Senate Labor, Commerce & Tribal Affairs May 10, 2022

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Policy Issues

- Regulation of impairing cannabinoids
 - Youth access prevention
 - Consumer Safety
 - Employee Safety
- Determining what cannabinoids are considered impairing
 - THC
 - HHC
 - Interaction with CBD
- Economic impacts
 - Existing marketplace
 - Product innovation
- Federal legalization
 - Desired policies in place for future changes

Stakeholder Engagement Highlights

Deliberative Dialogues

Plant chemistry

Session 1

- 3 hours total

Session 2

- 5 scientist panel 4 scientist panel
 - 3 hours total
- 150 participants 120 participants

Associations +

- Cannabis Alliance
- Washington Cannabusiness Association
- WA Sun and Craft Association
- **Craft Cannabis Coalition**
- **Industrial Hemp Association**
- Patient Advocates

Government / Health

- Tribal Leaders (25+)
- Multi-state discussions on concepts
- Approach and comparison discussions with Oregon and Colorado
- FDA meeting on health, federal regulation, involvement, and legal issues
- Public health and prevention, WASPC, WAPA, Traffic Safety (WTSC), WA Impaired Driving Advisory Council (WIDAC), Healthy Youth (WHY) Coalition, Dept. of Health, and Dept. of Agriculture

Bill Draft Development

- Policy Statement
- Stakeholder brainstorming
- Independent research
- Discussions with scientists
- Public meetings / presentations
- Multiple bill drafts distributed to 300+ stakeholders/groups
- April 2021 November 2021

2022 Legislation Goals

- Protect public health and safety by:
 - Preventing youth access to impairing cannabinoids
 - Preventing unregulated sales of impairing cannabinoids
 - Creating a framework for regulating the production of impairing cannabinoids, beyond delta-9 THC
 - Protect consumer safety by modifying testing requirement for imported cannabinoids into the I-502 system
- Support industry interests and development:
 - Through adding an allowance to use minor cannabinoids,
 beyond CBD, to cannabis products within the I-502 market
 - Creating a framework for regulatory adaptability through agency rulemaking
 - Expand license privileges for marijuana processor licenses

Grapes Not restricted Not Impairing

Policy Comparison Alcohol vs Cannabis

Natural Hemp Not restricted Not Impairing



Determining what products need regulation



Alcohol = 0.5% Alcohol by Volume (ABV)

Wine: Age Restricted / Impairing



End Product:
Age Restricted / Impairing?





State Comparison

<u>Oregon</u>

"Adult Use Cannabinoid":

- Includes delta-8 THC
- Any artificially derived cannabinoid reasonably determined to have an intoxicating effect
- Artificially or naturally derived tetrahydrocannabinolic acids

- Industrial hemp commodity or product exceeding THC concentration levels established by OLCC in rule
- OLCC set a 0.5mg THC limit on hemp products

Colorado

"Adult Use Cannabis Product"

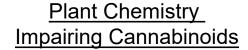
- All intoxicating cannabinoids
- Artificially derived cannabinoid or industrial hemp derived product not defined as industrial hemp product
- Any other chemical substance not defined in statute and that is identified by rule

Washington

- RCW does not allow LCB to engage in hemp regulation
- RCW prohibits synthetic THC
- RCW focuses on delta-9 THC as the primary regulated cannabinoid

Interim Policy, Outreach, and Rule Development Plans

Outreach Events
Rule
Development
Legislative
Development



Deliberative Dialogue #3 *April* 27, 2022 (114 Participants)

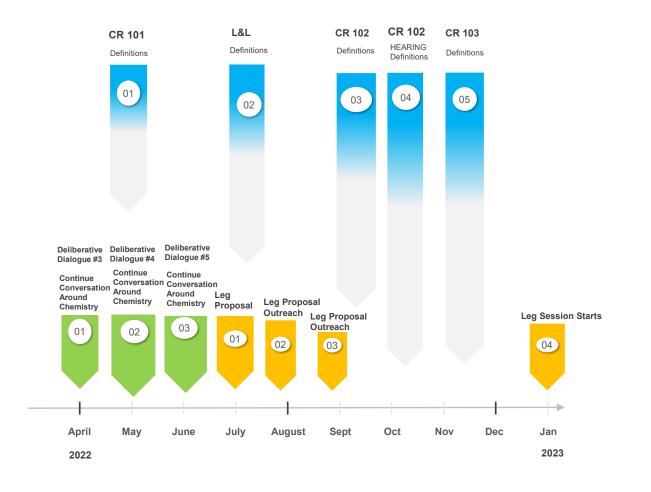
Deliberative Dialogue #4 May 31, 2022

Deliberative Dialogue #5 June 21, 2022

Rulemaking
Listen and Learn
July 07, 2022 (tentative)

Technical Workgroup

Development in 2022



Continuing Policy Considerations

- Impacts to WSP, crime and toxicology labs, local law enforcement
- Consumer and Employee safety
 - Related to synthetic cannabinoids
- Consumer awareness
- Behavioral health concerns
- Economic impacts
 - Regulated Cannabis Market
 - Hemp Market
- Adaptability to business innovation
- Ease of understanding definitions for all stakeholders
 - ASTM International (formerly American Society for Testing and Materials) recently acknowledged WA for proposing the use of impairing vs intoxicating as a standard.

Questions?