

Medical Marijuana Control Program

Status Update
July 19, 2018



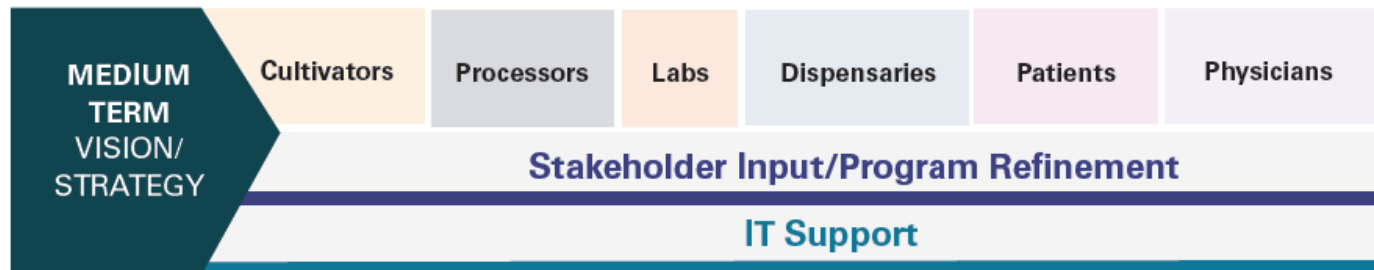
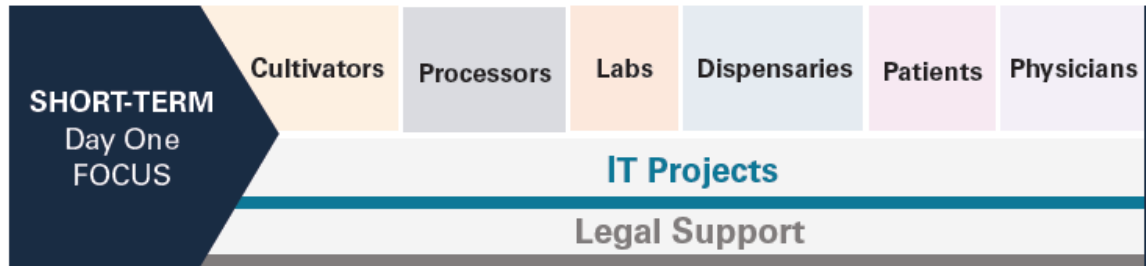


Guiding Principles

- ▶ Patient-centered and safe
- ▶ Responsive, data-driven, and transparent
- ▶ Flexible, scalable, and sustainable
- ▶ Characterized by consistency, integrity, and collaboration across one program



Strategy



Provisional Dispensary License Updates



Provisional Dispensary License

PDL Engagement

- ▶ June 19, 2018 Informational Session
- ▶ Email communication

Progress Toward Operation

- ▶ Advertising and continuing education approval processes
- ▶ Variance approval process
- ▶ Commenced employee licensing

119 Requests for Hearings

- ▶ 22 applicants have requested a total of 52 hearings

Reciprocity Updates

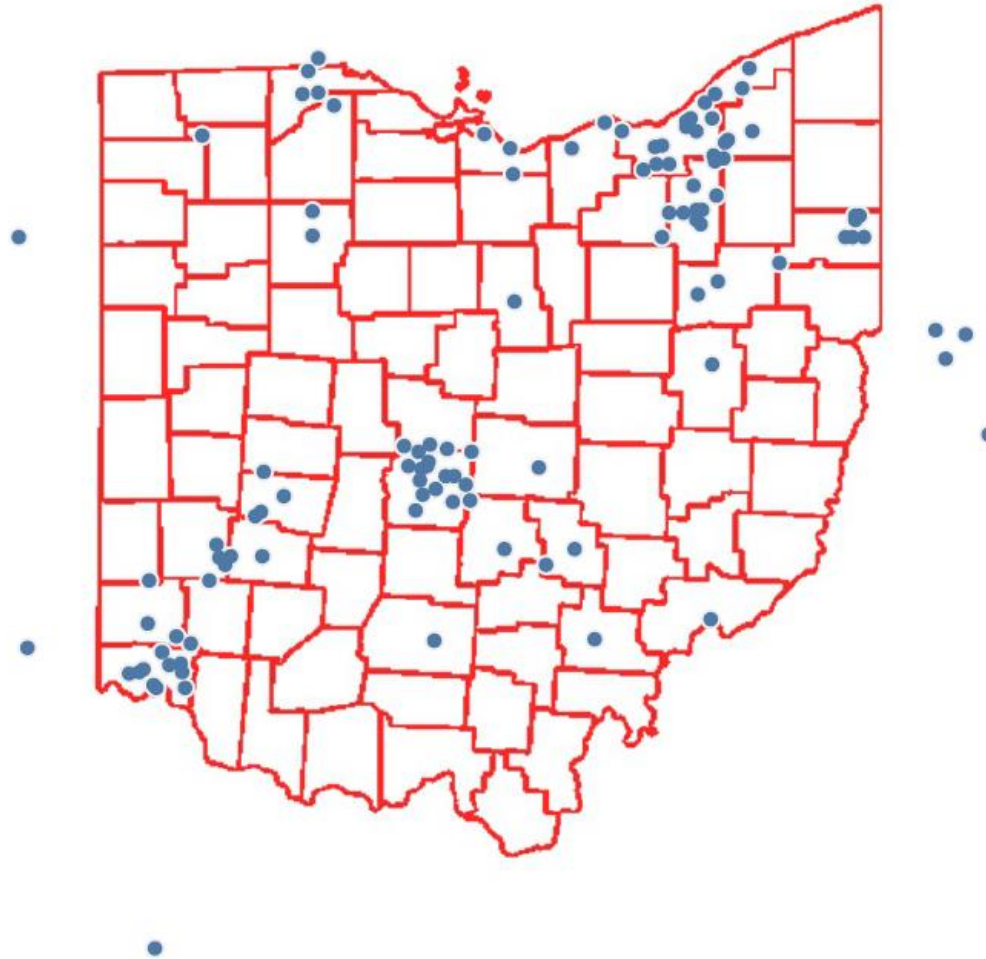
Reciprocity

- ▶ Contacted programs in 41 states
- ▶ 11 programs are unable to engage in reciprocity agreements at this time
- ▶ 7 states are reviewing legality or have requested additional information
- ▶ Ongoing negotiation with 1 state



Certificates to Recommend

- ▶ 46 CTR applications approved during July board meeting
- ▶ 185 total
- ▶ Licensees with CTR can be found at med.ohio.gov



- ▶ Note: Physicians may enter the address to which they wish to receive SMBO correspondence. This may differ from their practice address(es)

Cultivators and Processors



Cultivators

- ▶ Certificates of Operation
 - ▶ First: FN Group, Ravenna (dba Wellspring Fields)
 - ▶ Inspection timeline
 - ▶ Second: Agri-Med Ohio, Langsville (Meigs Co.)
- ▶ Cultivator inspection status
 - ▶ July: 3 (1 Level I, 2 Level II)
 - ▶ August: (5 Level I, 3 Level II)



Cultivators

- ▶ Requests for extension
 - ▶ 9-month deadlines: August 4 (Level II), August 30 (Level I)
 - ▶ Commerce requests for updates
 - ▶ Extension requests due 7/20 (Level II), 8/16 (Level I)
 - ▶ Current status
 - ▶ Standards for granting extensions



Cultivators

- ▶ Licensing updates
 - ▶ 119 hearing decision - Level II cultivator
 - ▶ Security section
 - ▶ Additional points secures minimum score
 - ▶ 13th license awarded - July 18



Cultivators

- ▶ Legal updates
 - ▶ 119 hearing status
 - ▶ Hearings resumed - 8 of 65 heard
 - ▶ 24 of remaining 56 scheduled
 - ▶ Litigation update
 - ▶ 5 total pending



Processors

- ▶ Scoring Process
 - ▶ Implementation of recommendations
 - ▶ Security section - minimal number
- ▶ Rollout Plan - two cycles
 1. Applicants who meet minimum criteria
 2. Clarification request - rescore and award to top-ranked remaining applicants



MMCP Budget

- ▶ Revenue: Licensing & registration fees
 - ▶ FY 2018: \$4.3 million
 - ▶ FY 2019: \$10.9 million
- ▶ Expenses
 - ▶ Payroll: \$1.3 million/\$2.9 million
 - ▶ Administrative: \$684,000/\$1.8 million
 - ▶ Contracts: \$2.4 million/\$5.9 million