Stricken language would be deleted from and underlined language would be added to present law. Act 928 of the Regular Session

| 1<br>2 | State of Arkansas As Engrossed: \$3/14/19 H3/28/19<br>92nd General Assembly As Engrossed: \$3/14/19 H3/28/19 |
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| 2      | Regular Session, 2019 SENATE BILL 441  |
| 4      |  |
| 5      | By: Senators Bledsoe, J. Cooper, J. English, Flippo, Irvin, Rapert, G. Stubblefield                          |
| 6      | By: Representatives Lundstrum, Bentley   |
| 7      |  |
| 8      | For An Act To Be Entitled  |
| 9      | AN ACT TO ADD RESTRICTIONS REGARDING ADVERTISING OF  |
| 10     | MEDICAL MARIJUANA AND USE OF CERTAIN SYMBOLS; AND FOR  |
| 11     | OTHER PURPOSES.  |
| 12     |  |
| 13     |  |
| 14     | Subtitle   |
| 15     | TO ADD RESTRICTIONS REGARDING ADVERTISING  |
| 16     | OF MEDICAL MARIJUANA AND USE OF CERTAIN  |
| 17     | SYMBOLS.   |
| 18     |  |
| 19     |  |
| 20     | BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:  |
| 21     |  |
| 22     | SECTION 1. DO NOT CODIFY. Legislative findings and intent.   |
| 23     | (a) The General Assembly finds that:   |
| 24     | (1) Arkansas Constitution, Amendment 98, also known as the   |
| 25     | "Arkansas Medical Marijuana Amendment of 2019", creates a medical marijuana                                  |
| 26     | program and authorizes the use of medical marijuana for certain medical                                      |
| 27     | <u>conditions;</u>   |
| 28     | (2) As with other medications, proper care and safety  |
| 29     | precautions are necessary to protect children and adults;  |
| 30     | (3) The Arkansas Code does not specify the regulation of the   |
| 31     | advertising or use of certain symbols relating to medical marijuana; and                                     |
| 32     | (4) It is necessary to protect the public health, safety, and  |
| 33     | welfare of the citizens of Arkansas to specify the regulation of the   |
| 34     | advertising or use of certain symbols relating to medical marijuana.   |
| 35     | (b) It is the intent of this act to prohibit certain advertising and   |
| 36     | use of certain symbols relating to medical marijuana.  |



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| 2  | SECTION 2. Arkansas Code Title 20, Chapter 56, Subchapter 3, is             |
| 3  | amended to add an additional section to read as follows:                    |
| 4  | 20-56-305. Prohibitions on advertising and use of certain symbols.          |
| 5  | (a)(1) A cultivation facility shall not advertise through any public        |
| 6  | medium or means designed to market products to the public.                  |
| 7  | (2) A cultivation facility may market products directly to a                |
| 8  | dispensary by any means directed solely to the dispensary and not available |
| 9  | to the public.  |
| 10 | (b)(1) Advertising for medical marijuana by a dispensary shall not:         |
| 11 | (A) Contain a statement that is deceptive, false, or                        |
| 12 | misleading;   |
| 13 | (B) Contain any content that can reasonably be considered                   |
| 14 | to target children, including without limitation:                           |
| 15 | (i) A cartoon character;  |
| 16 | <u>(ii) A toy; or</u>   |
| 17 | (iii) Any other similar item or image typically                             |
| 18 | marketed to children;   |
| 19 | (C) Encourage the transportation of medical marijuana                       |
| 20 | <u>across state lines;</u>  |
| 21 | (D) Display consumption of marijuana;                                       |
| 22 | (E) Contain material that encourages or promotes marijuana                  |
| 23 | <u>for use as an intoxicant; or</u>   |
| 24 | (F) Contain material that encourages excessive or rapid                     |
| 25 | <u>use or consumption of medical marijuana.</u>                             |
| 26 | (2) Advertising and marketing for medical marijuana shall                   |
| 27 | include at least one (1) of the following statements:                       |
| 28 | (A) "Marijuana is for use by qualified patients only. Keep                  |
| 29 | out of reach of children.";   |
| 30 | (B) "Marijuana use during pregnancy or breastfeeding poses                  |
| 31 | potential harms to an unborn child or child.";                              |
| 32 | (C) "Marijuana is not approved by the United States Food                    |
| 33 | and Drug Administration to treat, cure, or prevent any disease."; or        |
| 34 | (D) "Do not operate a vehicle or machinery under the                        |
| 35 | <u>influence of marijuana."</u>   |
| 36 | (3) A dispensary shall not make any deceptive, false, or                    |
|    |   |

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| 1  | misleading assertion or statement on any informational material, any sign, or |
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| 2  | any document provided to a consumer.  |
| 3  | (4) A dispensary shall not place or maintain, or cause to be                  |
| 4  | placed or maintained, any advertisement or marketing material for medical     |
| 5  | marijuana in the following locations:   |
| 6  | (A) Within one thousand feet (1,000') of the perimeter of                     |
| 7  | <u>a public or private school or daycare center;</u>                          |
| 8  | (B) On or in a public transit vehicle or public transit                       |
| 9  | shelter; or   |
| 10 | (C) On or in a publicly owned or operated property.                           |
| 11 | (5)(A) A dispensary shall not utilize television, radio, print                |
| 12 | media, or the internet to advertise and market medical marijuana, unless the  |
| 13 | dispensary has reliable evidence that no more than thirty percent (30%) of    |
| 14 | the audience for the program, publication, or website in or on which the      |
| 15 | advertisement is to air or appear is reasonably expected to be under eighteen |
| 16 | (18) years of age.  |
| 17 | (B) Upon request by the Alcoholic Beverage Control                            |
| 18 | Division, a dispensary shall provide the evidence relied upon to make the     |
| 19 | determination that no more than thirty percent (30%) of the audience for the  |
| 20 | program, publication, or website in or on which the advertisement is to air   |
| 21 | or appear is reasonably expected to be under eighteen (18) years of age.      |
| 22 | (6) A cultivation facility or dispensary shall not offer any                  |
| 23 | coupons, rebates, or promotions for medical marijuana purchases, unless       |
| 24 | offered as part of a compassionate care plan presented to the Medical         |
| 25 | Marijuana Commission as part of the application for licensure.                |
| 26 | (c)(1) A cultivation facility or dispensary shall have no more than           |
| 27 | three (3) signs visible to the general public from the public right-of-way    |
| 28 | that identify the cultivation facility or dispensary by the business name of  |
| 29 | <u>the cultivation facility or dispensary.</u>                                |
| 30 | (2) A sign shall not exceed thirty-six square feet (36 sq. ft.)               |
| 31 | <u>in length or width.</u>  |
| 32 | (3) A sign shall be placed inside the window of the cultivation               |
| 33 | facility or dispensary or attached to the outside of the building of the      |
| 34 | cultivation facility or dispensary.   |
| 35 | (4) A sign shall not display any content or symbol that:                      |
| 36 | (A) Can reasonably be considered to target children,                          |

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| 1        | including without limitation:   |
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| 2        | (i) A cartoon character;  |
| 3        | <u>(ii) A toy; or</u>   |
| 4        | (iii) A similar image or item typically marketed to                         |
| 5        | <u>children; or</u>   |
| 6        | (B) Is commonly associated with the practice of medicine                    |
| 7        | or the practice of pharmacy, including without limitation:                  |
| 8        | (i) A cross of any color;   |
| 9        | <u>(ii) A caduceus; or</u>  |
| 10       | (iii) Any other symbol that is commonly associated                          |
| 11       | with the practice of medicine, the practice of pharmacy, or health care, in |
| 12       | general.  |
| 13       |   |
| 14       |   |
| 15       | /s/Bledsoe  |
| 16       |   |
| 17       |   |
| 18       | <b>APPROVED:</b> 4/12/19  |
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