## Going Green

Expanding New Jersey's Medicinal Marijuana Program



Jeff Brown Assistant Commissioner







## The Reason We Do This





## **World History**

- 8,000 BC: hemp cultivation in Japan
- Mentioned in texts since 2,727 BC (China)
  - Assyrians (Middle East),
     Ancient Greeks, Romans,
     Egyptians, medieval Arab
     society
- Used for arthritis, pain, inflammation, "mothers and children," and in religious ceremonies and funerals



Illustrations of *Cannabis* sativa in the Vienna Dioscorides, a pharmacological manuscript of the early 6<sup>th</sup> century



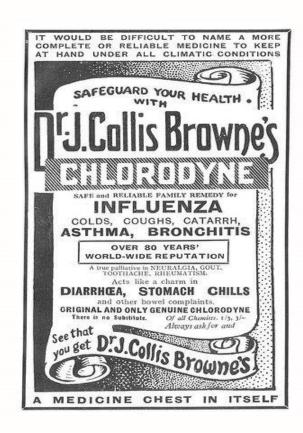
## History in the U.S.

- Colonies were directed to grow hemp
- Widely used as a patent medicine in the late 1800s to early 1900s
- Listed in U.S. Pharmacopoeia 1851 1942

Extractum Cannabis. Extract of Hemp.

An alcoholic extract of the dried tops of Cannabis sativa—variety Indica.

U.S. Pharmacopoeia, 1851 (3<sup>rd</sup> Ed)





#### Medicinal Marijuana in the US

- 34 states, DC, Guam, Puerto Rico, USVI have MMPs
- 12 states allow CBD products in limited situations

#### **Most Common Uses:**

- Chronic Pain/headaches
- Anxiety, depression
- IBD





#### **About the Program**



- 45,000 patients
  - Increase of more than 28,000 since beginning of the Murphy Administration.
- 940 physicians
- 1800 caregivers
- 6 Alternative Treatment Centers (ATCs) + 6 in the permitting process.

## **Executive Order #6: Expanding Access to Medicinal Marijuana**





#### **Executive Order #6**

- Directed the NJ Department of Health to review the Medicinal Marijuana Program to improve access to patients, reduce regulatory burdens, and increase physician participation
- 60 day timeline
- After internal review, issued Executive Order #6 Report to Governor on March 23, 2018



#### **Executive Order #6**

- Report included three sets of recommended actions:
  - ✓ Immediate (through executive action)
  - ✓ Regulatory (through rule-making process)
  - ✓ Statutory (through legislation)



Issued by Acting Commissioner Shereef Elnahal, M.D., M.B.A.

March 23, 2018



#### **E06: Immediate Action**

- Expanded conditions
- Reduced fees
- Physician name publication optional
- Mobile Access
- Allow ATC satellites
- Allow 2 caregiver per patient





#### **New Conditions**

#### **Qualifying Conditions**

#### **Debilitating:**

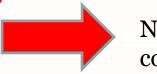
- Chronic pain related to musculoskeletal disorders
- Migraine
- **Anxiety**
- Chronic pain of visceral origin
- Tourette's Syndrome
- Amyotrophic lateral sclerosis
- Multiple sclerosis
- Terminal cancer
- Muscular dystrophy
- Inflammatory bowel disease (IBD), including Crohn's disease
- Forminal illness, if the physician has determined a prognosis of less than 12 months of life.

#### Resistance, or intolerance, to conventional therapy:

- Seizure disorder, including epilepsy
- Intractable skeletal muscular spasticity
- Glaucoma
- Post-Traumatic Stress Disorder (PTSD)

#### Severe or chronic pain, severe nausea or vomiting, cachexia or wasting syndrome resulting from the condition or treatment of:

- Positive status for human immunodeficiency virus (HIV)
- Acquired immune deficiency syndrome (AIDS)
- Cancer



Newly added conditions



#### EO6: Regulatory Action

- Streamline process for the addition of new conditions for treatment with medicinal marijuana
- Create separate endorsements in permitting process: dispensary, processor, cultivator
- Eliminate 10% THC limit
- Eliminate psychiatrist evaluation for minors



#### E06: Statutory Action

- Allow edible forms for all patients, not only minors
- Allow patients to go to more than one ATC at a time
- Allow marijuana as a first-line treatment for all approved conditions
- Eliminate 2 ounce per month limit for terminal patients
- Raise limit for all others over time
- Remove non-profit requirement for original ATCs



#### **E06: Future Considerations**

- Redesigning patient/physician portal
- Home delivery
- Using external labs for quality control
- Elimination of sales tax
- Review of ATC permitting and background check process



#### **Additional Reforms**

- Reduced wait time for new patient cards.
- Changed first certification period to give patients close to full 90 days.
- Started issuing provisional caregiver cards.
- Approved concentrated oil cartridges.

# Division of Medicinal Marijuana Biennial Report





### **Findings**

- Prices are not excessive, but are high and are artificially suppressing demand among patients.
- 2 ounce per month limit should be raised for all patients, removed for terminal patients.
- More ATCs are needed. Between 25-50 cultivation sites and 50-90 dispensaries.



#### **Prices at ATCs**

Dunce with Discount	% of Illegal Price
\$413.24	120%
\$387.69	113%
\$322.11	94%
\$332.00	97%
\$307.32	89%
	\$387.69 \$322.11 \$332.00

#### 2018

Alternative Treatment Center	Avg Ounce with Discount	
Greenleaf Compassion Center	\$409.52	119%
Harmony Foundation	\$401.87	117%
Garden State Dispensary	\$392.30	114%
Breakwater Dispensary	\$310.87	90%
Compassionate Care Foundation	\$321.22	94%
Curaleaf	\$316.51	92%

Source: ATC Inventory Management systems, compared against crowd-sourced price of illegal market on PriceOfWeed.com.



#### **Prices at ATCs**

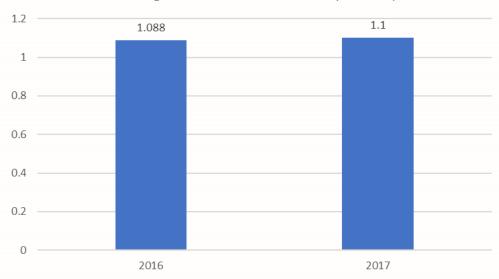
	1/8 Ounce Whole Flower	1/4 Ounce Whole Flower	Whole Ounce
ATC	Price	Price	
			\$460.00
Breakwater ATC (Cranbury)	\$58.00	\$115.00	
			\$472.00
Compassionate Care Foundation (Egg Harbor Twp)	\$59.00	\$118.00	
			\$360.00
Curaleaf (Bellmawr)	\$50.00	\$90.00	
			\$500.00
Garden State Dispensary (Woodbridge)	\$64.50	\$125.00	
			\$500.00
Greenleaf Compassion Center (Montclair)	\$65.00	\$125.00	
			\$480.00
Harmony Foundation (Secaucus)	\$60.00	\$120.00	

Source: ATC Menus, Sales Tax included



#### **Monthly Purchase Limit**





Source: Patient Registry – Average purchase amount among patients making a purchase in a given month.



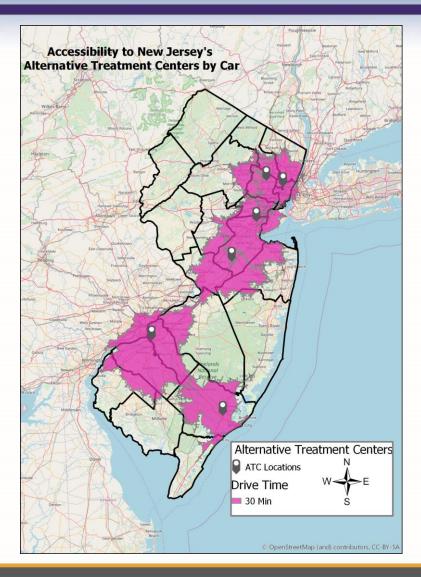
## **Monthly Purchase Limit**

Year	% of Patients Purchasing Up to Limit	# Number of Months
2016	6.82%	6 of 12 months
2016	24.24%	1 of 12 months
2017	8.62%	6 of 12 months
2017	27.71%	1 of 12 moths

Source: Patient Registry – Percentage of patients purchasing up to the limit in a specified time period.

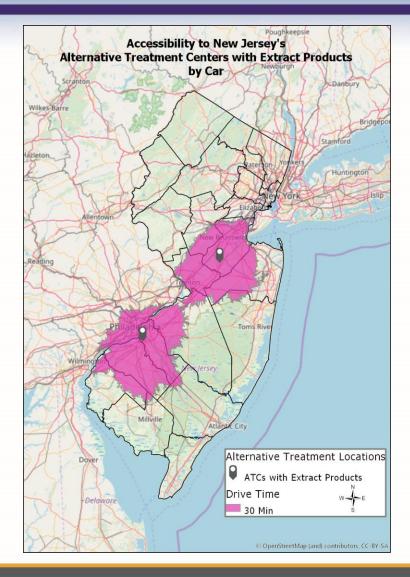


## ATC Needs Analysis – Drive Time



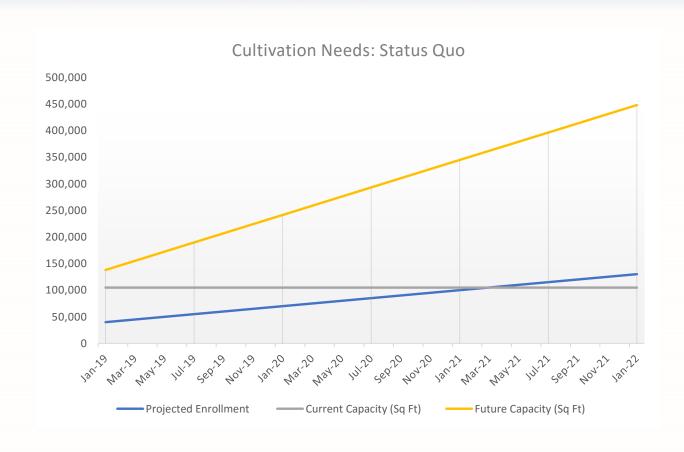


## ATC Needs Analysis – Drive Time



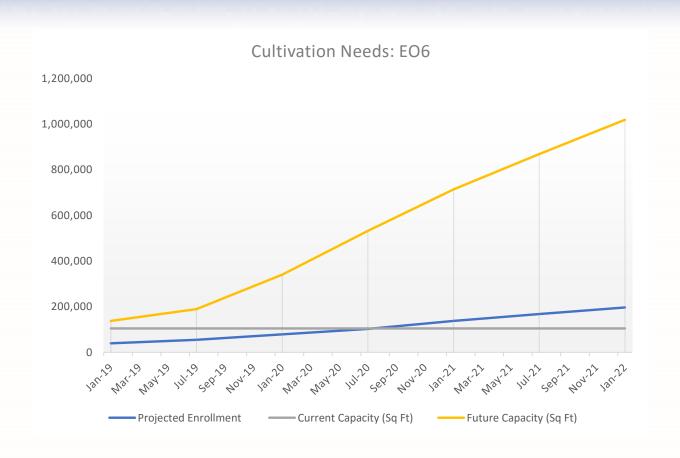


## ATC Needs Analysis – Cultivation Capacity





## ATC Needs Analysis – Cultivation Capacity







#### Current forms of medicinal marijuana in NJ

#### All Patients:

- Oral primarily lozenges that dissolve in the mouth
- Topical—oils, ointments, and other formulations that are meant to be absorbed through the skin
- Flower the "buds" that can be smoked, vaporized, or baked.
- Oil oils that contains extracted THC and CBD that can be vaporized.

#### Minors:

Edibles – tablets, capsules, drops or syrups that are ingested

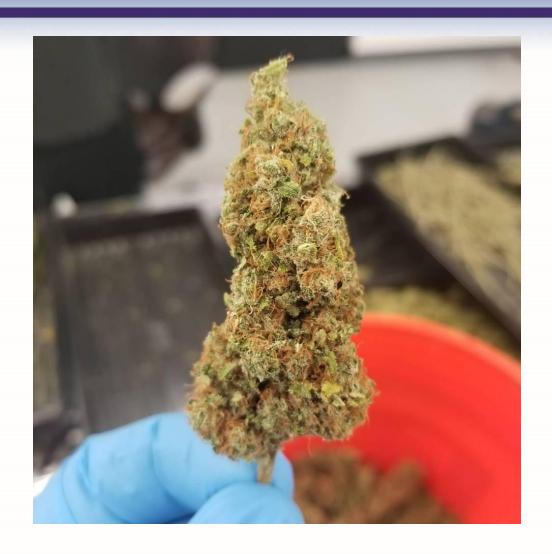


#### Plant Types:

- Cannabis Indica
- Cannabis Sativa
- Hybrid

#### Chemotypes:

- 1: High THC/Low CBD
- 2: THC/CBD ratio between .5 and 3.0
- 3: High CBD/Low THC





#### Lozenges/Edibles

- High-CBD
- High-THC
- CBD/THC

Pictured: three types of lozenges, all with 10:1 THC:CBD ratio.
Lozenges come in full dose (10 mg THC, 1 mg CBD), half (5 mg THC, .5 mg CBD) or quarter (2.5 mg THC, .25 mg CBD)





#### Oils













#### Physician requirements:

- Active NJ medical license, in good standing, issued by the Board of Medical Examiners;
- Active controlled dangerous substances (CDS) registration, issued by the NJ Division of Consumer Affairs, which is not subject to limitation; and
- Practice within the State of New Jersey.



#### **Patient Qualifications:**

- Proof of current New Jersey residency;
- Bona fide relationship with a physician; and
- Diagnosed with a qualifying medical condition.



**Bona fide relationship:** a relationship in which the physician has ongoing responsibility for the assessment, care and treatment of a patient's debilitating medical condition whereby:

- The physician-patient relationship must have existed for at least one year; or
- The physician has seen or assessed the patient for their debilitating medical condition on at least four office visits; or
- The physician, after a thorough medical history and physical examination of the patient, assumes the responsibility for providing management and care of the patient's debilitating medical condition.

## What's ahead?





## **Incentivizing Research**



Themed Issue: Cannabinoids in Biology and Medicine, Part I

#### **REVIEW**

# Taming THC: potential cannabis synergy and phytocannabinoid-terpenoid entourage effects

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GW Pharmaceuticals, Salisbury, Wiltshire, UK

DOI:10.1111/j.1476-5381.2011.01238.x www.brjpharmacol.org

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#### Keywords

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19 November 2010 Revised 29 December 2010 Accepted 12 January 2011



#### Legislative Reforms

SENATE, No. 10

## STATE OF NEW JERSEY

218th LEGISLATURE

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## Questions

