

AMENDMENTS TO LB643

Introduced by Judiciary.

1 1. Strike the original sections and insert the following new
2 sections:

3 Section 1. Sections 1 to 55 of this act shall be known and may be
4 cited as the Medical Cannabis Act.

5 Sec. 2. For purposes of the Medical Cannabis Act, the definitions
6 found in sections 3 to 15 of this act apply.

7 Sec. 3. Department means the Division of Public Health of the
8 Department of Health and Human Services.

9 Sec. 4. Disqualifying felony offense means a violation of a state
10 or federal controlled substance law that is a felony under Nebraska law
11 or would be a felony if committed in Nebraska, regardless of the sentence
12 imposed, unless the department determines that the person's conviction
13 was for the medical use of cannabis or assisting with the medical use of
14 cannabis.

15 Sec. 5. Health care practitioner means a person licensed to
16 practice medicine and surgery under the Medicine and Surgery Practice Act
17 who has the primary responsibility for the care and treatment of the
18 qualifying medical condition of a person diagnosed with a qualifying
19 medical condition.

20 Sec. 6. Manufacturer means an entity registered by the department
21 to cultivate, acquire, manufacture, possess, prepare, transfer,
22 transport, supply, or dispense medical cannabis or medical cannabis
23 products.

24 Sec. 7. Medical cannabis means any species of the genus cannabis
25 plant, or any mixture or preparation of any species of the genus cannabis
26 plant, including whole plant extracts and resins, which is delivered in
27 the form of:

1 (1) Liquid, including, but not limited to, oil;

2 (2) Pill;

3 (3) Vaporized delivery method with use of liquid or oil but which
4 does not require the use of dried leaves or plant form; or

5 (4) Any other method, excluding smoking, approved by the department.

6 Sec. 8. Medical cannabis product means any delivery device or
7 related supplies and educational materials used in the administration of
8 medical cannabis for a patient with a qualifying medical condition
9 enrolled in the registry program.

10 Sec. 9. Medical records has the definition found in subdivision (1)
11 of section 71-8402.

12 Sec. 10. Patient means a Nebraska resident who has been diagnosed
13 with a qualifying medical condition by a health care practitioner and who
14 has otherwise met any other requirements for patients under the Medical
15 Cannabis Act to participate in the registry program under the act.

16 Sec. 11. Patient registry number means a unique identification
17 number assigned by the department to a patient enrolled in the registry
18 program.

19 Sec. 12. Qualifying medical condition means a diagnosis of any of
20 the following conditions:

21 (1) Cancer if the underlying condition or treatment produces one or
22 more of the following:

23 (a) Severe or chronic pain;

24 (b) Nausea or severe vomiting; or

25 (c) Cachexia or severe wasting;

26 (2) Glaucoma;

27 (3) Human immunodeficiency virus or acquired immune deficiency
28 syndrome;

29 (4) Tourette's syndrome;

30 (5) Amyotrophic lateral sclerosis;

31 (6) Seizures, including those characteristic of epilepsy;

1 (7) Severe and persistent muscle spasms, including those
2 characteristic of multiple sclerosis;

3 (8) Crohn's disease;

4 (9) Terminal illness, with a probable life expectancy of under one
5 year, if the illness or its treatment produces one or more of the
6 following:

7 (i) Severe or chronic pain;

8 (ii) Nausea or severe vomiting; or

9 (iii) Cachexia or severe wasting; or

10 (10) Any other medical condition or its treatment approved by the
11 department.

12 Sec. 13. Registered designated caregiver means a person who:

13 (1) Is at least twenty-one years of age;

14 (2) Does not have a conviction for a disqualifying felony offense;

15 (3) Has been approved by the department to assist a patient who has
16 been identified by a health care practitioner as having a developmental
17 disability or physical disability and unable to self-administer
18 medication or acquire medical cannabis from a distribution facility due
19 to the disability; and

20 (4) Is authorized by the department to assist the patient with the
21 use of medical cannabis.

22 Sec. 14. Registry program means the patient registry established
23 under the Medical Cannabis Act.

24 Sec. 15. Registry verification means the verification provided by
25 the department that a patient is enrolled in the registry program and
26 that includes the patient's name, registry number, and qualifying medical
27 condition and, if applicable, the name of the patient's registered
28 designated caregiver or parent or legal guardian.

29 Sec. 16. (1) Nothing in the Medical Cannabis Act permits any person
30 to engage in and does not prevent the imposition of any civil, criminal,
31 or other penalties for:

1 (a) Undertaking any task under the influence of medical cannabis
2 that would constitute negligence or professional malpractice;

3 (b) Possessing or engaging in the use of medical cannabis:

4 (i) On a school bus or van;

5 (ii) On the grounds of any preschool or primary or secondary school;

6 (iii) In any adult or juvenile correctional facility; or

7 (iv) On the grounds of any child care facility or home daycare;

8 (c) Vaporizing medical cannabis:

9 (i) On any form of public transportation;

10 (ii) Where the vapor would be inhaled by a nonpatient minor child;

11 or

12 (iii) In any public place, including any indoor or outdoor area used
13 by or open to the general public or a place of employment as defined in
14 section 71-5724; or

15 (d) Operating, navigating, or being in actual physical control of
16 any motor vehicle, aircraft, train, or motorboat, or working on
17 transportation property, equipment, or facilities, while under the
18 influence of medical cannabis.

19 (2) Nothing in the Medical Cannabis Act requires the medical
20 assistance program established pursuant to the Medical Assistance Act to
21 reimburse an enrollee or a provider under the medical assistance program
22 for costs associated with the medical use of cannabis. The medical
23 assistance program shall continue to provide coverage for all services
24 related to treatment of an enrollee's qualifying medical condition if the
25 service is covered under the medical assistance program.

26 Sec. 17. The department may prohibit enrollment of a patient in the
27 registry program if the patient is simultaneously enrolled in a federally
28 approved clinical trial for the treatment of a qualifying medical
29 condition with medical cannabis. The department shall provide information
30 to each patient enrolled in the registry program on the existence of
31 federally approved clinical trials for the treatment of the patient's

1 qualifying medical condition with medical cannabis as an alternative to
2 enrollment in the registry program.

3 Sec. 18. (1) The department shall register two manufacturers in
4 Nebraska for the production of all medical cannabis within the state by
5 December 1, 2015, unless the Medical Cannabis Board extends the deadline
6 under section 20 of this act. The department shall register new
7 manufacturers or reregister the existing manufacturers by December 1 of
8 each year, using the factors described in subsection (3) of this section.
9 The department shall continue to accept applications after December 1,
10 2015, if two manufacturers that meet the qualifications set forth in this
11 section do not apply before December 1, 2015.

12 (2) As a condition for registration, a manufacturer shall agree to:

13 (a) Begin supplying medical cannabis to patients by July 1, 2016,
14 unless extended under section 20 of this act; and

15 (b) Comply with the Medical Cannabis Act.

16 (3) The department shall consider the following factors when
17 determining which manufacturer to register:

18 (a) The technical expertise of the manufacturer in cultivating
19 medical cannabis and converting the medical cannabis into an acceptable
20 delivery method under the Medical Cannabis Act;

21 (b) The qualifications of the manufacturer's employees;

22 (c) The long-term financial stability of the manufacturer;

23 (d) The ability to provide appropriate security measures on the
24 premises of the manufacturer;

25 (e) Whether the manufacturer has demonstrated an ability to meet the
26 medical cannabis production needs required by the Medical Cannabis Act;
27 and

28 (f) The manufacturer's projection and ongoing assessment of fees on
29 patients with a qualifying medical condition.

30 (4) The department shall require each manufacturer to contract with
31 an independent laboratory to test medical cannabis produced by the

1 manufacturer. A laboratory chosen by a manufacturer is subject to
2 approval by the department and is required to report testing results to
3 the manufacturer in a manner determined by the department.

4 Sec. 19. The department shall review and publicly report the
5 existing medical and scientific literature regarding the range of
6 recommended dosages for each qualifying medical condition and the range
7 of chemical compositions of any plant of the genus cannabis that will
8 likely be medically beneficial for each of the qualifying medical
9 conditions. The department shall make this information available to
10 patients with qualifying medical conditions beginning December 1, 2015,
11 and update the information annually. The department may consult with an
12 independent laboratory under contract with a manufacturer or other
13 experts in reporting the range of recommended dosages for each qualifying
14 medical condition, the range of chemical compositions that will likely be
15 medically beneficial, and any risks of noncannabis drug interactions. The
16 department shall consult with each manufacturer on an annual basis on
17 medical cannabis offered by the manufacturer. The department shall
18 publish a list of medical cannabis offered by each manufacturer on the
19 department's web site.

20 Sec. 20. (1) The department shall adopt and promulgate rules and
21 regulations necessary for a manufacturer to begin distribution of medical
22 cannabis to patients under the registry program by July 1, 2016, and
23 publish notice of the proposed rules and regulations prior to January 1,
24 2016.

25 (2) The department shall, by November 1, 2015, advise the public and
26 the Medical Cannabis Board if the department is unable to register two
27 manufacturers by December 1, 2015. The department shall provide a written
28 statement as to the reason or reasons the deadline will not be met. Upon
29 request of the department, the board shall extend the deadline by six
30 months but may not extend the deadline more than once.

31 (3) If notified by a manufacturer that distribution to patients may

1 not begin by July 1, 2016, the department shall advise the public and the
2 board. Upon notification by the department, the board shall extend the
3 deadline by six months but may not extend the deadline more than once.

4 Sec. 21. The department shall establish a registry program to
5 evaluate data on patient demographics, effective treatment options,
6 clinical outcomes, and quality-of-life outcomes for the purpose of
7 reporting on the benefits, risks, and outcomes regarding patients with a
8 qualifying medical condition engaged in the therapeutic use of medical
9 cannabis.

10 Sec. 22. (1) The department shall:

11 (a) Give notice of the registry program to health care practitioners
12 in the state who are eligible to serve as health care practitioners and
13 explain the purposes and requirements of the registry program. In order
14 to be eligible, a health care practitioner shall not have a financial
15 interest in a manufacturer;

16 (b) Allow each health care practitioner who meets or agrees to meet
17 the requirements of the registry program, and who requests to
18 participate, to be included in the registry program to collect data for
19 the registry program;

20 (c) Provide explanatory information and assistance to each health
21 care practitioner in understanding the nature of therapeutic use of
22 medical cannabis within the requirements of the registry program;

23 (d) Create and provide a certification to be used by a health care
24 practitioner for the practitioner to certify whether a patient has been
25 diagnosed with a qualifying medical condition and include in the
26 certification an option for the practitioner to certify whether the
27 patient, in the health care practitioner's medical opinion, has a
28 developmental disability or a physical disability and, as a result of
29 that disability, the patient is unable to self-administer medication or
30 acquire medical cannabis from a distribution facility;

31 (e) Supervise the participation of the health care practitioner in

1 conducting patient treatment and medical records reporting in a manner
2 that ensures stringent security and record-keeping requirements and that
3 prevents the unauthorized release of private data;

4 (f) Develop safety criteria for patients with a qualifying medical
5 condition as a requirement of the patient's participation in the registry
6 program in order to prevent the patient from undertaking any task under
7 the influence of medical cannabis that would constitute negligence or
8 professional malpractice on the part of the patient; and

9 (g) Conduct research and studies based on data from medical records
10 submitted to the registry program and submit reports electronically on
11 intermediate or final research results to the Legislature. The department
12 may contract with a third party to complete the requirements of this
13 subdivision. Any reports submitted shall comply with section 29 of this
14 act.

15 (2) The department may approve any additional delivery method for
16 medical cannabis, subject to the restrictions in section 7 of this act,
17 and may approve other qualifying medical conditions in addition to those
18 listed in section 12 of this act by complying with this subsection. The
19 department shall notify the chairperson of the Health and Human Services
20 Committee of the Legislature and the chairperson of the Judiciary
21 Committee of the Legislature of each addition and the reasons for the
22 proposed addition, including any written comments received by the
23 department from the public and any guidance received from the Medical
24 Cannabis Board. The approval shall be effective on September 1 of the
25 year in which the chairpersons have been notified by January 1.

26 Sec. 23. (1) The department shall develop a patient application for
27 enrollment into the registry program. The application shall be available
28 to the patient and given to health care practitioners in the state who
29 are eligible to serve as health care practitioners. The application shall
30 include:

31 (a) The name, mailing address, and date of birth of the patient;

1 (b) The name, mailing address, and telephone number of the patient's
2 health care practitioner;

3 (c) The name, mailing address, and date of birth of the patient's
4 designated caregiver, if any, or the patient's parent or legal guardian
5 if the parent or legal guardian will be acting as a caregiver;

6 (d) A copy of the certification from the patient's health care
7 practitioner that is dated within ninety days prior to submitting the
8 application which certifies that the patient has been diagnosed with a
9 qualifying medical condition and, if applicable, that, in the health care
10 practitioner's medical opinion, the patient has a developmental
11 disability or physical disability and, as a result of that disability,
12 the patient is unable to self-administer medication or acquire medical
13 cannabis from a distribution facility; and

14 (e) All other signed affidavits and enrollment forms required by the
15 department under the Medical Cannabis Act, including, but not limited to,
16 the disclosure form required under subsection (3) of this section.

17 (2) The department shall require a patient to resubmit a copy of the
18 certification from the patient's health care practitioner on a yearly
19 basis and shall require that the recertification be dated within ninety
20 days prior to submission.

21 (3) The department shall develop a disclosure form and require, as a
22 condition of enrollment, that the patient sign a copy of the disclosure.
23 The disclosure shall include:

24 (a) A statement that the department, or any employee of any state
25 agency, may not be held civilly or criminally liable for any injury, loss
26 of property, personal injury, or death caused by any act or omission
27 while acting within the respective scope of office or employment under
28 the Medical Cannabis Act; and

29 (b) The patient's acknowledgment that enrollment in the registry
30 program is conditional on the patient's agreement to comply with the
31 Medical Cannabis Act.

1 Sec. 24. (1) The department shall register a designated caregiver
2 for a patient if the patient's health care practitioner has certified
3 that the patient, in the health care practitioner's medical opinion, has
4 a developmental disability or a physical disability and, as a result of
5 that disability, the patient is unable to self-administer medication or
6 acquire medical cannabis from a distribution facility and the caregiver
7 has agreed, in writing, to be the patient's registered designated
8 caregiver. As a condition of registration as a registered designated
9 caregiver, the department shall require the person to:

10 (a) Be at least twenty-one years of age;

11 (b) Agree to only possess medical cannabis for purposes of assisting
12 the patient; and

13 (c) Agree that if the application is approved, the person will not
14 be a registered designated caregiver for more than one patient unless
15 each of such patients reside in the same residence.

16 (2)(a) The department shall conduct a criminal background check on
17 the designated caregiver prior to registration to ensure that the person
18 does not have a conviction for a disqualifying felony offense. Any cost
19 of the background check shall be paid by the person seeking registration
20 as a registered designated caregiver.

21 (b) The person shall file a complete set of his or her legible
22 fingerprints with the department. The department shall transmit such
23 fingerprints to the Nebraska State Patrol which shall transmit a copy of
24 the applicant's fingerprints to the Identification Division of the
25 Federal Bureau of Investigation for a national criminal history record
26 information check.

27 (c) The national criminal history record information check shall
28 include information concerning the person from federal repositories of
29 such information and repositories of such information in other states if
30 authorized by federal law for use by the department.

31 (d) The Nebraska State Patrol shall undertake a search for Nebraska

1 criminal history record information concerning the person. The Nebraska
2 State Patrol shall issue a report to the department which contains the
3 results of the criminal history record information check conducted by the
4 Nebraska State Patrol.

5 (e) Criminal history record information subject to federal
6 confidentiality requirements shall remain confidential and may be
7 released only upon the written authorization of the subject of the
8 information.

9 Sec. 25. A parent or legal guardian of a patient may act as the
10 caregiver to the patient without having to register as a registered
11 designated caregiver. The parent or legal guardian shall follow all of
12 the requirements of parents and legal guardians in the Medical Cannabis
13 Act. Nothing in the act limits any legal authority a parent or legal
14 guardian may have for the patient under any other law.

15 Sec. 26. (1) After receipt of a patient's application and signed
16 disclosure, the department shall enroll the patient in the registry
17 program and issue the patient and patient's registered designated
18 caregiver or parent or legal guardian, if applicable, a registry
19 verification. A patient's enrollment in the registry program shall only
20 be denied if the patient:

21 (a) Does not have certification from a health care practitioner that
22 the patient has been diagnosed with a qualifying medical condition;

23 (b) Has not signed and returned the disclosure form required under
24 subsection (3) of section 23 of this act, to the department;

25 (c) Does not provide the information required;

26 (d) Has previously been removed from the registry program for a
27 violation of section 34, 39, 40, 41, or 42 of this act; or

28 (e) Provides false information.

29 (2) The department shall give written notice to a patient of the
30 reason for denying enrollment in the registry program.

31 (3) Denial of enrollment into the registry program may be appealed.

1 The appeal shall be in accordance with the Administrative Procedure Act.

2 (4) A patient's enrollment in the registry program may only be
3 revoked if a patient violates a requirement under section 34, 39, 40, 41,
4 or 42 of this act.

5 (5) The department shall develop a registry verification to provide
6 to the patient, to the health care practitioner identified in the
7 patient's application, and to the manufacturer. The registry verification
8 shall include:

9 (a) The patient's name and date of birth;

10 (b) The patient registry number assigned to the patient;

11 (c) The patient's qualifying medical condition as provided by the
12 patient's health care practitioner in the certification; and

13 (d) The name and date of birth of the patient's registered
14 designated caregiver, if any, or the name of the patient's parent or
15 legal guardian if the parent or legal guardian will be acting as a
16 caregiver.

17 Sec. 27. A patient or registered designated caregiver shall notify
18 the department of any address or name change within thirty days after the
19 change occurred. A patient or registered designated caregiver is subject
20 to a one-hundred-dollar fine for failure to notify the department of such
21 a change.

22 Sec. 28. (1) Prior to a patient's enrollment in the registry
23 program, a health care practitioner shall:

24 (a) Determine, in the health care practitioner's medical judgment,
25 whether a patient suffers from a qualifying medical condition and, if so
26 determined, provide the patient with a certification of that diagnosis;

27 (b) Determine whether a patient has a developmental disability or
28 physical disability and, as a result of that disability, the patient is
29 unable to self-administer medication or acquire medical cannabis from a
30 distribution facility and, if so determined, include that determination
31 on the patient's certification of diagnosis;

1 (c) Advise patients, registered designated caregivers, and parents
2 or legal guardians who are acting as caregivers of the existence of any
3 nonprofit patient support groups or organizations;

4 (d) Provide explanatory information from the department to patients
5 with qualifying medical conditions, including disclosure to all patients
6 about the experimental nature of therapeutic use of medical cannabis; the
7 possible risks, benefits, and side effects of the proposed treatment; and
8 the application and other materials from the department; and

9 (e) Agree to continue treatment of the patient's qualifying medical
10 condition and report medical findings to the department.

11 (2) Upon notification from the department of the patient's
12 enrollment in the registry program, the health care practitioner shall:

13 (a) Participate in the patient registry reporting system under the
14 guidance and supervision of the department;

15 (b) Report medical records of the patient throughout the ongoing
16 treatment of the patient to the department in a manner determined by the
17 department and in accordance with section 29 of this act;

18 (c) Determine, on a yearly basis, if the patient continues to suffer
19 from a qualifying medical condition and, if so, issue the patient a new
20 certification of that diagnosis; and

21 (d) Otherwise comply with all requirements developed by the
22 department.

23 (3) Nothing in this section requires a health care practitioner to
24 participate in the registry program.

25 Sec. 29. Data collected on patients by a health care practitioner
26 and reported to the registry program are medical records and subject to
27 sections 81-663 to 81-675.

28 Sec. 30. (1) Each manufacturer shall operate four distribution
29 facilities, which may include the manufacturer's single location for
30 cultivation, harvesting, manufacturing, packaging, and processing medical
31 cannabis but is not required to include that location. A manufacturer

1 shall begin distribution of medical cannabis from at least one
2 distribution facility by July 1, 2016. The manufacturer shall have all
3 distribution facilities operational and distributing medical cannabis by
4 July 1, 2017. The distribution facilities shall be located based on
5 geographical need throughout the state to improve patient access. A
6 manufacturer shall disclose the proposed locations for the distribution
7 facilities to the department during the registration process. County,
8 city, and village governing bodies may enact reasonable limits on the
9 number of manufacturers that can operate in their jurisdictions and may
10 enact zoning regulations that reasonably limit manufacturers to certain
11 areas of their jurisdictions. A manufacturer shall operate only one
12 location where all cultivation, harvesting, manufacturing, packaging, and
13 processing shall be conducted. Any additional distribution facilities may
14 dispense medical cannabis and medical cannabis products but shall not
15 contain any medical cannabis in a form other than those forms allowed
16 under the Medical Cannabis Act. The manufacturer shall not conduct any
17 cultivation, harvesting, manufacturing, packaging, or processing of
18 medical cannabis at any additional distribution facility site. Any
19 distribution facility operated by the manufacturer is subject to all of
20 the requirements applying to the manufacture under the act, including,
21 but not limited to, security and distribution requirements.

22 (2) A manufacturer shall contract with a laboratory, subject to the
23 department's approval of the laboratory and any additional requirements
24 set by the department, for purposes of testing medical cannabis
25 manufactured by the manufacturer as to content, contamination, and
26 consistency to verify that the medical cannabis meets the requirements of
27 the Medical Cannabis Act. The manufacturer shall pay the cost of
28 laboratory testing.

29 (3) The operating documents of a manufacturer shall include:

30 (a) Procedures for the oversight of the manufacturer and procedures
31 to ensure accurate record keeping; and

1 (b) Procedures for the implementation of appropriate security
2 measures to deter and prevent the theft of medical cannabis and
3 unauthorized entrance into areas containing medical cannabis.

4 (4) A manufacturer shall implement security requirements, including
5 requirements for protection of each location by a fully operational
6 security alarm system, facility access controls, perimeter intrusion
7 detection systems, and a personnel identification system.

8 (5) A manufacturer shall not share office space with or refer
9 patients to a health care practitioner.

10 (6) A manufacturer shall not permit any person to consume medical
11 cannabis on the property of the manufacturer.

12 (7) A manufacturer is subject to reasonable inspection by the
13 department or its designee.

14 (8)(a) A manufacturer may not employ any person who is under twenty-
15 one years of age or who has been convicted of a disqualifying felony
16 offense. An employee of a manufacturer shall submit to a completed
17 criminal history record information check before an employee may begin
18 working with the manufacturer.

19 (b) Each employee shall pay the costs of the criminal history record
20 information check and shall file a complete set of his or her legible
21 fingerprints with the department. The department shall transmit such
22 fingerprints to the Nebraska State Patrol which shall transmit a copy of
23 the applicant's fingerprints to the Identification Division of the
24 Federal Bureau of Investigation for a national criminal history record
25 information check.

26 (c) The national criminal history record information check shall
27 include information concerning the employee from federal repositories of
28 such information and repositories of such information in other states if
29 authorized by federal law for use by the department.

30 (d) The Nebraska State Patrol shall undertake a search for Nebraska
31 criminal history record information concerning the employee. The Nebraska

1 State Patrol shall issue a report to the department which contains the
2 results of the criminal history record information check conducted by the
3 Nebraska State Patrol.

4 (e) Criminal history record information subject to federal
5 confidentiality requirements shall remain confidential and may be
6 released only upon the written authorization of the employee.

7 (9) A manufacturer may not operate in any location, whether for
8 distribution or cultivation, harvesting, manufacturing, packaging, or
9 processing, within one thousand feet of a public or private school
10 existing before the date of the manufacturer's registration with the
11 department.

12 (10) A manufacturer shall comply with reasonable restrictions set by
13 the department relating to signage, marketing, display, and advertising
14 of medical cannabis.

15 Sec. 31. (1) A manufacturer of medical cannabis shall provide a
16 reliable and ongoing supply of medical cannabis needed for the registry
17 program.

18 (2) The cultivation, harvesting, manufacturing, packaging, and
19 processing of medical cannabis shall take place in an enclosed, locked
20 facility at a physical address provided to the department during the
21 registration process.

22 (3) A manufacturer shall process and prepare any medical cannabis
23 plant material into a form allowable under the Medical Cannabis Act prior
24 to distribution of any medical cannabis.

25 Sec. 32. (1) A manufacturer shall require that medical cannabis be
26 distributed to a patient by a pharmacist licensed under the Pharmacy
27 Practice Act.

28 (2) A pharmacist selected by a manufacturer may dispense medical
29 cannabis products, whether or not the medical cannabis products have been
30 manufactured by the manufacturer, but a manufacturer is not required to
31 provide for medical cannabis products to be dispensed.

1 (3) Prior to distribution of any medical cannabis, the manufacturer
2 shall:

3 (a) Verify that the manufacturer has received the registry
4 verification from the department for that individual patient;

5 (b) Verify that the person requesting the distribution of medical
6 cannabis is the patient, the patient's registered designated caregiver,
7 or the patient's parent or legal guardian listed in the registry
8 verification;

9 (c) Assign a tracking number to any medical cannabis distributed
10 from the manufacturer;

11 (d) Ensure that any employee of the manufacturer licensed to
12 practice pharmacy under the Pharmacy Practice Act has consulted with the
13 patient to determine the proper dosage for the individual patient after
14 reviewing the ranges of chemical compositions of the medical cannabis and
15 the ranges of proper dosages reported by the department;

16 (e) Properly package medical cannabis in compliance with the federal
17 Poison Prevention Packaging Act of 1970 regarding child resistant
18 packaging and exemptions for packaging for elderly patients, and label
19 distributed medical cannabis with a list of all active ingredients and
20 individually identifying information, including:

21 (i) The patient's name and date of birth;

22 (ii) The name and date of birth of the patient's registered
23 designated caregiver or, if listed on the registry verification, the name
24 of the patient's parent or legal guardian, if applicable;

25 (iii) The patient's registry identification number;

26 (iv) The chemical composition of the medical cannabis; and

27 (v) The dosage; and

28 (f) Ensure that the distributed medical cannabis contains a maximum
29 of a thirty-day supply of the dosage determined for that patient.

30 (4) A manufacturer shall require any employee of the manufacturer
31 who is transporting medical cannabis or medical cannabis products to a

1 distribution facility to carry identification showing that the person is
2 an employee of the manufacturer.

3 Sec. 33. Each manufacturer shall report to the department on a
4 monthly basis the following information on each individual patient for
5 the month prior to the report:

6 (1) The amount and dosages of medical cannabis distributed;

7 (2) The chemical composition of the medical cannabis; and

8 (3) The tracking number assigned to any medical cannabis
9 distributed.

10 Sec. 34. (1) A patient shall apply to the department for enrollment
11 in the registry program by submitting an application as required in
12 section 23 of this act and an annual registration fee as determined under
13 section 43 of this act.

14 (2) As a condition of continued enrollment, a patient shall agree
15 to:

16 (a) Continue to receive regularly scheduled treatment for his or her
17 qualifying medical condition from his or her health care practitioner;
18 and

19 (b) Report changes in his or her qualifying medical condition to his
20 or her health care practitioner.

21 (3) A patient shall only receive medical cannabis from a registered
22 manufacturer but is not required to receive medical cannabis products
23 from only a registered manufacturer.

24 Sec. 35. (1) There is a presumption that a patient enrolled in the
25 registry program under the Medical Cannabis Act is engaged in the
26 authorized use of medical cannabis.

27 (2) The presumption may be rebutted by evidence that conduct related
28 to use of medical cannabis was not for the purpose of treating or
29 alleviating the patient's qualifying medical condition or symptoms
30 associated with the patient's qualifying medical condition.

31 Sec. 36. (1) Subject to section 16 of this act, the following are

1 not violations under the Medical Cannabis Act:

2 (a) Use or possession of medical cannabis or medical cannabis
3 products by a patient enrolled in the registry program or possession of
4 medical cannabis or medical cannabis products by a registered designated
5 caregiver or the parent or legal guardian of a patient if the parent or
6 legal guardian is listed on the registry verification;

7 (b) Possession, dosage determination, or sale of medical cannabis or
8 medical cannabis products by a manufacturer, employees of a manufacturer,
9 a laboratory conducting testing on medical cannabis, or employees of the
10 laboratory; and

11 (c) Possession of medical cannabis or medical cannabis products by
12 any person while carrying out the duties required under the Medical
13 Cannabis Act.

14 (2) Medical cannabis obtained and distributed pursuant to the
15 Medical Cannabis Act and associated property is not subject to forfeiture
16 under section 28-431.

17 (3) The department, the department's staff, the department's agents
18 or contractors, and any health care practitioner are not subject to any
19 civil or disciplinary penalties by any business, occupational, or
20 professional licensing board or entity, solely for participation in the
21 registry program under the Medical Cannabis Act. A pharmacist licensed
22 under the Pharmacy Practice Act is not subject to any civil or
23 disciplinary penalties when acting in accordance with the Medical
24 Cannabis Act. Nothing in this section affects a professional licensing
25 board from taking action in response to violations of any other provision
26 of law.

27 (4) No state officer or employee of any state agency shall be held
28 civilly or criminally liable for any injury, loss of property, personal
29 injury, or death caused by any act or omission while acting within the
30 respective scope of office or employment under the Medical Cannabis Act.

31 (5) Federal, state, and local law enforcement authorities are

1 prohibited from accessing the registry program under the Medical Cannabis
2 Act except when acting pursuant to a valid search warrant.

3 (6) Data or information about an individual contained in any report,
4 document, or registry created under the Medical Cannabis Act or any
5 information obtained about a patient participating in the program may be
6 released as provided in sections 81-663 to 81-675.

7 (7) No information contained in a report, document, or registry or
8 obtained from a patient under the Medical Cannabis Act may be admitted as
9 evidence in a criminal proceeding unless independently obtained or in
10 connection with a proceeding involving a violation of the act.

11 (8) Any person who violates subsection (5) or (6) of this section is
12 guilty of a Class I misdemeanor.

13 (9) An attorney may not be subject to disciplinary action for
14 providing legal assistance to prospective or registered manufacturers or
15 others related to activity that is no longer subject to criminal
16 penalties under state law pursuant to the Medical Cannabis Act.

17 (10) Possession of a registry verification or application for
18 enrollment in the registry program by a person entitled to possess or
19 apply for enrollment in the registry program does not constitute probable
20 cause or reasonable suspicion, nor shall it be used to support a search
21 of the person or property of the person possessing or applying for the
22 registry verification or otherwise subject the person or property of the
23 person to inspection by any governmental agency.

24 Sec. 37. (1) No school or landlord may refuse to enroll or lease to
25 and may not otherwise penalize a person solely for the person's status as
26 a patient enrolled in the registry program under the Medical Cannabis Act
27 unless failing to do so would violate federal law or regulations or cause
28 the school or landlord to lose a monetary or licensing-related benefit
29 under federal law or regulations.

30 (2) For purposes of medical care, including organ transplants, the
31 use of medical cannabis under the Medical Cannabis Act by a patient

1 enrolled in the registry program is considered the equivalent of the
2 authorized use of any other medication used at the discretion of a
3 physician and does not constitute the use of an illicit substance or
4 otherwise disqualify a patient from needed medical care.

5 (3) Unless a failure to do so would violate federal law or
6 regulations or cause an employer to lose a monetary or licensing-related
7 benefit under federal law or regulations, an employer may not
8 discriminate against a person in hiring, termination, or any term or
9 condition of employment, or otherwise penalize the person, if the
10 discrimination is based upon either of the following:

11 (a) The person's status as a patient enrolled in the registry
12 program under the Medical Cannabis Act;

13 (b) A patient's positive drug test for cannabis components or
14 metabolites unless the patient used, possessed, or was impaired by
15 medical cannabis on the premises of the place of employment or during the
16 hours of employment.

17 (4) A person shall not be denied custody of a minor child or
18 visitation rights or parenting time with a minor child solely based on
19 the person's status as a patient enrolled in the registry program under
20 the Medical Cannabis Act. There shall be no presumption of neglect or
21 child endangerment for conduct allowed under the act unless the person's
22 behavior is such that it creates an unreasonable danger to the safety of
23 the minor as established by clear and convincing evidence.

24 Sec. 38. In addition to any other applicable penalty, a
25 manufacturer or an agent of a manufacturer who intentionally transfers
26 medical cannabis to a person other than a patient, a registered
27 designated caregiver, or, if listed on the registry verification, a
28 parent or legal guardian of a patient, is guilty of a Class IV felony. A
29 person convicted under this section shall not continue to be affiliated
30 with the manufacturer and is disqualified from further participation
31 under the Medical Cannabis Act.

1 Sec. 39. In addition to any other applicable penalty in law, a
2 patient, registered designated caregiver, or, if listed on the registry
3 verification, a parent or legal guardian of a patient who intentionally
4 sells or otherwise transfers medical cannabis to a person other than a
5 patient, designated registered caregiver, or, if listed on the registry
6 verification, a parent or legal guardian of a patient, is guilty of a
7 Class IV felony.

8 Sec. 40. A person who intentionally makes a false statement to a
9 law enforcement official about any fact or circumstance relating to the
10 medical use of cannabis to avoid arrest or prosecution is guilty of a
11 Class III misdemeanor. The penalty is in addition to any other penalties
12 that may apply for making a false statement or for the possession,
13 cultivation, or sale of cannabis not protected by the Medical Cannabis
14 Act. If a person convicted of violating this section is a patient or a
15 registered designated caregiver, the person is disqualified from further
16 participation under the act.

17 Sec. 41. A person who knowingly submits false records or
18 documentation required by the department to register as a manufacturer of
19 medical cannabis under the Medical Cannabis Act is guilty of a Class IV
20 felony.

21 Sec. 42. A manufacturer may be fined up to one thousand dollars for
22 any violation of the Medical Cannabis Act or the rules and regulations
23 adopted and promulgated pursuant to the act if no penalty has been
24 specified. This penalty is in addition to any other applicable penalties
25 in law.

26 Sec. 43. (1) The department shall collect an enrollment fee of two
27 hundred dollars from patients enrolled under the Medical Cannabis Act,
28 except that if the patient attests to receiving social security
29 disability or supplemental security insurance payments or being enrolled
30 in the medical assistance program, the fee shall be fifty dollars. The
31 fees shall be payable annually and are due on the anniversary date of the

1 patient's enrollment. The department shall remit the fees to the State
2 Treasurer for credit to the Medical Cannabis Regulation Fund.

3 (2) The department shall collect an application fee of twenty
4 thousand dollars from each entity submitting an application for
5 registration as a manufacturer. The department shall remit the fees to
6 the State Treasurer for credit to the Medical Cannabis Regulation Fund.

7 (3) The department shall establish and collect an annual fee from a
8 manufacturer equal to the cost of regulating and inspecting the
9 manufacturer in that year. The department shall remit the fees to the
10 State Treasurer for credit to the Medical Cannabis Regulation Fund.

11 (4) A manufacturer may charge patients enrolled in the registry
12 program a reasonable fee for costs associated with the operations of the
13 manufacturer. The manufacturer may establish a sliding scale of patient
14 fees based upon a patient's household income and may accept private
15 donations to reduce patient fees.

16 Sec. 44. The Medical Cannabis Regulation Fund is created and shall
17 consist of funds from contracts, grants, gifts, or fees under the Medical
18 Cannabis Act. The fund shall be used for purposes of regulation of
19 medical cannabis. Any money in the fund available for investment shall be
20 invested by the state investment officer pursuant to the Nebraska Capital
21 Expansion Act and the Nebraska State Funds Investment Act.

22 Sec. 45. A manufacturer shall maintain detailed financial records
23 in a manner and format approved by the department and shall keep all
24 records updated and accessible to the department when requested.

25 Sec. 46. A manufacturer shall submit the results of an annual
26 certified financial audit to the department no later than May 1 of each
27 year. The annual audit shall be conducted by an independent certified
28 public accountant. The costs of the audit shall be the responsibility of
29 the manufacturer. Results of the audit shall be provided to the
30 manufacturer and the department. The department may also require another
31 audit of the manufacturer by a certified public accountant chosen by the

1 department with the costs of the audit paid by the manufacturer.

2 Sec. 47. (1) The department or its designee may examine the
3 business affairs and conditions of any manufacturer, including, but not
4 limited to, a review of the financing, budget, revenue, sales, and
5 pricing.

6 (2) An examination may cover the manufacturer's business affairs,
7 practices, and conditions, including, but not limited to, a review of the
8 financing, budget, revenue, sales, and pricing. The department shall
9 determine the nature and scope of each examination and in so doing shall
10 take into account all available relevant factors concerning the financial
11 and business affairs, practices, and conditions of the manufacturer. The
12 costs incurred by the department in conducting an examination shall be
13 paid for by the manufacturer.

14 (3) When making an examination under this section, the department
15 may retain attorneys, appraisers, independent economists, independent
16 certified public accountants, or other professionals and specialists as
17 designees. A certified public accountant retained by the department shall
18 not be the same certified public accountant providing the annual
19 certified financial audit under section 46 of this act.

20 (4) The department shall make a report of an examination conducted
21 under this section and provide a copy to the manufacturer. The department
22 shall then post a copy of the report on its web site.

23 Sec. 48. (1) The department shall adopt and promulgate rules and
24 regulations to establish requirements for reporting incidents when
25 individuals who are not authorized to possess medical cannabis under the
26 Medical Cannabis Act are found in possession of medical cannabis. The
27 rules and regulations shall identify professionals required to report,
28 the information they are required to report, and actions the reporter
29 must take to secure the medical cannabis.

30 (2) The department shall adopt and promulgate rules and regulations
31 to establish requirements for law enforcement officials and health care

1 professionals to report incidents involving an overdose of medical
2 cannabis to the department.

3 (3) Rules and regulations shall include the method by which the
4 department will collect and tabulate reports of unauthorized possession
5 and overdose.

6 Sec. 49. The Medical Cannabis Board is established. The board shall
7 have five members appointed by the Governor and approved by a majority of
8 the members of the Legislature. The board shall have at least one person
9 from each congressional district, at least one person licensed to
10 practice pharmacy under the Pharmacy Practice Act, and at least one
11 person licensed to practice medicine and surgery under the Medicine and
12 Surgery Practice Act.

13 Sec. 50. The Governor shall appoint the initial members of the
14 Medical Cannabis Board for terms of one year, two years, three years,
15 four years, and five years. Appointments made for the succeeding members
16 shall be for terms of five years. The term of office of each member of
17 the board shall expire on August 1 of the appropriate year. If a vacancy
18 occurs prior to the expiration of a term, the Governor shall appoint a
19 successor with similar qualifications for the remainder of the unexpired
20 term. No member of the board shall serve more than two consecutive, full
21 terms. If the Legislature is not in session when an appointment is made
22 by the Governor, the member shall take office and act as a recess
23 appointee until the Legislature convenes.

24 Sec. 51. The members of the Medical Cannabis Board shall receive
25 the sum of twenty dollars per diem while actually engaged in the business
26 of the board and shall be reimbursed for the necessary expenses incurred
27 in the performance of their duties as provided in sections 81-1174 to
28 81-1177.

29 Sec. 52. Within thirty days after the initial appointment and in
30 the last calendar quarter of each subsequent year, the members of the
31 Medical Cannabis Board shall meet and elect a chairperson of the board

1 from the members and such other officers, including a vice-chairperson
2 and a secretary, as the board deems necessary. In case of the death,
3 resignation, or other permanent absence of the chairperson of the board,
4 the vice-chairperson shall assume the office of chairperson and the
5 members of the board at the next regular meeting of the board, or at a
6 special meeting of the board pursuant to a call signed by five members of
7 which the other members shall have at least three days' notice, shall
8 elect a new chairperson of the board from the members and such other new
9 officers as the board deems necessary.

10 Sec. 53. The Medical Cannabis Board shall meet at least once each
11 quarter and at such other times as it deems necessary. Special meetings
12 may be held upon the call of the chairperson or pursuant to a call signed
13 by five other members of which the chairperson and the other members of
14 the board shall have at least three days' notice. All regular meetings
15 shall be held in suitable offices to be provided in the state office
16 building described in section 81-1108.37 or elsewhere. A majority of the
17 members of the board shall constitute a quorum for the transaction of
18 business. Every act of a majority of the members of the board shall be
19 deemed to be the act of the board. All meetings shall be open to the
20 public. The minutes of the meetings shall show the action of the board on
21 matters presented and shall be open to public inspection.

22 Sec. 54. The Medical Cannabis Board shall advise the department
23 regarding:

- 24 (1) Rules and regulations for the regulation of medical cannabis;
25 (2) The policies of the department as they relate to medical
26 cannabis; and
27 (3) Recommendations for legislative changes regarding regulation of
28 medical cannabis.

29 Sec. 55. No member of the Medical Cannabis Board shall be liable in
30 damages to any person for slander, libel, defamation of character, breach
31 of any privileged communication, or otherwise for any action taken or

1 recommendation made within the scope of the functions of such board while
2 acting as an agent of the state if such board member acts without malice
3 and in the reasonable belief that such action or recommendation is
4 warranted by the facts known to him or her after a reasonable effort is
5 made to obtain the facts on which such action is taken or recommendation
6 is made.

7 Sec. 56. Section 28-416, Revised Statutes Cumulative Supplement,
8 2014, is amended to read:

9 28-416 (1) Except as authorized by the Medical Cannabis Act or the
10 Uniform Controlled Substances Act, it shall be unlawful for any person
11 knowingly or intentionally: (a) To manufacture, distribute, deliver,
12 dispense, or possess with intent to manufacture, distribute, deliver, or
13 dispense a controlled substance; or (b) to create, distribute, or possess
14 with intent to distribute a counterfeit controlled substance.

15 (2) Except as provided in subsections (4), (5), (7), (8), (9), and
16 (10) of this section, any person who violates subsection (1) of this
17 section with respect to: (a) A controlled substance classified in
18 Schedule I, II, or III of section 28-405 which is an exceptionally
19 hazardous drug shall be guilty of a Class II felony; (b) any other
20 controlled substance classified in Schedule I, II, or III of section
21 28-405 shall be guilty of a Class III felony; or (c) a controlled
22 substance classified in Schedule IV or V of section 28-405 shall be
23 guilty of a Class IIIA felony.

24 (3) A person knowingly or intentionally possessing a controlled
25 substance, except marijuana or any substance containing a quantifiable
26 amount of the substances, chemicals, or compounds described, defined, or
27 delineated in subdivision (c)(25) of Schedule I of section 28-405, unless
28 such substance was obtained directly or pursuant to a medical order
29 issued by a practitioner authorized to prescribe while acting in the
30 course of his or her professional practice, or except as otherwise
31 authorized by the act, shall be guilty of a Class IV felony.

1 (4)(a) Except as authorized by the Uniform Controlled Substances
2 Act, any person eighteen years of age or older who knowingly or
3 intentionally manufactures, distributes, delivers, dispenses, or
4 possesses with intent to manufacture, distribute, deliver, or dispense a
5 controlled substance or a counterfeit controlled substance (i) to a
6 person under the age of eighteen years, (ii) in, on, or within one
7 thousand feet of the real property comprising a public or private
8 elementary, vocational, or secondary school, a community college, a
9 public or private college, junior college, or university, or a
10 playground, or (iii) within one hundred feet of a public or private youth
11 center, public swimming pool, or video arcade facility shall be punished
12 by the next higher penalty classification than the penalty prescribed in
13 subsection (2), (7), (8), (9), or (10) of this section, depending upon
14 the controlled substance involved, for the first violation and for a
15 second or subsequent violation shall be punished by the next higher
16 penalty classification than that prescribed for a first violation of this
17 subsection, but in no event shall such person be punished by a penalty
18 greater than a Class IB felony.

19 (b) For purposes of this subsection:

20 (i) Playground shall mean any outdoor facility, including any
21 parking lot appurtenant to the facility, intended for recreation, open to
22 the public, and with any portion containing three or more apparatus
23 intended for the recreation of children, including sliding boards,
24 swingsets, and teeterboards;

25 (ii) Video arcade facility shall mean any facility legally
26 accessible to persons under eighteen years of age, intended primarily for
27 the use of pinball and video machines for amusement, and containing a
28 minimum of ten pinball or video machines; and

29 (iii) Youth center shall mean any recreational facility or
30 gymnasium, including any parking lot appurtenant to the facility or
31 gymnasium, intended primarily for use by persons under eighteen years of

1 age which regularly provides athletic, civic, or cultural activities.

2 (5)(a) Except as authorized by the Uniform Controlled Substances
3 Act, it shall be unlawful for any person eighteen years of age or older
4 to knowingly and intentionally employ, hire, use, cause, persuade, coax,
5 induce, entice, seduce, or coerce any person under the age of eighteen
6 years to manufacture, transport, distribute, carry, deliver, dispense,
7 prepare for delivery, offer for delivery, or possess with intent to do
8 the same a controlled substance or a counterfeit controlled substance.

9 (b) Except as authorized by the Uniform Controlled Substances Act,
10 it shall be unlawful for any person eighteen years of age or older to
11 knowingly and intentionally employ, hire, use, cause, persuade, coax,
12 induce, entice, seduce, or coerce any person under the age of eighteen
13 years to aid and abet any person in the manufacture, transportation,
14 distribution, carrying, delivery, dispensing, preparation for delivery,
15 offering for delivery, or possession with intent to do the same of a
16 controlled substance or a counterfeit controlled substance.

17 (c) Any person who violates subdivision (a) or (b) of this
18 subsection shall be punished by the next higher penalty classification
19 than the penalty prescribed in subsection (2), (7), (8), (9), or (10) of
20 this section, depending upon the controlled substance involved, for the
21 first violation and for a second or subsequent violation shall be
22 punished by the next higher penalty classification than that prescribed
23 for a first violation of this subsection, but in no event shall such
24 person be punished by a penalty greater than a Class IB felony.

25 (6) It shall not be a defense to prosecution for violation of
26 subsection (4) or (5) of this section that the defendant did not know the
27 age of the person through whom the defendant violated such subsection.

28 (7) Any person who violates subsection (1) of this section with
29 respect to cocaine or any mixture or substance containing a detectable
30 amount of cocaine in a quantity of:

31 (a) One hundred forty grams or more shall be guilty of a Class IB

1 felony;

2 (b) At least twenty-eight grams but less than one hundred forty
3 grams shall be guilty of a Class IC felony; or

4 (c) At least ten grams but less than twenty-eight grams shall be
5 guilty of a Class ID felony.

6 (8) Any person who violates subsection (1) of this section with
7 respect to base cocaine (crack) or any mixture or substance containing a
8 detectable amount of base cocaine in a quantity of:

9 (a) One hundred forty grams or more shall be guilty of a Class IB
10 felony;

11 (b) At least twenty-eight grams but less than one hundred forty
12 grams shall be guilty of a Class IC felony; or

13 (c) At least ten grams but less than twenty-eight grams shall be
14 guilty of a Class ID felony.

15 (9) Any person who violates subsection (1) of this section with
16 respect to heroin or any mixture or substance containing a detectable
17 amount of heroin in a quantity of:

18 (a) One hundred forty grams or more shall be guilty of a Class IB
19 felony;

20 (b) At least twenty-eight grams but less than one hundred forty
21 grams shall be guilty of a Class IC felony; or

22 (c) At least ten grams but less than twenty-eight grams shall be
23 guilty of a Class ID felony.

24 (10) Any person who violates subsection (1) of this section with
25 respect to amphetamine, its salts, optical isomers, and salts of its
26 isomers, or with respect to methamphetamine, its salts, optical isomers,
27 and salts of its isomers, in a quantity of:

28 (a) One hundred forty grams or more shall be guilty of a Class IB
29 felony;

30 (b) At least twenty-eight grams but less than one hundred forty
31 grams shall be guilty of a Class IC felony; or

1 (c) At least ten grams but less than twenty-eight grams shall be
2 guilty of a Class ID felony.

3 (11) Except as otherwise provided in the Medical Cannabis Act, any
4 ~~Any~~ person knowingly or intentionally possessing marijuana weighing more
5 than one ounce but not more than one pound shall be guilty of a Class III
6 misdemeanor.

7 (12) Except as otherwise provided in the Medical Cannabis Act, any
8 ~~Any~~ person knowingly or intentionally possessing marijuana weighing more
9 than one pound shall be guilty of a Class IV felony.

10 (13) Except as otherwise provided in the Medical Cannabis Act, any
11 ~~Any~~ person knowingly or intentionally possessing marijuana weighing one
12 ounce or less or any substance containing a quantifiable amount of the
13 substances, chemicals, or compounds described, defined, or delineated in
14 subdivision (c)(25) of Schedule I of section 28-405 shall:

15 (a) For the first offense, be guilty of an infraction, receive a
16 citation, be fined three hundred dollars, and be assigned to attend a
17 course as prescribed in section 29-433 if the judge determines that
18 attending such course is in the best interest of the individual
19 defendant;

20 (b) For the second offense, be guilty of a Class IV misdemeanor,
21 receive a citation, and be fined four hundred dollars and may be
22 imprisoned not to exceed five days; and

23 (c) For the third and all subsequent offenses, be guilty of a Class
24 IIIA misdemeanor, receive a citation, be fined five hundred dollars, and
25 be imprisoned not to exceed seven days.

26 (14) Any person convicted of violating this section, if placed on
27 probation, shall, as a condition of probation, satisfactorily attend and
28 complete appropriate treatment and counseling on drug abuse provided by a
29 program authorized under the Nebraska Behavioral Health Services Act or
30 other licensed drug treatment facility.

31 (15) Any person convicted of violating this section, if sentenced to

1 the Department of Correctional Services, shall attend appropriate
2 treatment and counseling on drug abuse.

3 (16) Any person knowingly or intentionally possessing a firearm
4 while in violation of subsection (1) of this section shall be punished by
5 the next higher penalty classification than the penalty prescribed in
6 subsection (2), (7), (8), (9), or (10) of this section, but in no event
7 shall such person be punished by a penalty greater than a Class IB
8 felony.

9 (17) A person knowingly or intentionally in possession of money used
10 or intended to be used to facilitate a violation of subsection (1) of
11 this section shall be guilty of a Class IV felony.

12 (18) In addition to the penalties provided in this section:

13 (a) If the person convicted or adjudicated of violating this section
14 is eighteen years of age or younger and has one or more licenses or
15 permits issued under the Motor Vehicle Operator's License Act:

16 (i) For the first offense, the court may, as a part of the judgment
17 of conviction or adjudication, (A) impound any such licenses or permits
18 for thirty days and (B) require such person to attend a drug education
19 class;

20 (ii) For a second offense, the court may, as a part of the judgment
21 of conviction or adjudication, (A) impound any such licenses or permits
22 for ninety days and (B) require such person to complete no fewer than
23 twenty and no more than forty hours of community service and to attend a
24 drug education class; and

25 (iii) For a third or subsequent offense, the court may, as a part of
26 the judgment of conviction or adjudication, (A) impound any such licenses
27 or permits for twelve months and (B) require such person to complete no
28 fewer than sixty hours of community service, to attend a drug education
29 class, and to submit to a drug assessment by a licensed alcohol and drug
30 counselor; and

31 (b) If the person convicted or adjudicated of violating this section

1 is eighteen years of age or younger and does not have a permit or license
2 issued under the Motor Vehicle Operator's License Act:

3 (i) For the first offense, the court may, as part of the judgment of
4 conviction or adjudication, (A) prohibit such person from obtaining any
5 permit or any license pursuant to the act for which such person would
6 otherwise be eligible until thirty days after the date of such order and
7 (B) require such person to attend a drug education class;

8 (ii) For a second offense, the court may, as part of the judgment of
9 conviction or adjudication, (A) prohibit such person from obtaining any
10 permit or any license pursuant to the act for which such person would
11 otherwise be eligible until ninety days after the date of such order and
12 (B) require such person to complete no fewer than twenty hours and no
13 more than forty hours of community service and to attend a drug education
14 class; and

15 (iii) For a third or subsequent offense, the court may, as part of
16 the judgment of conviction or adjudication, (A) prohibit such person from
17 obtaining any permit or any license pursuant to the act for which such
18 person would otherwise be eligible until twelve months after the date of
19 such order and (B) require such person to complete no fewer than sixty
20 hours of community service, to attend a drug education class, and to
21 submit to a drug assessment by a licensed alcohol and drug counselor.

22 A copy of an abstract of the court's conviction or adjudication
23 shall be transmitted to the Director of Motor Vehicles pursuant to
24 sections 60-497.01 to 60-497.04 if a license or permit is impounded or a
25 juvenile is prohibited from obtaining a license or permit under this
26 subsection.

27 Sec. 57. Section 28-439, Reissue Revised Statutes of Nebraska, is
28 amended to read:

29 28-439 As used in sections 28-101, 28-431, and 28-439 to 28-444,
30 unless the context otherwise requires, drug paraphernalia shall mean all
31 equipment, products, and materials of any kind which are used, intended

1 for use, or designed for use, in manufacturing, injecting, ingesting,
2 inhaling, or otherwise introducing into the human body a controlled
3 substance in violation of sections 28-101, 28-431, and 28-439 to 28-444,
4 the Medical Cannabis Act, or the Uniform Controlled Substances Act. It
5 shall include, but not be limited to, the following:

6 (1) Diluents and adulterants, such as quinine hydrochloride,
7 mannitol, mannite, dextrose, and lactose, used, intended for use, or
8 designed for use in cutting controlled substances;

9 (2) Separation gins and sifters used, intended for use, or designed
10 for use in removing twigs and seeds from, or in otherwise cleaning or
11 refining, marijuana;

12 (3) Hypodermic syringes, needles, and other objects used, intended
13 for use, and designed for use in parenterally injecting controlled
14 substances into the human body; and

15 (4) Objects used, intended for use, or designed for use in
16 ingesting, inhaling, or otherwise introducing marijuana, cocaine,
17 hashish, or hashish oil into the human body, which shall include but not
18 be limited to the following:

19 (a) Metal, wooden, acrylic, glass, stone, plastic, or ceramic pipes
20 with or without screens, permanent screens, hashish heads, or punctured
21 metal bowls;

22 (b) Water pipes;

23 (c) Carburetion tubes and devices;

24 (d) Smoking and carburetion masks;

25 (e) Roach clips, meaning objects used to hold burning material, such
26 as a marijuana cigarette, which has become too small or too short to be
27 held in the hand;

28 (f) Miniature cocaine spoons, and cocaine vials;

29 (g) Chamber pipes;

30 (h) Carburetor pipes;

31 (i) Electric pipes;

- 1 (j) Air-driven pipes;
- 2 (k) Chillums;
- 3 (l) Bongs; and
- 4 (m) Ice pipes or chillers.

5 Sec. 58. Original section 28-439, Reissue Revised Statutes of
6 Nebraska, and section 28-416, Revised Statutes Cumulative Supplement,
7 2014, are repealed.