27, eff. 6-25-19; 101-593, eff. 12-4-19.)

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