
A BILL FOR AN ACT

RELATING TO MEDICAL CANNABIS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that as licensed medical
2 cannabis dispensaries are still a new and emerging industry
3 since their establishment in 2015, most production centers and
4 facilities have only been operating for less than two years.
5 The legislature further finds that there may be situations where
6 the leadership within a licensed dispensary has changed;
7 however, existing law does not provide a process for the sale or
8 transfer of any significant interest in a licensed dispensary.

9 Accordingly, the purpose of this Act is to provide a
10 process for the voluntary or involuntary sale or transfer of a
11 dispensary license.

12 SECTION 2. Chapter 329D, Hawaii Revised Statutes, is
13 amended by adding a new section to be appropriately designated
14 and to read as follows:

15 "§329D- Sale or transfer of dispensary license. (a) In
16 the event of death, legal incapacity, or permanent disability of
17 an individual dispensary licensee, the relevant entity licensee



1 shall notify the department within thirty days of the individual
2 licensee's inability to continue in the individual's capacity as
3 a licensee, and shall provide to the department within another
4 thirty days a plan for the sale or transfer of the individual
5 license to another individual who shall meet all the
6 requirements under this chapter and shall have been a resident
7 of the State for not less than five years preceding the date of
8 transfer.

9 (b) In the event of a voluntary resignation by an
10 individual licensee, termination of an individual licensee's
11 employment with an entity licensee with or without cause, or any
12 other permanent separation of the relationship between an
13 individual licensee and an entity licensee, the relevant entity
14 licensee shall submit a plan to the department for approval at
15 least thirty days prior to any sale or transfer of the
16 individual license to another individual who shall meet all the
17 requirements under this chapter and shall have been a resident
18 of the State for not less than five years preceding the date of
19 transfer.



1 (c) The department may deny a request for transfer of
2 ownership if it deems the transferee has failed to meet all the
3 requirements of section 329D-3 for ownership."

4 SECTION 3. New statutory material is underscored.

5 SECTION 4. This Act shall take effect on July 1, 2050.



H.B. NO.

673
H.D. 2
S.D. 1
Proposed

Report Title:

Department of Health; Cannabis; License; Dispensary; Sale or Transfer of License

Description:

Provides a process for the voluntary or involuntary sale or transfer of an individual dispensary license. Effective 7/1/2050. (Proposed SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

