HB 3400-10 (LC 923) 6/8/15 (MBM/ps)

PROPOSED AMENDMENTS TO HOUSE BILL 3400

On page 1 of the printed bill, line 2, after "ORS" delete the rest of the 1 line and lines 3 through 5 and insert "181.534, 181.537, 475.300, 475.302, $\mathbf{2}$ 475.303, 475.304, 475.306, 475.309, 475.312, 475.314, 475.316, 475.319, 475.320, 3 475.323, 475.326, 475.328, 475.331, 475.334, 475.338, 475.340 and 475.342 and 4 section 2, chapter 79, Oregon Laws 2014; repealing ORS 475.324; and declar- $\mathbf{5}$ ing an emergency.". 6 Delete lines 7 through 27 and delete pages 2 through 33 and insert: 7 8 **"OREGON MEDICAL MARIJUANA ACT** 9 (Definitions) 10 11 "SECTION 1. ORS 475.302 is amended to read: 12"475.302. As used in ORS 475.300 to 475.346: 13 "(1) 'Attending physician' means a physician licensed under ORS chapter 14 677 who has primary responsibility for the care and treatment of a person 15diagnosed with a debilitating medical condition. 16 "[(2) 'Authority' means the Oregon Health Authority.] 17 "(2) 'Cannabinoid' means any of the chemical compounds that are 18 the active constituents of marijuana. 19 "(3) 'Cannabinoid concentrate' means a substance obtained by sep-20arating cannabinoids from marijuana by: 21"(a) A mechanical extraction process; 22

"(b) A chemical extraction process using a nonhydrocarbon-based
solvent, such as vegetable glycerin, vegetable oils, animal fats,
isopropyl alcohol or ethanol;

"(c) A chemical extraction process using the hydrocarbon-based
solvent carbon dioxide, provided that the process does not involve the
use of high heat or pressure; or

"(d) Any other process identified by the Oregon Health Authority,
in consultation with the Oregon Liquor Control Commission, by rule.

9 "(4) 'Cannabinoid edible' means food or potable liquid into which a
10 cannabinoid concentrate, cannabinoid extract or dried leaves or flow11 ers of marijuana have been incorporated.

"(5) 'Cannabinoid extract' means a substance obtained by separat ing cannabinoids from marijuana by:

"(a) A chemical extraction process using a hydrocarbon-based sol vent, such as butane, hexane or propane;

"(b) A chemical extraction process using the hydrocarbon-based
 solvent carbon dioxide, if the process uses high heat or pressure; or

"(c) Any other process identified by the Oregon Health Authority,
 in consultation with the Oregon Liquor Control Commission, by rule.

20 "[(3)] (6) 'Debilitating medical condition' means:

"(a) Cancer, glaucoma, agitation incident to Alzheimer's disease, positive
status for human immunodeficiency virus or acquired immune deficiency
syndrome, or a side effect related to the treatment of [*these*] **those** medical
conditions;

25 "(b) A medical condition or treatment for a medical condition that 26 produces, for a specific patient, one or more of the following:

27 "(A) Cachexia;

28 "(B) Severe pain;

29 "(C) Severe nausea;

30 "(D) Seizures, including seizures caused by epilepsy; or

1 "(E) Persistent muscle spasms, including spasms caused by multiple 2 sclerosis;

3 "(c) Post-traumatic stress disorder; or

"(d) Any other medical condition or side effect related to the treatment
of a medical condition adopted by the Oregon Health Authority by rule or
approved by the authority pursuant to a petition [*submitted*] filed under ORS
475.334.

8 "[(4)(a)] (7)(a) 'Delivery' has the meaning given that term in ORS 475.005.

9 "(b) 'Delivery' does not include transfer of[:]

"[(A)] marijuana by a registry identification cardholder to another regis try identification cardholder if no consideration is paid for the transfer[;].

"[(B) Usable marijuana or immature marijuana plants from a registry identification cardholder, the designated primary caregiver of a registry identification cardholder or a marijuana grow site to a medical marijuana facility registered under ORS 475.314; or]

"[(C) Usable marijuana or immature marijuana plants from a medical marijuana facility registered under ORS 475.314 to a registry identification cardholder or the designated primary caregiver of a registry identification cardholder.]

20 "[(5)] (8)(a) 'Designated primary caregiver' means an individual:

"(A) Who is 18 years of age or older;

"(B) Who has significant responsibility for managing the well-being of a
 person who has been diagnosed with a debilitating medical condition; and

"(C) Who is designated as [such on that] the person responsible for managing the well-being of a person who has been diagnosed with a debilitating medical condition on that person's application for a registry identification card or in other written notification submitted to the authority.

"(b) 'Designated primary caregiver' does not include [the] a person's at tending physician.

¹ "[(6) 'Marijuana' has the meaning given that term in ORS 475.005.]

2 "(9) 'High heat' means a temperature exceeding 180 degrees.

"(10) 'Immature marijuana plant' means a marijuana plant that is
not flowering.

"(11)(a) 'Marijuana' means the plant Cannabis family Cannabaceae,
any part of the plant Cannabis family Cannabaceae and the seeds of
the plant Cannabis family Cannabaceae.

8 "(b) 'Marijuana' does not include industrial hemp, as defined in
9 ORS 571.300.

"[(7)] (12) 'Marijuana grow site' means a location registered under ORS 475.304 where marijuana is produced for use by a registry identification cardholder.

"(13) 'Marijuana processing site' means a marijuana processing site
 registered under section 10 of this 2015 Act or a site for which an applicant has submitted an application for registration under section 10
 of this 2015 Act.

"(14) 'Mature marijuana plant' means a marijuana plant that is not
 an immature marijuana plant.

"(15)(a) 'Medical cannabinoid product' means a cannabinoid edible and any other product intended for human consumption or use, including a product intended to be applied to a person's skin or hair, that contains cannabinoids or dried leaves or flowers of marijuana.

23 "(b) 'Medical cannabinoid product' does not include:

24 "(A) Usable marijuana by itself;

25 **"(B) A cannabinoid concentrate by itself;**

- 26 "(C) A cannabinoid extract by itself; or
- 27 "(D) Industrial hemp, as defined in ORS 571.300.

"(16) 'Medical marijuana dispensary' means a medical marijuana
 dispensary registered under ORS 475.314 or a site for which an appli cant has submitted an application for registration under ORS 475.314.

"[(8)] (17) 'Medical use of marijuana' means the production, **processing**, possession, delivery[, *distribution*] or administration of marijuana, or **use of** paraphernalia used to administer marijuana, [as necessary for the exclusive *benefit of a person*] to mitigate the symptoms or effects of [the person's] **a** debilitating medical condition.

6 "[(9) 'Production' has the meaning given that term in ORS 475.005.]

"(18) 'Person designated to produce marijuana by a registry identification cardholder' means a person designated to produce marijuana by a registry identification cardholder under ORS 475.304 who produces marijuana for a registry identification cardholder at an address other than the address where the registry identification cardholder resides or at an address where more than 12 mature marijuana plants are produced.

"(19) 'Process' means the compounding or conversion of marijuana
 into medical cannabinoid products, cannabinoid concentrates or
 cannabinoid extracts.

17 "(20) 'Production' means:

18 "(a) Planting, cultivating, growing, trimming or harvesting
 19 marijuana; or

20 **"(b) Drying marijuana leaves or flowers.**

"[(10)] (20) 'Registry identification card' means a document issued by the Oregon Health Authority under ORS 475.309 that identifies a person authorized to engage in the medical use of marijuana and, if the person has a designated primary caregiver under ORS 475.312, the person's designated primary caregiver.

²⁶ "(21) 'Registry identification cardholder' means a person to whom ²⁷ a registry identification card has been issued under ORS 475.309.

"[(11)] (21)(a) 'Usable marijuana' means the dried leaves and flowers of
[the plant Cannabis family Moraceae, and any mixture or preparation thereof,
that are appropriate for medical use as allowed in ORS 475.300 to 475.346]

1 marijuana.

"(b) 'Usable marijuana' does not include:
"(A) The seeds, stalks and roots of [the plant.] marijuana; or
"(B) Waste material that is a by-product of producing marijuana.
"[(12)] (22) 'Written documentation' means a statement signed by the attending physician of a person diagnosed with a debilitating medical condition or copies of the person's relevant medical records.
"(Registry Identification Cardholders

and Designated Primary Caregivers)

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¹² "SECTION 2. ORS 475.309 is amended to read:

¹³ "475.309. [(1) Except as provided in ORS 475.316, 475.320 and 475.342, a ¹⁴ person engaged in or assisting in the medical use of marijuana is excepted ¹⁵ from the criminal laws of the state for possession, delivery or production of ¹⁶ marijuana, aiding and abetting another in the possession, delivery or pro-¹⁷ duction of marijuana or any other criminal offense in which possession, de-¹⁸ livery or production of marijuana is an element if the following conditions ¹⁹ have been satisfied:]

"[(a)(A) The person holds a registry identification card issued pursuant to this section, has applied for a registry identification card pursuant to subsection (9) of this section, is the designated primary caregiver of the cardholder or applicant, or is the person responsible for a marijuana grow site that is producing marijuana for the cardholder and is registered under ORS 475.304; and]

²⁶ "[(B) The person who has a debilitating medical condition, the person's ²⁷ primary caregiver and the person responsible for a marijuana grow site that ²⁸ is producing marijuana for the cardholder and is registered under ORS ²⁹ 475.304 are collectively in possession of, delivering or producing marijuana for ³⁰ medical use in amounts allowed under ORS 475.320; or]

"[(b) The person is responsible for or employed by a medical marijuana facility registered under ORS 475.314 and does not commit any of the acts described in this subsection anywhere other than at the medical marijuana facility.]

"[(2) The Oregon Health Authority shall establish and maintain a program $\mathbf{5}$ for the issuance of registry identification cards to persons who meet the re-6 quirements of this section. Except as provided in subsection (3) of this section, 7 the authority shall issue a registry identification card to any person who pays 8 9 a fee in the amount established by the authority and provides the following:] "[(a) Valid, written documentation from the person's attending physician 10 stating that the person has been diagnosed with a debilitating medical condi-11 tion and that the medical use of marijuana may mitigate the symptoms or ef-12 fects of the person's debilitating medical condition;] 13

14 "[(b) The name, address and date of birth of the person;]

"[(c) The name, address and telephone number of the person's attending
 physician;]

"[(d) The name and address of the person's designated primary caregiver,
if the person has designated a primary caregiver at the time of application;
and]

²⁰ "[(e) A written statement that indicates whether the marijuana used by the ²¹ cardholder will be produced at a location where the cardholder or designated ²² primary caregiver is present or at another location.]

²³ "[(3) The authority shall issue a registry identification card to a person ²⁴ who is under 18 years of age if the person submits the materials required un-²⁵ der subsection (2) of this section, and the custodial parent or legal guardian ²⁶ with responsibility for health care decisions for the person under 18 years of ²⁷ age signs a written statement that:]

²⁸ "[(a) The attending physician of the person under 18 years of age has ex-²⁹ plained to that person and to the custodial parent or legal guardian with re-³⁰ sponsibility for health care decisions for the person under 18 years of age the

1 possible risks and benefits of the medical use of marijuana;]

2 "[(b) The custodial parent or legal guardian with responsibility for health 3 care decisions for the person under 18 years of age consents to the use of 4 marijuana by the person under 18 years of age for medical purposes;]

5 "[(c) The custodial parent or legal guardian with responsibility for health 6 care decisions for the person under 18 years of age agrees to serve as the des-7 ignated primary caregiver for the person under 18 years of age; and]

8 "[(d) The custodial parent or legal guardian with responsibility for health 9 care decisions for the person under 18 years of age agrees to control the ac-10 quisition of marijuana and the dosage and frequency of use by the person un-11 der 18 years of age.]

"[(4) A person applying for a registry identification card pursuant to this 12 section may submit the information required in this section to a county health 13 department for transmittal to the authority. A county health department that 14 receives the information pursuant to this subsection shall transmit the infor-15mation to the authority within five days of receipt of the information. Infor-16 mation received by a county health department pursuant to this subsection 17 shall be confidential and not subject to disclosure, except as required to 18 transmit the information to the authority.] 19

20 "[(5)(a) The authority shall verify the information contained in an applica-21 tion submitted pursuant to this section and shall approve or deny an applica-22 tion within thirty days of receipt of the application.]

"[(b) In addition to the authority granted to the authority under ORS 475.316 to deny an application, the authority may deny an application for the following reasons:]

²⁶ "[(A) The applicant did not provide the information required pursuant to ²⁷ this section to establish the applicant's debilitating medical condition and to ²⁸ document the applicant's consultation with an attending physician regarding ²⁹ the medical use of marijuana in connection with such condition, as provided ³⁰ in subsections (2) and (3) of this section;]

"[(B) The authority determines that the information provided was falsified;
or]

"[(C) The applicant has been prohibited by a court order from obtaining a
registry identification card.]

5 "[(c) Denial of a registry identification card shall be considered a final 6 authority action, subject to judicial review. Only the person whose application 7 has been denied, or, in the case of a person under the age of 18 years of age 8 whose application has been denied, the person's parent or legal guardian, shall 9 have standing to contest the authority's action.]

"[(d) Any person whose application has been denied may not reapply for six months from the date of the denial, unless so authorized by the authority or a court of competent jurisdiction.]

"[(6)(a) If the authority has verified the information submitted pursuant to subsections (2) and (3) of this section and none of the reasons for denial listed in subsection (5)(b) of this section is applicable, the authority shall issue a serially numbered registry identification card within five days of verification of the information. The registry identification card shall state:]

18 "[(A) The cardholder's name, address and date of birth;]

19 "[(B) The date of issuance and expiration date of the registry identification 20 card;]

21 "[(C) The name and address of the person's designated primary caregiver, 22 if any;]

²³ "[(D) Whether the marijuana used by the cardholder will be produced at ²⁴ a location where the cardholder or designated primary caregiver is present or ²⁵ at another location; and]

26 "[(E) Any other information that the authority may specify by rule.]

"[(b) When the person to whom the authority has issued a registry identification card pursuant to this section has specified a designated primary caregiver, the authority shall issue an identification card to the designated primary caregiver. The primary caregiver's registry identification card shall

1 contain the information provided in paragraph (a) of this subsection.]

2 "[(7)(a) A person who possesses a registry identification card shall:]

"[(A) Notify the authority of any change in the person's name, address, attending physician or designated primary caregiver.]

5 "[(B) If applicable, notify the designated primary caregiver of the 6 cardholder, the person responsible for the marijuana grow site that produces 7 marijuana for the cardholder and any person responsible for a medical 8 marijuana facility that transfers usable marijuana or immature marijuana 9 plants to the cardholder under ORS 475.314 of any change in status including, 10 but not limited to:]

11 "[(i) The assignment of another individual as the designated primary 12 caregiver of the cardholder;]

"[(ii) The assignment of another individual as the person responsible for a
 marijuana grow site producing marijuana for the cardholder; or]

"[(iii) The end of the eligibility of the cardholder to hold a valid registry
identification card.]

17 "[(C) Annually submit to the authority:]

"[(i) Updated written documentation from the cardholder's attending physician of the person's debilitating medical condition and that the medical use of marijuana may mitigate the symptoms or effects of the person's debilitating medical condition; and]

22 "[(ii) The name of the person's designated primary caregiver if a primary 23 caregiver has been designated for the upcoming year.]

"[(b) If a person who possesses a registry identification card fails to comply with this subsection, the card shall be deemed expired. If a registry identification card expires, the identification card of any designated primary caregiver of the cardholder shall also expire.]

²⁸ "[(8)(a) A person who possesses a registry identification card pursuant to ²⁹ this section and who has been diagnosed by the person's attending physician ³⁰ as no longer having a debilitating medical condition or whose attending physician has determined that the medical use of marijuana is contraindicated for
the person's debilitating medical condition shall return the registry identification card and any other associated Oregon Medical Marijuana Program
cards to the authority within 30 calendar days of notification of the diagnosis
or notification of the contraindication.]

6 "[(b) If, due to circumstances beyond the control of the registry identifica-7 tion cardholder, a cardholder is unable to obtain a second medical opinion 8 about the cardholder's continuing eligibility to use medical marijuana before 9 the 30-day period specified in paragraph (a) of this subsection has expired, the 10 authority may grant the cardholder additional time to obtain a second opinion 11 before requiring the cardholder to return the registry identification card and 12 any associated cards.]

"[(9) A person who has applied for a registry identification card pursuant 13 to this section but whose application has not yet been approved or denied, and 14 who is contacted by any law enforcement officer in connection with the person's 15administration, possession, delivery or production of marijuana for medical use 16 may provide to the law enforcement officer a copy of the written documentation 17 submitted to the authority pursuant to subsection (2) or (3) of this section and 18 proof of the date of mailing or other transmission of the documentation to the 19 authority. This documentation shall have the same legal effect as a registry 20identification card until such time as the person receives notification that the 21application has been approved or denied.] 22

²³ "[(10)(a) A registry identification cardholder has the primary responsibility ²⁴ of notifying the designated primary caregiver, the person responsible for the ²⁵ marijuana grow site that produces marijuana for the cardholder and any per-²⁶ son responsible for a medical marijuana facility that transfers usable ²⁷ marijuana or immature marijuana plants to the cardholder under ORS 475.314 ²⁸ of any change in status of the cardholder.]

29 "[(b) If the authority is notified by the cardholder that a primary caregiver 30 or person responsible for a marijuana grow site has changed, the authority shall notify the primary caregiver or the person responsible for the marijuana
grow site by mail at the address of record confirming the change in status and
informing the caregiver or person responsible for the marijuana grow site that
their card is no longer valid and must be returned to the authority.]

"[(11) The authority shall revoke the registry identification card of a $\mathbf{5}$ cardholder if a court has issued an order that prohibits the cardholder from 6 participating in the medical use of marijuana or otherwise participating in the 7 Oregon Medical Marijuana Program under ORS 475.300 to 475.346. The 8 cardholder shall return the registry identification card to the authority within 9 seven calendar days of notification of the revocation. If the cardholder is a 10 patient, the patient shall return the patient's card and all other associated 11 Oregon Medical Marijuana Program cards.] 12

"[(12) The authority shall revoke the registration of a medical marijuana facility registered under ORS 475.314 if a court has issued an order that prohibits the person responsible for the medical marijuana facility from participating in the Oregon Medical Marijuana Program under ORS 475.300 to 475.346.]

"[(13) The authority and employees and agents of the authority acting within the course and scope of their employment are immune from any civil liability that might be incurred or imposed for the performance of or failure to perform duties required by this section.]

"(1) The Oregon Health Authority shall establish a program for the
 issuance of registry identification cards to applicants who meet the
 requirements of this section.

"(2) The authority shall issue a registry identification card to an applicant who is 18 years of age or older if the applicant pays a fee in an amount established by the authority by rule and submits to the authority an application containing the following information:

"(a) Written documentation from the applicant's attending physi cian stating that the attending physician has diagnosed the applicant

as having a debilitating medical condition and that the medical use
of marijuana may mitigate the symptoms or effects of the applicant's
debilitating medical condition;

4 "(b) The name, address and date of birth of the applicant;

5 "(c) The name, address and telephone number of the applicant's
6 attending physician;

7 "(d) Proof of residency, as required by the authority by rule;

"(e) The name and address of the applicant's designated primary
caregiver, if the applicant is designating a primary caregiver under
ORS 475.312; and

"(f) The information described in ORS 475.304 (2), if the applicant
 is applying to produce marijuana or designate another person under
 ORS 475.304 to produce marijuana.

"(3)(a) The authority shall issue a registry identification card to an
 applicant who is under 18 years of age if:

"(A) The applicant pays the fee and submits the application de scribed in subsection (2) of this section; and

"(B) The custodial parent or legal guardian who is responsible for
 the health care decisions of the applicant signs and submits to the
 authority a written statement that:

"(i) The applicant's attending physician has explained to the appli cant and to the custodial parent or legal guardian the possible risks
 and benefits of the medical use of marijuana;

"(ii) The custodial parent or legal guardian consents to the medical
use of marijuana by the applicant;

"(iii) The custodial parent or legal guardian agrees to serve as the
 applicant's designated primary caregiver; and

"(iv) The custodial parent or legal guardian agrees to control the
 acquisition, dosage and frequency of the medical use of marijuana by
 the applicant.

1 "(b) An applicant who is under 18 years of age may not apply to 2 produce marijuana under subsection (2)(f) of this section.

"(4) The authority shall approve or deny an application within 30
days after receiving the application.

"(5)(a) If the authority approves an application, the authority shall
issue a serially numbered registry identification card to the applicant
within five days after approving the application. The registry identification card must include the following information:

9 "(A) The registry identification cardholder's name, address and date
10 of birth;

"(B) The issuance date and expiration date of the registry identifi cation card;

"(C) If the registry identification cardholder designated a primary
 caregiver under ORS 475.312, the name and address of the registry
 identification cardholder's designated primary caregiver; and

16 "(D) Any other information required by the authority by rule.

"(b) If the registry identification cardholder designated a primary
caregiver under ORS 475.312, the authority shall issue an identification
card to the designated primary caregiver. The identification card must
contain the information required by paragraph (a) of this subsection.

21 **"(6) A registry identification cardholder shall:**

"(a) In a form and manner prescribed by the authority, notify the
 authority of any change concerning the registry identification
 cardholder's:

²⁵ "(A) Name, address or attending physician;

"(B) Designated primary caregiver, including the designation of a
 primary caregiver made at a time other than at the time of applying
 for or renewing a registry identification card; or

"(C) Person responsible for a marijuana grow site, including the
 designation of a person responsible for a marijuana grow site made at

a time other than at the time of applying for or renewing a registry
identification card.

"(b) Annually renew the registry identification card by paying a fee
in an amount established by the authority by rule and submitting to
the authority an application that contains the following information:

6 "(A) Updated written documentation from the registry identifica-7 tion cardholder's attending physician stating that the registry iden-8 tification cardholder still has a debilitating medical condition and that 9 the medical use of marijuana may mitigate the symptoms or effects 10 of the registry identification cardholder's debilitating medical condi-11 tion;

"(B) The information described in subsection (2)(b) to (f) of this
 section; and

"(C) If the registry identification cardholder is under 18 years of age, a statement signed by the custodial parent or legal guardian of the registry identification cardholder that meets the requirements of subsection (3) of this section.

"(7)(a) If the registry identification cardholder's attending physician 18 determines that the registry identification cardholder no longer has a 19 debilitating medical condition or determines that the medical use of 20marijuana is contraindicated for the registry identification 21cardholder's debilitating medical condition, the registry identification 22cardholder shall return the registry identification card to the author-23ity within 30 calendar days after receiving notice of the determination. 24"(b) If, because of circumstances beyond the control of the registry 25identification cardholder, a registry identification cardholder is unable 26to obtain a second medical opinion about the registry identification 27cardholder's continuing eligibility for the medical use of marijuana 28

³⁰ ity, the authority may grant the registry identification cardholder ad-

before having to return the registry identification card to the author-

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1 ditional time to obtain a second medical opinion.

"(8)(a) The authority may deny an application for a registry identification card or an application to renew a registry identification card,
or may suspend or revoke a registry identification card, if:

5 "(A) The applicant or registry identification cardholder does not 6 provide the information required by this section;

"(B) The authority determines that the applicant or registry identification cardholder provided false information; or

"(C) The authority determines that the applicant or registry identification cardholder violated a provision of ORS 475.300 to 475.346 or
a rule adopted under ORS 475.300 to 475.346.

"(b) If a registry identification card is revoked, any associated
 identification card issued under subsection (5)(b) of this section, or
 marijuana grow site registration card issued under ORS 475.304 (6),
 shall also be revoked.

"(c) A person whose application is denied, or whose registry identification card is revoked, under this subsection may not reapply for a registry identification card for six months from the date of the denial or revocation unless otherwise authorized by the authority.

"(9)(a) The authority may deny a designation of a primary caregiver made under ORS 475.312, or suspend or revoke an associated identification card issued under subsection (5)(b) of this section, if the authority determines that the designee or the registry identification cardholder violated a provision of ORS 475.300 to 475.346 or a rule adopted under ORS 475.300 to 475.346.

"(b) A person whose designation has been denied, or whose identification card has been revoked, under this subsection may not be designated as a primary caregiver under ORS 475.312 for six months from the date of the denial or revocation unless otherwise authorized by the authority.

"(10) Notwithstanding subsection (2) or (6)(b) of this section, if an 1 applicant for a registry identification card, or a registry identification $\mathbf{2}$ cardholder applying for renewal of a registry identification card, sub-3 mits to the authority proof of having served in the Armed Forces of 4 the United States and of having been diagnosed with post-traumatic $\mathbf{5}$ stress disorder, the authority may not impose a fee that is greater 6 than \$20 for the issuance or renewal of the registry identification card. 7 "SECTION 3. ORS 475.312 is amended to read: 8

9 "475.312. (1) If a person who [possesses a registry identification card issued 10 pursuant to ORS 475.309] is applying for a registry identification card 11 under ORS 475.309, or who is a registry identification cardholder, 12 chooses to [have a designated] designate, or to change the designation 13 of, a primary caregiver, the person must [designate the primary caregiver by 14 including] include the primary caregiver's name and address:

15 "(a) On the person's application for a registry identification card;

16 "[(b) In the annual updated information required under ORS 475.309; or]

"(b) On the person's application to renew a registry identification
 card; or

"(c) In a [*written*,] form and manner prescribed by the authority, in
a signed statement [*submitted to*] notifying the Oregon Health Authority
of the designation.

"(2) A [person described in this section] registry identification
 cardholder may have only one designated primary caregiver at any given
 time.

"(3) If a registry identification cardholder who previously designated
a primary caregiver chooses to designate a different primary caregiver,
the authority shall notify the previous designee of the new designation
and issue an identification card to the newly designated primary
caregiver.

30 "SECTION 4. The amendments to ORS 475.309 and 475.312 by

1 sections 2 and 3 of this 2015 Act apply to:

"(1) Applications received by the Oregon Health Authority for a
registry identification card on or after the operative date specified in
section 48 of this 2015 Act;

"(2) Applications received by the authority to renew a registry
identification card on or after the operative date specified in section
48 of this 2015 Act; and

"(3) Registry identification cards updated by the authority on or
after the operative date specified in section 48 of this 2015 Act.

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"(Medical Marijuana Producers)

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"SECTION 5. ORS 475.304 is amended to read:

¹⁴ "475.304. [(1) The Oregon Health Authority shall establish by rule a ¹⁵ marijuana grow site registration system to authorize production of marijuana ¹⁶ by a registry identification cardholder, a designated primary caregiver who ¹⁷ grows marijuana for the cardholder or a person who is responsible for a ¹⁸ marijuana grow site. The marijuana grow site registration system adopted ¹⁹ must require a registry identification cardholder to submit an application to ²⁰ the authority that includes:]

21 "[(a) The name of the person responsible for the marijuana grow site;]

22 "[(b) The address of the marijuana grow site;]

23 "[(c) The registry identification card number of the registry cardholder for 24 whom the marijuana is being produced; and]

²⁵ "[(d) Any other information the authority considers necessary.]

"[(2) The authority shall issue a marijuana grow site registration card to
a registry identification cardholder who has met the requirements of subsection
(1) of this section.]

29 "[(3) A person who has been issued a marijuana grow site registration card 30 under this section must display the registration card at the marijuana grow 1 site at all times when marijuana is being produced.]

"[(4) A marijuana grow site registration card must be obtained and posted
for each registry identification cardholder for whom marijuana is being
produced at a marijuana grow site.]

5 "[(5) All usable marijuana, plants, seedlings and seeds associated with the 6 production of marijuana for a registry identification cardholder by a person 7 responsible for a marijuana grow site are the property of the registry identifi-8 cation cardholder and must be provided to the registry identification 9 cardholder, or, if the marijuana is usable marijuana or an immature 10 marijuana plant, transferred to a medical marijuana facility registered under 11 ORS 475.314, upon request.]

"[(6)(a) The authority shall conduct a criminal records check under ORS
 181.534 of any person whose name is submitted as a person responsible for a
 marijuana grow site.]

"[(b) A person convicted of a Class A or Class B felony under ORS 475.752
to 475.920 for the manufacture or delivery of a controlled substance in Schedule
I or Schedule II may not be issued a marijuana grow site registration card
or produce marijuana for a registry identification cardholder for five years
from the date of conviction.]

²⁰ "[(c) A person convicted more than once of a Class A or Class B felony ²¹ under ORS 475.752 to 475.920 for the manufacture or delivery of a controlled ²² substance in Schedule I or Schedule II may not be issued a marijuana grow ²³ site registration card or produce marijuana for a registry identification ²⁴ cardholder.]

²⁵ "[(7) A registry identification cardholder or the designated primary ²⁶ caregiver of the cardholder may reimburse the person responsible for a ²⁷ marijuana grow site for the costs of supplies and utilities associated with the ²⁸ production of marijuana for the registry identification cardholder. No other ²⁹ costs associated with the production of marijuana for the registry identification ³⁰ cardholder, including the cost of labor, may be reimbursed.]

1 "[(8) The authority may adopt rules imposing a fee in an amount estab-2 lished by the authority for registration of a marijuana grow site under this 3 section.]

"(1)(a) The Oregon Health Authority shall establish by rule a marijuana grow site registration system to track and regulate the production of marijuana by a registry identification cardholder or a person designated by the registry identification cardholder to produce marijuana for the registry identification cardholder.

9 "(b) Except as provided in paragraph (c) of this subsection, a person
10 may not produce marijuana unless the person is registered under this
11 section.

"(c) Paragraph (b) of this subsection does not apply to a the production of marijuana as provided in sections 3 to 70, chapter 1, Oregon
Laws 2015, or as otherwise provided for by the statutory laws of this
state.

"(2) Rules adopted under this section must require an applicant for 16 a registry identification card, or a registry identification cardholder 17 who produces marijuana or who designates another person to produce 18 marijuana, to submit an application to the authority containing the 19 following information at the time of making an application under ORS 20475.309 (2), renewing a registry identification card under ORS 475.309 21(6)(b), or notifying the authority of a change under ORS 475.309 (6)(a): 22"(a) The name of the person responsible for the marijuana grow 23site; 24

"(b) Proof that the person responsible for the marijuana grow site
has been a resident of this state for two or more years and is 21 years
of age or older;

28 "(c) The address of the marijuana grow site; and

"(d) Any other information that the authority considers necessary
to track the production of marijuana under ORS 475.300 to 475.346.

"(3)(a) The authority shall conduct a criminal records check under
ORS 181.534 of any person whose name is submitted under this section
as the person responsible for a marijuana grow site.

"(b) A person convicted of a Class A or Class B felony under ORS
475.752 to 475.920 for the manufacture or delivery of a controlled substance in Schedule I or Schedule II may not act as or be designated a
person responsible for a marijuana grow site for five years from the
date of conviction.

"(c) A person convicted more than once of a Class A or Class B
felony under ORS 475.752 to 475.920 for the manufacture or delivery of
a controlled substance in Schedule I or Schedule II may not act as or
be designated a person responsible for a marijuana grow site.

"(4) Subject to subsection (11) of this section, the authority shall
 issue a marijuana grow site registration card if the requirements of
 subsections (2) and (3) of this section are met.

"(5) A person who holds a marijuana grow site registration card
 under this section must display the card at the marijuana grow site
 at all times.

"(6) A marijuana grow site registration card must be obtained and
 posted for each registry identification cardholder for whom marijuana
 is being produced at a marijuana grow site.

"(7)(a) All seeds, immature marijuana plants, mature marijuana plants and usable marijuana associated with the production of marijuana for a registry identification cardholder by a person responsible for a marijuana grow site are the property of the registry identification cardholder.

"(b) All seeds, immature marijuana plants, mature marijuana plants and usable marijuana associated with the production of marijuana for a registry identification cardholder by a person responsible for a marijuana grow site must be transferred to the registry identification cardholder upon the request of the registry identification
 cardholder.

"(c) All usable marijuana associated with the production of marijuana for a registry identification cardholder by a person responsible for a marijuana grow site must be transferred to a marijuana processing site upon the request of the registry identification cardholder. For purposes of this paragraph, a request to transfer usable marijuana constitutes an assignment of the right to possess the usable marijuana.

"(d) All seeds, immature marijuana plants and usable marijuana 10 associated with the production of marijuana for a registry identifica-11 tion cardholder by a person responsible for a marijuana grow site must 12be transferred to a medical marijuana dispensary upon request of the 13 registry identification cardholder. For purposes of this paragraph, a 14 request to transfer seeds, immature marijuana plants or usable 15 marijuana constitutes an assignment of the right to possess the seeds, 16 immature marijuana plants or usable marijuana. 17

"(e) Information related to transfers made under this subsection
must be submitted to the authority in the manner required by section
6 of this 2015 Act.

"(8) A registry identification cardholder, or the designated caregiver of a registry identification cardholder, may reimburse a person responsible for a marijuana grow site for all costs associated with the production of marijuana for the registry identification cardholder.

25 **"(9) The authority may inspect:**

"(a) The marijuana grow site of a person designated to produce marijuana by a registry identification cardholder to ensure compliance with this section and section 6 of this 2015 Act and ORS 475.320 and any rule adopted under this section and section 6 of this 2015 Act and ORS 475.320; and

"(b) The records of the marijuana grow site of a person designated
to produce marijuana by a registry identification cardholder to ensure
compliance with this section and section 6 of this 2015 Act and any rule
adopted under this section and section 6 of this 2015 Act.

5 "(10) The authority may refuse to register a registry identification 6 cardholder or a designee under this section or may suspend or revoke 7 the registration of a person responsible for a marijuana grow site if 8 the authority determines that the applicant or the person responsible 9 for a marijuana grow site violated a provision of ORS 475.300 to 475.346, 10 a rule adopted under ORS 475.300 to 475.346 or an ordinance adopted 11 pursuant to section 2, chapter 79, Oregon Laws 2014.

12 "(11) The authority may require a person responsible for a 13 marijuana grow site, prior to issuing a marijuana grow site registra-14 tion card under subsection (4) of this section, to pay a fee reasonably 15 calculated to pay costs incurred under this section and sections 6 and 16 14 of this 2015 Act.

"SECTION 6. (1) A person designated to produce marijuana by a
registry identification cardholder must submit to the Oregon Health
Authority, in a form and manner established by the authority by rule,
the following information related to the production of marijuana:

"(a) The number of mature marijuana plants and immature marijuana plants, the amount of marijuana leaves and flowers being dried, and the amount of usable marijuana, in the person's possession; "(b) The number of mature marijuana plants and immature marijuana plants, and the amount of usable marijuana, that the person transfers to each registry identification cardholder for whom the person produces marijuana;

"(c) The amount of usable marijuana that the person transfers to
 each marijuana processing site; and

30 "(d) The number of immature marijuana plants, and the amount

of usable marijuana, that the person transfers to each medical
 marijuana dispensary.

"(2) The authority shall by rule require a person designated to produce marijuana by a registry identification cardholder to submit the information described in subsection (1) of this section once each month. The authority may not employ any method other than that described in this section to obtain information related to the production of marijuana from a person designated to produce marijuana 9 by a registry identification cardholder.

"(3) In addition to submitting the information as required by subsection (1) of this section, a person designated to produce marijuana by a registry identification cardholder must keep a record of the information described in subsection (1) of this section for two years after the date on which the person submits the information to the authority.

16 "SECTION 6a. (1) Except as provided in subsection (2) of this sec-17 tion, section 6 of this 2015 Act and the amendments to ORS 475.304 by 18 section 5 of this 2015 Act apply to persons who have registered with 19 the Oregon Health Authority under ORS 475.304 before, on or after the 20 operative date specified in section 48 of this 2015 Act.

"(2) The amendments to ORS 475.304 by section 5 of this 2015 Act pertaining to the submission of information necessary to register a person as a person responsible for a marijuana grow site apply to applications for registry identification cards, applications to renew registry identification cards, and designations made under ORS 475.304, on or after the operative date specified in section 48 of this 2015 Act.

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"(Grow Site Possession Limits)

³⁰ "SECTION 7. ORS 475.320 is amended to read:

"475.320. [(1)(a) A registry identification cardholder or the designated primary caregiver of the cardholder may possess up to six mature marijuana
plants and 24 ounces of usable marijuana.]

4 "[(b) Notwithstanding paragraph (a) of this subsection, if a registry iden-5 tification cardholder has been convicted of a Class A or Class B felony under 6 ORS 475.752 to 475.920 for the manufacture or delivery of a controlled sub-7 stance in Schedule I or Schedule II, the registry identification cardholder or 8 the designated primary caregiver of the cardholder may possess one ounce of 9 usable marijuana at any given time for a period of five years from the date 10 of the conviction.]

11 "[(2) A person authorized under ORS 475.304 to produce marijuana at a 12 marijuana grow site:]

13 "[(a) May produce marijuana for and provide marijuana:]

14 "[(A) To a registry identification cardholder or a cardholder's designated 15 primary caregiver as authorized under this section; or]

¹⁶ "[(B) If the marijuana is usable marijuana or an immature marijuana plant ¹⁷ and the registry identification cardholder authorizes the person responsible for ¹⁸ the marijuana grow site to transfer the usable marijuana or immature ¹⁹ marijuana plant to a medical marijuana facility registered under ORS 475.314, ²⁰ to the medical marijuana facility.]

"[(b) May possess up to six mature plants and up to 24 ounces of usable marijuana for each cardholder or caregiver for whom marijuana is being produced.]

²⁴ "[(c) May produce marijuana for no more than four registry identification ²⁵ cardholders or designated primary caregivers concurrently.]

²⁶ "[(d) Must obtain and display a marijuana grow site registration card is-²⁷ sued under ORS 475.304 for each registry identification cardholder or desig-²⁸ nated primary caregiver for whom marijuana is being produced.]

29 "[(e) Must provide all marijuana produced for a registry identification 30 cardholder or designated primary caregiver to the cardholder or caregiver at

the time the person responsible for a marijuana grow site ceases producing
marijuana for the cardholder or caregiver.]

³ "[(f) Must return the marijuana grow site registration card to the registry ⁴ identification cardholder to whom the card was issued when requested to do ⁵ so by the cardholder or when the person responsible for a marijuana grow site ⁶ ceases producing marijuana for the cardholder or caregiver.]

⁷ "[(3) Except as provided in subsections (1) and (2) of this section, a registry ⁸ identification cardholder, the designated primary caregiver of the cardholder ⁹ and the person responsible for a marijuana grow site producing marijuana for ¹⁰ the registry identification cardholder may possess a combined total of up to six ¹¹ mature plants and 24 ounces of usable marijuana for that registry identifica-¹² tion cardholder.]</sup>

"[(4)(a) A registry identification cardholder and the designated primary
 caregiver of the cardholder may possess a combined total of up to 18 marijuana
 seedlings or starts as defined by rule of the Oregon Health Authority.]

"[(b) A person responsible for a marijuana grow site may possess up to 18 marijuana seedlings or starts as defined by rule of the authority for each registry identification cardholder for whom the person responsible for the marijuana grow site is producing marijuana.]

"(1) Subject to subsection (2) of this section, a registry identifica tion cardholder and the designated primary caregiver of the registry
 identification cardholder may jointly possess six or fewer mature
 marijuana plants.

"(2)(a) A person may be designated to produce marijuana under
 ORS 475.304 by no more than four registry identification cardholders.

"(b) A person who is designated to produce marijuana by a registry
 identification cardholder may produce no more than six mature
 marijuana plants per registry identification cardholder.

"(3) If the address of a person responsible for a marijuana grow site
 under ORS 475.304 is located within city limits in an area zoned for

1 residential use:

"(a) Except as provided in paragraph (b) of this subsection, no more $\mathbf{2}$ than 12 mature marijuana plants may be produced at the address; or 3 "(b) Subject to subsection (5) of this section, if each person re-4 sponsible for a marijuana grow site located at the address first regis- $\mathbf{5}$ tered with the Oregon Health Authority under ORS 475.304 before 6 January 1, 2015, no more than the amount of mature marijuana plants 7 located at that address on December 31, 2014, in excess of 12 mature 8 9 marijuana plants, not to exceed 24 mature marijuana plants, may be 10 produced at the address.

"(4) If the address of a person responsible for a marijuana grow site
 under ORS 475.304 is located in an area other than an area described
 in subsection (3) of this section:

"(a) Except as provided in paragraph (b) of this subsection, no more
 than 48 mature marijuana plants may be produced at the address; or

"(b) Subject to subsections (5) and (6) of this section, if each person responsible for a marijuana grow site located at the address first registered with the authority under ORS 475.304 before January 1, 2015, no more than the amount of mature marijuana plants located at that address on December 31, 2014, in excess of 48 mature marijuana plants, not to exceed 96 mature marijuana plants, may be produced at the address.

"(5) If the authority suspends or revokes the registration of a per son responsible for a marijuana grow site that is located at an address
 described in subsection (3)(b) or (4)(b) of this section:

"(a) No more than 12 mature marijuana plants may be subsequently
 produced at any address described in subsection (3) of this section at
 which the person responsible for that marijuana grow site produces
 marijuana.

30 "(b) No more than 48 mature marijuana plants may be subsequently

produced at any address described in subsection (4) of this section at
which the person responsible for that marijuana grow site produces
marijuana.

"(6) If a registry identification cardholder who designated a person 4 to produce marijuana for the registry identification cardholder pursu- $\mathbf{5}$ ant to ORS 475.304 terminates the designation, the person responsible 6 for the marijuana grow site whose designation has been terminated 7 may not be designated to produce marijuana by another registry 8 identification cardholder, except that the person may be designated 9 by another registry identification cardholder if no more than 48 ma-10 ture marijuana plants are produced at the address for the marijuana 11 grow site at which the person produces marijuana. 12

"(7) If a law enforcement officer determines that a registry iden-13 tification cardholder, the designated primary caregiver of a registry 14 identification cardholder, or a person responsible for a marijuana grow 15 site under ORS 475.304 who grows marijuana for a registry identifica-16 tion cardholder, possesses a number of mature marijuana plants in 17 excess of the quantities specified in this section, the law enforcement 18 officer may confiscate only the excess number of mature marijuana 19 plants. 20

21 "<u>SECTION 7a.</u> (1) Except as provided in subsection (2) of this sec-22 tion, a registry identification cardholder and the designated primary 23 caregiver of the registry identification cardholder may jointly possess 24 no more than 24 ounces of usable marijuana.

"(2) Subject to subsection (3) of this section, a person designated to produce marijuana by a registry identification cardholder may possess the amount of usable marijuana that the person harvests from the person's mature marijuana plants, provided that the person may not possess usable marijuana in excess of the amount of usable marijuana in the person's possession as reported to the Oregon Health

1 Authority under section 6 of this 2015 Act.

2 "(3) A person designated to produce marijuana by a registry iden-3 tification cardholder may not possess usable marijuana in excess of:

4 "(a) For a marijuana growsite located outdoors, 12 pounds of usable
5 marijuana per mature marijuana plant; or

6 "(b) For a marijuana growsite located indoors, six pounds of usable
7 marijuana per mature marijuana plant.

8 "<u>SECTION 8.</u> The amendments to ORS 475.320 by section 7 of this 9 2015 Act apply to persons who registered with the Oregon Health Au-10 thority under ORS 475.304 before, on or after the operative date speci-11 fied in section 48 of this 2015 Act.

"(Personal Agreements)

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¹⁵ "SECTION 9. Notwithstanding ORS 475.304 (7), a person responsible ¹⁶ for a marijuana grow site may enter into an agreement with a registry ¹⁷ identification cardholder under which the registry identification ¹⁸ cardholder assigns, to the person responsible for the marijuana grow ¹⁹ site, a portion of the right to possess the seeds, immature marijuana ²⁰ plants and usable marijuana that are the property of the registry ²¹ identification cardholder.

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"(Proof of Issuance)

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"SECTION 9a. ORS 475.306 is amended to read:

²⁶ "475.306. [(1) A person who possesses a registry identification card issued ²⁷ pursuant to ORS 475.309 may engage in, and a designated primary caregiver ²⁸ of such a person may assist in, the medical use of marijuana only as justified ²⁹ to mitigate the symptoms or effects of the person's debilitating medical condi-³⁰ tion.]

"[(2) A person who is a registry identification cardholder must possess the
registry identification card when using or transporting marijuana in a location
other than the residence of the cardholder.]

"[(3) The Oregon Health Authority shall define by rule when a marijuana
plant is mature and when it is immature. The rule shall provide that a plant
that has no flowers and that is less than 12 inches in height and less than 12
inches in diameter is a seedling or a start and is not a mature plant.]

"A person to whom a registry identification card has been issued 8 under ORS 475.309 (5)(a), an identification card has been issued under 9 ORS 475.309 (5)(b), or a marijuana grow site registration card has been 10 issued under ORS 475.304, may not possess marijuana, usable 11 marijuana, medical cannabinoid products, cannabinoid concentrates 12or cannabinoid extracts in a location other than the address on file 13 with the Oregon Health Authority unless the person is carrying the 14 card. 15

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"(Medical Marijuana Processors)

19 "<u>SECTION 10.</u> (1)(a) The Oregon Health Authority shall establish 20 by rule a marijuana processing site registration system to track and 21 regulate the processing of marijuana by a person responsible for a 22 marijuana processing site.

"(b) Except as provided in paragraph (c) of this subsection, a person
 may not process marijuana unless the person is registered under this
 section.

"(c) Paragraph (b) of this section does not apply to the processing
of marijuana as provided in sections 3 to 70, chapter 1, Oregon Laws
2015, or as otherwise provided for by the statutory laws of this state.

"(2) The registration system established under subsection (1) of this
 section must require an applicant for a marijuana processing site to

1 submit an application to the authority that includes:

"(a) The name of the individual who owns the marijuana processing
site or, if a business entity owns the marijuana processing site, the
name of each individual who has a financial interest in the marijuana
processing site;

6 "(b) The name of the individual or individuals responsible for the 7 marijuana processing site, if different from the name of the individual 8 who owns the marijuana processing site;

9 "(c) The address of the marijuana processing site;

"(d) Proof that each individual responsible for the marijuana processing site has been a resident of this state for two or more years and
is 21 years of age or older;

"(e) Documentation, as required by the authority by rule, that
 demonstrates the marijuana processing site meets the requirements
 of subsection (3) of this section; and

¹⁶ "(f) Any other information that the authority considers necessary.

"(3) To qualify for registration under this section, a marijuana
 processing site:

"(a) May not be located in an area that is zoned for residential use
 if the marijuana processing site processes cannabinoid extracts;

"(b) Must be registered as a business, or have filed an application
to register as a business, with the office of the Secretary of State; and
"(c) Must meet the requirements of any rule adopted by the authority under subsection (10) of this section.

"(4)(a) The authority shall conduct a criminal records check under
 ORS 181.534 for each individual named in an application under sub section (2) of this section.

"(b) An individual convicted for the manufacture or delivery of a
 controlled substance in Schedule I or Schedule II may not own or be
 responsible for a marijuana processing site for five years from the date

1 the individual is convicted.

"(c) An individual convicted more than once for the manufacture
or delivery of a controlled substance in Schedule I or Schedule II may
not own or be responsible for a marijuana processing site.

"(5) If a person submits the application required under subsection $\mathbf{5}$ (2) of this section, if the marijuana processing site identified in the 6 application meets the requirements of this section and any rules 7 adopted under this section and if each individual named in the appli-8 cation passes the criminal records check required under subsection (4) 9 of this section, the authority shall register the marijuana processing 10 site and issue proof of registration. Proof of registration must be dis-11 played on the premises of the marijuana processing site at all times. 12

"(6) A marijuana processing site that is registered under this sec tion is not required to register with the State Board of Pharmacy un der ORS 475.125.

"(7) The individual or individuals responsible for a marijuana pro cessing site shall maintain documentation of each transfer of usable
 marijuana, medical cannabinoid products, cannabinoid concentrates
 and cannabinoid extracts.

20 "(8) The authority may inspect:

"(a) The premises of a proposed marijuana processing site or a
registered marijuana processing site to ensure compliance with this
section and sections 11 and 12 of this 2015 Act and any rules adopted
under this section and sections 11 and 12 of this 2015 Act; and

25 "(b) The records of a registered marijuana processing site to ensure
 26 compliance with subsection (7) of this section.

"(9) Subject to the provisions of ORS chapter 183, the authority may refuse to register an applicant under this section or may suspend or revoke the registration of a marijuana processing site if the authority determines that the applicant, the owner of the marijuana processing site, a person responsible for the marijuana processing site, or an
employee of the marijuana processing site, violated a provision of ORS
475.300 to 475.346, a rule adopted under ORS 475.300 to 475.346 or an
ordinance adopted pursuant to section 2, chapter 79, Oregon Laws 2014.
"(10) The authority shall adopt rules to implement this section, including rules that:

"(a) Require a registered marijuana processing site to annually renew the registration for that site;

9 "(b) Establish fees for registering, and renewing the registration of,
10 a marijuana processing site;

"(c) Require that medical cannabinoid products, cannabinoid concentrates and cannabinoid extracts transferred by a marijuana processing site be tested to ensure the public health and safety; and

"(d) Impose any other standard on the operation of a marijuana
 processing site to ensure the public health and safety.

16 "<u>SECTION 11.</u> (1) A marijuana processing site must meet any public 17 health and safety standards established by the Oregon Health Au-18 thority by rule related to:

"(a) Cannabinoid edibles, if the marijuana processing site processes
 marijuana into cannabinoid edibles;

"(b) Cannabinoid concentrates, if the marijuana processing site
 processes marijuana into cannabinoid concentrates;

"(c) Cannabinoid extracts, if the marijuana processing site pro cesses marijuana into cannabinoid extracts; or

"(d) Any other type of medical cannabinoid product identified by
 the authority by rule, if the marijuana processing site processes
 marijuana into that type of medical cannabinoid product.

28 "(2) The authority shall adopt rules to implement this section.

"<u>SECTION 12.</u> (1) The Oregon Health Authority shall require by rule
 a marijuana processing site to submit to the authority for inclusion

in the database developed and maintained pursuant to section 15 of
 this 2015 Act the following information:

"(a) The amount of usable marijuana transferred to the marijuana
processing site;

5 "(b) The amount and type of medical cannabinoid products trans-6 ferred by the marijuana processing site;

7 "(c) The amount and type of cannabinoid concentrates transferred
8 by the marijuana processing site; and

9 "(d) The amount and type of cannabinoid extracts transferred by
 10 the marijuana processing site.

"(2) The authority by rule may require a marijuana processing site 11 to submit to the authority for inclusion in the database developed and 12maintained pursuant to section 15 of this 2015 Act information that is 13 in addition to the information described in subsection (1) of this sec-14 tion as the authority considers necessary to fulfill the authority's du-15ties under section 10 (1) of this 2015 Act. The authority may not employ 16 any method other than that described in this section to obtain infor-17 mation from a marijuana processing site. 18

19 "<u>SECTION 13.</u> (1) A marijuana processing site may not transfer 20 medical cannabinoid products, cannabinoid concentrates or 21 cannabinoid extracts to a person other than a registry identification 22 cardholder, a designated primary caregiver or a medical marijuana 23 dispensary.

"(2) A person other than a marijuana processing site may not
 transfer medical cannabinoid products, cannabinoid concentrates or
 cannabinoid extracts to a medical marijuana dispensary.

27 "<u>SECTION 14.</u> Section 10 of this 2015 Act does not apply to a regis-28 try identification cardholder or a person who has been designated as 29 a primary caregiver under ORS 475.312 who processes a medical 30 cannabinoid product or a cannabinoid concentrate for a registry iden1 tification cardholder.

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"(Database)

"SECTION 15. (1) The Oregon Health Authority shall develop and $\mathbf{5}$ maintain a database of information related to the production of 6 marijuana by persons designated to produce marijuana by a registry 7 identification cardholder, the processing of marijuana by a marijuana 8 processing site under section 10 of this 2015 Act and the transfer of 9 usable marijuana, medical cannabinoid products, cannabinoid concen-10 trates and cannabinoid extracts by medical marijuana dispensaries 11 under ORS 475.314. At a minimum, the database must include the in-12formation submitted to the authority under sections 6, 12 and 18 of 13 this 2015 Act. 14

"(2)(a) Subject to paragraph (c) of this subsection, the authority
 may provide information that is stored in the database developed and
 maintained under this section to a law enforcement agency.

18 "(b) Subject to paragraph (c) of this subsection, the authority may 19 provide information that is stored in the database developed and 20 maintaining under this section to the regulatory agencies of a city or 21 county.

22 "(c) The authority may not disclose:

"(A) Any personally identifiable information related to a registry
 identification cardholder or a designated primary caregiver that is
 stored in the database developed and maintained under this section.

(B) Any information related to the amount and type of usable marijuana, medical cannabinoid products, cannabinoid concentrates and cannabinoid extracts transferred to or by persons designated to produce marijuana by a registry identification cardholder, marijuana processing sites or medical marijuana dispensaries. "(3) Nothing in this section prevents a law enforcement agency
from lawfully obtaining information that is stored in the database developed and maintained under this section by subpoena.

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"(Medical Marijuana Dispensaries)

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"SECTION 16. ORS 475.314, as amended by section 5, chapter 79, Oregon
Laws 2014, is amended to read:

9 "475.314. [(1) The Oregon Health Authority shall establish by rule a med-10 ical marijuana facility registration system to authorize the transfer of usable 11 marijuana and immature marijuana plants from:]

"[(a) A registry identification cardholder, the designated primary caregiver
 of a registry identification cardholder, or a person responsible for a marijuana
 grow site to the medical marijuana facility; or]

"[(b) A medical marijuana facility to a registry identification cardholder
or the designated primary caregiver of a registry identification cardholder.]

"(1)(a) The Oregon Health Authority shall establish by rule a med ical marijuana dispensary registration system for the purpose of
 tracking and regulating the transfer of:

"(A) Usable marijuana, immature marijuana plants and seeds from
 registry identification cardholders, designated primary caregivers and
 persons responsible for marijuana grow sites to medical marijuana
 dispensaries;

"(B) Medical cannabinoid products, cannabinoid concentrates and
 cannabinoid extracts from persons responsible for marijuana process ing sites to medical marijuana dispensaries; and

"(C) Usable marijuana, immature marijuana plants, seeds, medical
 cannabinoid products, cannabinoid concentrates and cannabinoid ex tracts from medical marijuana dispensaries to registry identification
 cardholders and designated primary caregivers.

"(b) A person may not operate an establishment for the purpose of
providing the services described in paragraph (a) of this subsection
unless the person is registered under this section.

"(2) The registration system established under subsection (1) of this section must require an applicant for a medical marijuana [facility]
dispensary to submit an application to the authority that includes:

"(a) The name of the individual who owns the medical marijuana
dispensary or, if a business entity owns the medical marijuana
dispensary, the name of each individual who has a financial interest
in the medical marijuana dispensary;

"[(a)] (b) The name of the [person] individual or individuals responsible
 for the medical marijuana [facility] dispensary, if different from the name
 of the individual who owns the medical marijuana dispensary;

14 "[(b)] (c) The address of the medical marijuana [facility] dispensary;

"[(c)] (d) Proof that [the person] each individual responsible for the medical marijuana [facility is a resident of Oregon] dispensary has been a resident of this state for two or more years and is 21 years of age or older;

"[(d)] (e) Documentation, as required by the authority by rule, that demonstrates the medical marijuana [facility] **dispensary** meets the [qualifications for a medical marijuana facility as described in] **requirements of** subsection (3) of this section; and

(e) (f) Any other information that the authority considers necessary.

"(3) To qualify for registration under this section, a medical marijuana
 [facility] dispensary:

26 "[(a) Must be located in an area that is zoned for commercial, industrial 27 or mixed use or as agricultural land;]

"(a) May not be located in an area that is zoned for residential use;
"(b) May not be located at the same address as a marijuana grow site;
"(c) Must be registered as a business, or have filed [a pending] an appli-

1 cation to register as a business, with the office of the Secretary of State;

"[(d) Must not be located within 1,000 feet of the real property comprising
a public or private elementary, secondary or career school attended primarily
by minors;]

5 "(d) May not be located within 1,000 feet of:

"(A) A public elementary or secondary school for which attendance
is compulsory under ORS 339.020; or

"(B) A private or parochial elementary or secondary school, teaching children as described in ORS 339.030 (1)(a);

"(e) Must not be located within 1,000 feet of another medical marijuana
 [facility] dispensary; and

12 "[(f) Must comport with rules adopted by the authority related to:]

"[(A) Installing a minimum security system, including a video surveillance
 system, alarm system and safe; and]

¹⁵ "[(B) Testing for pesticides, mold and mildew and the processes by which ¹⁶ usable marijuana and immature marijuana plants that test positive for pesti-¹⁷ cides, mold or mildew must be returned to the registry identification ¹⁸ cardholder, the cardholder's designated primary caregiver or the cardholder's ¹⁹ registered grower.]

20 "(f) Must meet the requirements of any rule adopted by the au-21 thority under subsection (10) of this section.

"(4)(a) The authority shall conduct a criminal records check under ORS
181.534 [of a person whose name is submitted as the person responsible for a
medical marijuana facility] for each individual named in an application
submitted under subsection (2) of this section.

"(b) [A person] An individual convicted for the manufacture or delivery
of a controlled substance in Schedule I or Schedule II may not [be the
person] own or be responsible for a medical marijuana [facility] dispensary
for five years from the date the [person] individual is convicted.

30 "(c) [A person] An individual convicted more than once for the manu-

facture or delivery of a controlled substance in Schedule I or Schedule II
may not [be the person] own or be responsible for a medical marijuana [facility] dispensary.

"(5) If a person submits the application required under subsection (2) of 4 this section, if the medical marijuana [facility] dispensary identified in the $\mathbf{5}$ application meets the *qualifications* for a medical marijuana facility de-6 scribed in subsection (3) of this section and the person responsible for the 7 medical marijuana facility] requirements of this section and any rules 8 adopted under this section and if each individual named in the appli-9 **cation** passes the criminal records check required under subsection (4) of 10 this section, the authority shall register the medical marijuana [facility] 11 **dispensary** and issue [the person responsible for the medical marijuana fa-12cility] proof of registration. [The person responsible for the medical marijuana 13 facility shall display the] Proof of registration must be displayed on the 14 premises of the medical marijuana [facility at all times when usable 15marijuana or immature marijuana plants are being transferred as described 16 in subsection (1) of this section] dispensary at all times. 17

"(6) A medical marijuana dispensary that is registered under this
 section is not required to register with the State Board of Pharmacy
 under ORS 475.125.

²¹ "[(6)(a) A registered medical marijuana facility may receive usable ²² marijuana or immature marijuana plants only from a registry identification ²³ cardholder, designated primary caregiver or person responsible for a ²⁴ marijuana grow site if the registered medical marijuana facility obtains au-²⁵ thorization, on a form prescribed by the authority by rule and signed by a ²⁶ registry identification cardholder, to receive the usable marijuana or immature ²⁷ marijuana plants.]

²⁸ "[(b) A registered medical marijuana facility shall maintain:]

"[(A) A copy of each authorization form described in paragraph (a) of this
subsection; and]

1 "[(B) Documentation of each transfer of usable marijuana or immature 2 marijuana plants.]

"(7) The individual or individuals responsible for a medical marijuana dispensary shall maintain documentation of each transfer of usable marijuana, medical cannabinoid products, cannabinoid concentrates, cannabinoid extracts, immature marijuana plants and seeds.

8 "[(7) A medical marijuana facility registered under this section may possess 9 usable marijuana and immature marijuana plants in excess of the limits im-10 posed on registry identification cardholders and designated primary caregivers 11 under ORS 475.320.]

¹² "[(8)(a) A registered medical marijuana facility may not transfer any ¹³ tetrahydrocannabinol-infused product that is meant to be swallowed or ¹⁴ inhaled, unless the product is packaged in child-resistant safety packaging that ¹⁵ meets standards established by the authority by rule.]

"[(b) A registered medical marijuana facility may not transfer any
 tetrahydrocannabinol-infused product that is manufactured or packaged in a
 manner that is attractive to minors, as determined by the authority by rule.]
 "[(9)] (8) The authority may inspect:

²⁰ "[(a) The premises of an applicant for a medical marijuana facility or a ²¹ registered medical marijuana facility to ensure compliance with the qualifica-²² tions for a medical marijuana facility described in subsection (3) of this sec-²³ tion; and]

"(a) The premises of a proposed medical marijuana dispensary or a
 registered medical marijuana dispensary to ensure compliance with
 this section and section 18 of this 2015 Act and any rules adopted under
 this section or section 18 of this 2015 Act; and

"(b) The records of a registered medical marijuana [facility] dispensary
to ensure compliance with subsection [(6)(b)] (7) of this section.

30 "[(10)(a) A registry identification cardholder or the designated primary

1 caregiver of a registry identification cardholder may reimburse a medical 2 marijuana facility registered under this section for the normal and customary 3 costs of doing business, including costs related to transferring, handling, se-4 curing, insuring, testing, packaging and processing usable marijuana and im-5 mature marijuana plants and the cost of supplies, utilities and rent or 6 mortgage.]

"[(b) A medical marijuana facility may reimburse a person responsible for
a marijuana grow site under this section for the normal and customary costs
of doing business, including costs related to transferring, handling, securing,
insuring, testing, packaging and processing usable marijuana and immature
marijuana plants and the cost of supplies, utilities and rent or mortgage.]

"[(11) the authority may revoke the registration of a medical marijuana facility registered under this section for failure to comply with ORS 475.300 to 475.346, rules adopted under ORS 475.300 to 475.346 or ordinances adopted pursuant to section 2, chapter 79, Oregon Laws 2014. The authority may release to the public a final order revoking a medical marijuana facility registration.]

"(9) Subject to the provisions of ORS chapter 183, the authority may 18 refuse to register an applicant under this section or may suspend or 19 revoke the registration of a medical marijuana dispensary if the au-20thority determines that the applicant, the owner of the medical 21marijuana dispensary, a person responsible for the medical marijuana 22dispensary, or an employee of the medical marijuana dispensary, vio-23lated a provision of ORS 475.300 to 475.346, a rule adopted under ORS 24475.300 to 475.346 or an ordinance adopted pursuant to section 2, chap-25ter 79, Oregon Laws 2014. 26

"[(12)] (10) The authority shall adopt rules to implement this section, including rules that:

"(a) Require a registered medical marijuana [facility registered under this
 section] dispensary to annually renew [that registration; and] the registra-

1 tion for that dispensary;

"(b) Establish fees for registering, and renewing the registration [for] of,
a medical marijuana [facility under this section.] dispensary;

4 "(c) Require that each medical marijuana dispensary install and
5 maintain a minimum security system that includes video surveillance,
6 an alarm system and a safe;

"(d) Require that usable marijuana, medical cannabinoid products,
cannabinoid concentrates, cannabinoid extracts and immature
marijuana plants transferred by a medical marijuana dispensary be
tested to ensure the public health and safety; and

"(e) Impose any other standard on the operation of a medical
 marijuana dispensary to ensure the public health and safety.

13 "SECTION 17. If a school described in ORS 475.314 (3)(d) that has 14 not previously been attended by children is established within 1,000 15 feet of a medical marijuana dispensary, the medical marijuana 16 dispensary may remain at its current location unless the Oregon 17 Health Authority revokes the registration of the medical marijuana 18 dispensary.

19 "<u>SECTION 18.</u> (1) The Oregon Health Authority shall require by rule 20 a medical marijuana dispensary to submit to the authority for inclu-21 sion in the database developed and maintained pursuant to section 15 22 of this 2015 Act the following information:

"(a) The amount of usable marijuana transferred to and by the
 medical marijuana dispensary;

25 "(b) The amount and type of medical cannabinoid products trans 26 ferred to and by the medical marijuana dispensary;

"(c) The amount and type of cannabinoid concentrates transferred
to and by the medical marijuana dispensary;

"(d) The amount and type of cannabinoid extracts transferred to
 and by the medical marijuana dispensary; and

"(e) The quantity of immature marijuana plants transferred to and
by the medical marijuana dispensary.

"(2) The authority by rule may require a medical marijuana 3 dispensary to submit to the authority for inclusion in the database 4 developed and maintained pursuant to section 15 of this 2015 Act in- $\mathbf{5}$ formation that is in addition to the information described in sub-6 section (1) of this section as the authority considers necessary to fulfill 7 the authority's duties under ORS 475.314 (1). The authority may not 8 employ any method other than that described in this section to obtain 9 information from a medical marijuana dispensary. 10

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"(Designation, Assignment and Foreclosure)

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"SECTION 19. (1) A person responsible for a marijuana processing
 site, or a person responsible for a medical marijuana dispensary, may
 designate that responsibility to another person.

"(2) If a designation is made under this section, the designee must
 submit to the Oregon Health Authority proof that the designee meets
 the requirements and restrictions set forth in:

"(a) For marijuana processing sites, section 10 (2)(d) and (4) of this
2015 Act; or

²² "(b) For medical marijuana dispensaries, ORS 475.314 (2)(d) and (4).

23 "(3) The authority may prescribe the form and manner of submit24 ting proof under subsection (2) of this section.

"<u>SECTION 20.</u> (1) A person responsible for a marijuana processing
 site, or a person responsible for a medical marijuana dispensary, may
 assign that responsibility to another person.

"(2) If an assignment is made under this section, the assignee must
 submit to the Oregon Health Authority proof that the assignee meets
 the requirements and restrictions set forth in:

"(a) For marijuana processing sites, section 10 (2)(d) and (4) of this
 2015 Act; or

"(b) For medical marijuana dispensaries, ORS 475.314 (2)(d) and (4).
"(3) The authority may prescribe the form and manner of submitting proof under subsection (2) of this section.

"SECTION 21. (1) In the event that a marijuana processing site or 6 a medical marijuana dispensary is foreclosed or otherwise ceases op-7 erations as described in ORS chapter 79, a secured party, as defined in 8 ORS 79.0102, may continue operations at the marijuana processing site 9 or medical marijuana dispensary upon submitting to the Oregon 10 Health Authority proof that the secured party or, if the secured party 11 is a business entity, any individual who has a financial interest in the 12 secured party, meets the requirements and restrictions set forth in: 13

"(a) For marijuana processing sites, section 10 (2)(d) and (4) of this
2015 Act; or

"(b) For medical marijuana dispensaries, ORS 475.314 (2)(d) and (4).
 "(2) The authority may prescribe the form and manner of submit ting proof under subsection (1) of this section.

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"(Exemptions from Criminal Liability
and Affirmative Defense)

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23 "SECTION 22. Except as provided in ORS 475.316, a person engaged 24 in or assisting in the medical use of marijuana is exempt from the 25 criminal laws of this state for possession, delivery or manufacture of 26 marijuana, aiding and abetting another in the possession, delivery or 27 manufacture of marijuana, or any other criminal offense in which 28 possession, delivery or manufacture of marijuana is an element if: 29 "(1) The person holds a registry identification card.

30 "(2) The person has applied for a registry identification card under

ORS 475.309 and the person has proof of written documentation described in ORS 475.309 (2)(a) and proof of the date on which the person submitted the application to the Oregon Health Authority. An exemption under this subsection applies only until the authority approves or denies the application.

6 "(3) The person is designated as a primary caregiver under ORS
7 475.312.

"(4) The person is responsible for or is employed by a marijuana
grow site registered under ORS 475.304.

"(5) The person owns, is responsible for, or is employed by, a
 marijuana processing site.

"(6) The person owns, is responsible for, or is employed by, a med ical marijuana dispensary.

14 "SECTION 23. ORS 475.319 is amended to read:

¹⁵ "475.319. (1) Except as provided in ORS 475.316 [and 475.342, it is], a ¹⁶ **person has** an affirmative defense to a criminal charge of possession [or ¹⁷ production], **delivery or manufacture** of marijuana, or any other criminal ¹⁸ offense in which possession [or production], **delivery or manufacture** of ¹⁹ marijuana is an element, [that] **if** the person charged with the offense [is a ²⁰ person who]:

"(a) [*Has been*] **Was** diagnosed with a debilitating medical condition within 12 months [*prior to arrest and been*] of the date on which the person was arrested and was advised by the person's attending physician that the medical use of marijuana may mitigate the symptoms or effects of that debilitating medical condition;

²⁶ "(b) Is engaged in the medical use of marijuana; and

"(c) Possesses [or produces], delivers or manufactures marijuana only
in [amounts] quantities permitted under ORS 475.320.

"(2) [It is not necessary for a person asserting an affirmative defense pursuant to this section to have received] A person does not need to lawfully

possess a registry identification card [*in order*] to assert the affirmative 1 defense established in this section. $\mathbf{2}$

"(3) [No] A person engaged in the medical use of marijuana who claims 3 that marijuana provides medically necessary benefits and who is charged 4 with a crime pertaining to [such] the use of marijuana [shall be] is not $\mathbf{5}$ precluded from presenting a defense of choice of evils, as set forth in ORS 6 161.200, or from presenting evidence supporting the necessity of marijuana 7 for treatment of a specific disease or medical condition, provided that [the 8 amount of marijuana at issue is no greater than permitted under ORS 475.320 9 and the patient]: 10

"(a) The person possesses, delivers or manufactures marijuana only 11 as permitted under ORS 475.320 (1); and 12

"(b) The person has taken a substantial step [to comply] toward com-13 plying with the provisions of ORS 475.300 to 475.346. 14

"(4) [Any] A defendant proposing to use the affirmative defense [provided 15 for by] established in this section in a criminal action shall, not less than 16 five days before the trial of the cause, file and serve upon the district at-17 torney a written notice of the intention to [offer such a] assert the affir-18 mative defense [that]. The notice must specifically [states] state the 19 reasons why the defendant is entitled to assert the affirmative defense and 20the factual basis for [such] the affirmative defense. If the defendant fails 21to file and serve [such] the notice, the defendant is not permitted to assert 22the affirmative defense at the trial of the cause unless the court [for good 23cause] orders, for good cause, otherwise. 24

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"SECTION 24. ORS 475.316 is amended to read:

"475.316. [(1) No person authorized to possess, deliver or produce marijuana 26for medical use pursuant to ORS 475.300 to 475.346 shall be excepted from the 27criminal laws of this state or shall be deemed to have established an affirma-28tive defense to criminal charges of which possession, delivery or production of 29 marijuana is an element if the person, in connection with the facts giving rise 30

to such charges:] A person is not exempt from the criminal laws of this
state for possession, delivery or manufacture of marijuana, aiding and
abetting another in the possession, delivery or manufacture of
marijuana, or any other criminal offense in which possession, delivery
or manufacture of marijuana is an element, and the person may not
assert the affirmative defense established in ORS 475.319, if the person,
in connection with conduct constituting an element of the offense:

8 "[(a)] (1) Drives under the influence of marijuana as provided in ORS
9 813.010;

"[(b)] (2) Engages in the medical use of marijuana in a public place, as [that term is] defined in ORS 161.015, [or] in public view or in a correctional facility, as defined in ORS 162.135 (2), or a youth correction facility, as defined in ORS 162.135 (6); or

"[(c)] (3) Delivers marijuana to any individual who the person knows is not in possession of a registry identification card[;] or to any individual or entity that the person knows has not been designated to receive marijuana or assigned a possessory interest in marijuana by an individual in possession of a registry identification card.

19 "[(d) Delivers marijuana for consideration to any individual, even if the 20 individual is in possession of a registry identification card;]

21 "[(e) Manufactures or produces marijuana at a place other than a 22 marijuana grow site authorized under ORS 475.304; or]

23 "[(f) Manufactures or produces marijuana at more than one address.]

²⁴ "[(2) In addition to any other penalty allowed by law, a person who the ²⁵ Oregon Health Authority finds has willfully violated the provisions of ORS ²⁶ 475.300 to 475.346, or rules adopted under ORS 475.300 to 475.346, may be ²⁷ precluded from obtaining or using a registry identification card for the medical ²⁸ use of marijuana for a period of up to six months, at the discretion of the ²⁹ authority.]

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"(General Powers)

"SECTION 25. (1) In addition to any other liability or penalty provided by law, the Oregon Health Authority may impose for each violation of a provision of ORS 475.300 to 475.346, or for each violation of a rule adopted under a provision of ORS 475.300 to 475.346, a civil penalty that does not exceed \$500 for each day that the violation occurs.

8 "(2) The authority shall impose civil penalties under this section in
9 the manner provided by ORS 183.745.

"(3) All moneys collected pursuant to this section shall be deposited
 in the Oregon Health Authority Fund established under ORS 413.101
 and are continuously appropriated to the authority for the purpose of
 carrying out the duties, functions and powers of the authority under
 ORS 475.300 to 475.346.

15 "SECTION 26. Upon request the State Department of Agriculture 16 and the Oregon Liquor Control Commission, pursuant to an agreement 17 or otherwise, shall assist the Oregon Health Authority in implement-18 ing and enforcing the provisions of ORS 475.300 to 475.346 and rules 19 adopted under the provisions of ORS 475.300 to 475.346.

²⁰ "SECTION 27. The Oregon Health Authority, the State Department ²¹ of Agriculture and the Oregon Liquor Control Commission may pos-²² sess, seize or dispose of marijuana, usable marijuana, medical ²³ cannabinoid products, cannabinoid concentrates and cannabinoid ex-²⁴ tracts as is necessary for the authority to ensure compliance with and ²⁵ enforce the provisions of ORS 475.300 to 475.346 and any rule adopted ²⁶ under ORS 475.300 to 475.346.

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"(Exemption from Civil Liability)

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³⁰ "SECTION 28. The Oregon Health Authority, the State Department

of Agriculture and the Oregon Liquor Control Commission, and the officers, employees and agents of the authority, department and commission, are immune from any cause of action for the performance of, or the failure to perform, duties required by ORS 475.300 to 475.346.

"(Confidentiality)

"SECTION 29. (1) Any personally identifiable information, as de-8 fined in ORS 432.005, other than a name of an individual or an address 9 submitted with an application under ORS 475.314 or section 10 of this 10 2015 Act, that the Oregon Health Authority collects and maintains for 11 purposes of registering a marijuana grow site under ORS 475.304, a 12marijuana processing site under section 10 of this 2015 Act, or a med-13 ical marijuana dispensary under ORS 475.314, is confidential and not 14 subject to public disclosure under ORS 192.410 to 192.505, except that 15the authority may provide personally identifiable information to a 16 person registered under ORS 475.300 to 475.346 if the registrant re-17 quests the information and the information is related to a designation 18 made under ORS 475.300 to 475.346. 19

"(2) Any personally identifiable information, as defined in ORS
432.005, submitted to the authority under section 6, 12 or 18 of this 2015
Act or pursuant to section 15 of this 2015 Act is confidential and not
subject to public disclosure under ORS 192.410 to 192.505.

"(3) Any record that the authority keeps or maintains for purposes related to the installation or maintenance of a security system by a medical marijuana dispensary pursuant to rules adopted under ORS 475.314 (10) is confidential and not subject to public disclosure under ORS 192.410 to 192.505.

"<u>SECTION 30.</u> Notwithstanding section 29 of this 2015 Act, if the
 Oregon Health Authority suspends or revokes the registration of the

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marijuana grow site of a person designated to produce marijuana by
a registry identification cardholder, a marijuana processing site or a
medical marijuana dispensary, or otherwise takes disciplinary action
against the marijuana grow site of a person designated to produce
marijuana by a registry identification cardholder, a marijuana processing site or a medical marijuana dispensary, the authority shall
provide that information to a law enforcement agency.

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"(Seeds)

"SECTION 31. (1) For purposes of ORS 475.300 to 475.346, seeds of
 the plant Cannabis family Cannabaceae are a propagant of nursery
 stock as defined in ORS 571.005.

"(2) Notwithstanding subsection (1) of this section, the production
and processing of seeds under ORS 475.300 to 475.346 is not subject to
the labeling or other requirements of ORS 576.715 to 576.744 or 633.511
to 633.750.

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²¹ "<u>SECTION 31a.</u> Section 2, chapter 79, Oregon Laws 2014, is amended to ²² read:

"(Ordinances)

"Sec. 2. [Notwithstanding ORS 633.738, the governing body of a city or 23county may adopt ordinances that impose reasonable regulations on the oper-24ation of medical marijuana facilities registered, or applying for registration, 25under ORS 475.314 that are located in the area subject to the jurisdiction of 26the city or county. For purposes of this section, 'reasonable regulations' in-27cludes reasonable limitations on the hours during which a medical marijuana 28facility may be operated, reasonable limitations on where a medical marijuana 29 facility may be located within a zone described in ORS 475.314 (3)(a) and 30

reasonable conditions on the manner in which a medical marijuana facility
may dispense medical marijuana.]

"(1) For purposes of this section, 'reasonable regulations' includes:
"(a) Reasonable limitations on the hours during which the
marijuana grow site of a person designated to produce marijuana by
a registry identification cardholder, a marijuana processing site or a
medical marijuana dispensary may operate;

"(b) Reasonable conditions on the manner in which a marijuana
 processing site or medical marijuana dispensary may transfer usable
 marijuana, medical cannabinoid products, cannabinoid concentrates,
 cannabinoid extracts, immature marijuana plants and seeds;

"(c) Reasonable requirements related to the public's access to the
 marijuana grow site of a person designated to produce marijuana by
 a registry identification cardholder, a marijuana processing site or a
 medical marijuana dispensary; and

"(d) Reasonable limitations on where the marijuana grow site of a
 person designated to produce marijuana by a registry identification
 cardholder, a marijuana processing site or a medical marijuana
 dispensary may be located.

"(2) Notwithstanding ORS 633.738, the governing body of a city or county may adopt ordinances that impose reasonable regulations on the operation of marijuana grow sites of persons designated to produce marijuana by registry identification cardholders, marijuana processing sites and medical marijuana dispensaries that are located in the area subject to the jurisdiction of the city or county.

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"(Other Amendments)

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²⁹ "SECTION 32. ORS 475.300 is amended to read:

³⁰ "475.300. The people of the State of Oregon [*hereby*] find that:

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"(1) Patients and doctors have found marijuana to be an effective treatment for suffering caused by debilitating medical conditions[,] and, therefore, marijuana [*should*] **must** be treated like other medicines;

"(2) Oregonians suffering from debilitating medical conditions should be
allowed to use [*small amounts of*] marijuana without fear of civil or criminal
penalties when [*their doctors advise that such use*] a doctor advises that
using marijuana may provide a medical benefit [*to them*] and when other
reasonable restrictions are met regarding that use;

9 "(3) ORS 475.300 to 475.346 are intended to allow Oregonians with debili-10 tating medical conditions who may benefit from the medical use of marijuana 11 to be able to [discuss freely with their] freely discuss with doctors the pos-12 sible risks and benefits [of] associated with the medical use of marijuana 13 [use] and to have the benefit of [their doctor's] professional medical advice; 14 and

"(4) ORS 475.300 to 475.346 are intended [to make only those changes to existing Oregon laws that are necessary] to protect patients and [their] doctors from criminal and civil penalties[,] and are not intended to change current civil and criminal laws governing the use of marijuana for nonmedical purposes.

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^o "<u>SECTION 33.</u> ORS 475.303 is amended to read:

"475.303. (1) There is [created] established within the Oregon Health
Authority the Advisory Committee on Medical Marijuana [in the Oregon
Health Authority], consisting of 11 members appointed by the Director of the
Oregon Health Authority.

"(2) The director shall appoint members of the committee from [persons
who possess registry identification cards, designated primary caregivers of
persons who possess registry identification cards and advocates of the Oregon
Medical Marijuana Act.] persons who are knowledgeable about
marijuana or who are registered with the authority under ORS 475.300
to 475.346 and who are advocates for the medical use of marijuana,

provided that a majority of the members of the committee are registered with the authority under ORS 475.300 to 475.346 and are advocates
for the medical use of marijuana.

"(3) The committee shall advise the director on the administrative aspects
of [the Oregon Medical Marijuana Program, review current and proposed administrative rules of the program and provide annual input on the fee structure

of the program.] ORS 475.300 to 475.346, including rules and fees adopted,
and proposed for adoption, under ORS 475.300 to 475.346.

9 "(4) The committee shall meet at least four times per year, at times and 10 places specified by the director.

11 "(5) The authority shall provide staff support to the committee.

"(6) All agencies of state government, as defined in ORS 174.111, are directed to assist the committee in the performance of its duties and, to the extent permitted by laws relating to confidentiality, to furnish information and advice that the members of the committee consider necessary to perform their duties.

17 "SECTION 34. ORS 475.323 is amended to read:

"475.323. (1) [Possession of a registry identification card, designated pri-18 mary caregiver identification card pursuant to ORS 475.309 or proof of regis-19 tration as a medical marijuana facility under ORS 475.314] Registration 20under ORS 475.300 to 475.346 or possession of proof of registration un-21der ORS 475.300 to 475.346 does not [alone] constitute probable cause to 22search the person or property of the [cardholder] registrant or otherwise 23subject the person or property of the [cardholder] registrant to inspection 24by [any governmental] a government agency. However, the Oregon Health 25Authority may inspect a [medical marijuana facility registered under ORS] 26475.314] marijuana grow site registered under ORS 475.304, a marijuana 27processing site registered under section 10 of this 2015 Act, or a med-28ical marijuana dispensary registered under ORS 475.314, at any reason-29 able time to determine whether [the facility] the person responsible for the 30

marijuana grow site, the person responsible for the marijuana processing site, or the person responsible for the medical marijuana
dispensary, is in compliance with ORS 475.300 to 475.346 and rules adopted
under ORS 475.300 to 475.346.

"(2) Any property interest possessed, owned or used in connection with $\mathbf{5}$ the medical use of marijuana or acts incidental to the medical use of 6 marijuana that has been seized by state or local law enforcement officers 7 may not be harmed, neglected, injured or destroyed while in the possession 8 of [any] **a** law enforcement agency[.], **except that** a law enforcement agency 9 has no responsibility to maintain live marijuana plants lawfully seized. 10 [No] Such property interest may **not** be forfeited under any provision of law 11 providing for the forfeiture of property [other than as], except pursuant to 12a sentence imposed after conviction of a criminal offense. [Usable] Marijuana 13 and equipment or paraphernalia used to produce, process or administer 14 marijuana that was seized by [any] a law enforcement [office] officer shall 15be returned immediately [upon a determination by] if the district attorney in 16 whose county the property was seized, or the district attorney's designee, 17 determines that the person from whom the marijuana, equipment or par-18 aphernalia [used to administer marijuana] was seized is entitled to the pro-19 tections [contained in] provided by ORS 475.300 to 475.346. The 20determination may be evidenced[, for example,] by a decision not to prose-21cute, the dismissal of charges or acquittal. 22

²³ "<u>SECTION 35.</u> ORS 475.326 is amended to read:

"475.326. [No attending physician may be subjected to civil penalty or discipline by the Oregon Medical Board for:] The Oregon Medical Board may not impose a civil penalty or take other disciplinary action against an attending physician for:

"(1) Advising a person [whom the attending physician has] diagnosed as
having a debilitating medical condition[, or a person who the attending physician or another
sician knows has been so diagnosed] by the attending physician or another

physician licensed under ORS chapter 677[,] about the risks and benefits [of] **associated with the** medical use of marijuana or that the medical use of marijuana may mitigate the symptoms or effects of the person's debilitating medical condition, provided **that** the advice is based on the attending physician's personal assessment of the person's medical history and current medical condition; or

"(2) Providing the written documentation necessary for issuance or renewal of a registry identification card under ORS 475.309, [*if*] provided that the written documentation is based on the attending physician's personal assessment of the [*applicant's*] person's medical history and current medical condition and the attending physician has discussed with the person the potential [*medical*] risks and benefits [*of*] associated with the medical use of marijuana [*with the applicant*].

14 "SECTION 36. ORS 475.328 is amended to read:

¹⁵ "475.328. (1) [No] **A** professional licensing board may **not** impose a civil ¹⁶ penalty or take other disciplinary action against a licensee based on the ¹⁷ licensee's medical use of marijuana [*in accordance with*] **under** the provisions ¹⁸ of ORS 475.300 to 475.346 or actions taken by the licensee [*that are necessary* ¹⁹ *to carry out the licensee's role as a designated primary caregiver to a person* ²⁰ *who possesses a lawful registry identification card*] **pursuant to the** ²¹ **licensee's designation as a primary caregiver under ORS 475.312**.

"(2)(a) A licensed health care professional may administer medical 22marijuana to a person who possesses a registry identification card and re-23sides in a licensed health care facility if the administration of pharmaceu-24ticals is within the scope of practice of the licensed health care professional. 25Administration of medical marijuana under this subsection may not take 26place in a public place as defined in ORS 161.015 or in the presence of a 27person under 18 years of age. If the medical marijuana administered under 28this subsection is smoked, adequate ventilation must be provided. 29

30 "(b) Nothing in this subsection requires:

"(A) A licensed health care professional to administer medical marijuana;
 or

"(B) A licensed health care facility to make accommodations for the administration of medical marijuana.

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"SECTION 37. ORS 475.331 is amended to read:

6 "475.331. (1)(a) The Oregon Health Authority shall [create] establish and 7 maintain a list of [the persons to whom the authority has issued registry 8 identification cards, the names of any designated primary caregivers, the 9 names of persons responsible for a medical marijuana facility registered under 10 ORS 475.314, the addresses of authorized marijuana grow sites and the ad-11 dresses of registered medical marijuana facilities.]:

"(A) The names of persons to whom a registry identification card
 has been issued under ORS 475.309;

"(B) The names of persons designated as primary caregivers under
 ORS 475.312; and

"(C) The addresses of marijuana grow sites registered under ORS
 475.304.

"(b) Except as provided in subsection (2) of this section, the list [shall
be] is confidential and not subject to public disclosure under ORS 192.410
to 192.505.

"[(b)] (c) The authority shall develop a system by which authorized employees of state and local law enforcement agencies may verify [at all times] that:

24 "(A) A person [*is a lawful possessor of*] **lawfully possesses** a registry 25 identification card;

"(B) A person is the designated primary caregiver of a lawful possessor
 of a registry identification card; or

²⁸ "(C) A location is [an authorized] a registered marijuana grow site[;].

29 "[(D) A location is a registered medical marijuana facility; or]

(E) A person is the person listed as the person responsible for a registered

1 medical marijuana facility.]

2 "(2) Names, **addresses** and other identifying information from the list 3 established **and maintained** pursuant to subsection (1) of this section may 4 be released to:

5 "(a) Authorized employees of the authority as necessary to perform offi-6 cial duties of the authority.

"(b) Authorized employees of state or local law enforcement agencies[,]
who provide to the authority adequate identification, [such as a badge number or similar authentication of authority,] but only as necessary to verify
that:

11 "(A) A person [*is a lawful possessor of*] **lawfully possesses** a registry 12 identification card;

"(B) A person is the designated primary caregiver of a lawful possessor
of a registry identification card; or

15 "(C) A location is [an authorized] a registered marijuana grow site[;].

16 "[(D) A location is a registered medical marijuana facility; or]

"[(E) A person is the person listed as the person responsible for a registered
 medical marijuana facility.]

"(3) Authorized employees of state or local law enforcement agencies [*that*] who obtain identifying information [*from the list*] as authorized [*under*] by this section may not release or use the information for any purpose other than [*verification*] to verify that:

"(a) A person [*is a lawful possessor of*] **lawfully possesses** a registry
identification card;

"(b) A person is the designated primary caregiver of a lawful possessor
 of a registry identification card; or

"(c) A location is [an authorized] a registered marijuana grow site[;].

²⁸ "[(d) A location is a registered medical marijuana facility; or]

"[(e) A person is the person listed as the person responsible for a registered
 medical marijuana facility.]

"(4) In addition to releasing information to authorized employees 1 of state or local law enforcement agencies for purposes of verifying $\mathbf{2}$ information under subsection (2)(b) of this section, the authority may 3 release to authorized employees of state or local law enforcement 4 agencies the minimum amount of information necessary to enable an $\mathbf{5}$ employee to determine whether an individual or location is in compli-6 ance with a provision of ORS 475.300 to 475.346 or a rule adopted under 7 ORS 475.300 to 475.346. 8

(5) If the authority determines, after conducting an investigation 9 or receiving a complaint of an alleged violation of a provision of ORS 10 475.300 to 475.346 or a rule adopted under ORS 475.300 to 475.346, that 11 a violation of a provision of ORS 475.300 to 475.346 or a rule adopted 12under ORS 475.300 to 475.346 has occurred, the authority may provide 13 information obtained by the authority, except for information related 14 to a registry identification cardholder's debilitating condition, to au-15thorized employees of state or local law enforcement agencies, or to 16 another state or local government agency with jurisdiction over the 17 matter. 18

¹⁹ "<u>SECTION 38.</u> ORS 475.334 is amended to read:

"475.334. Any person may [submit a petition to] petition the Oregon 20Health Authority [requesting] to request that a [particular] disease or con-21dition be included among the diseases and conditions that qualify as debili-22tating medical conditions under ORS [475.302] 475.300 to 475.346. The 23authority shall adopt rules establishing [the manner in which the authority 24will evaluate petitions submitted under this section] the procedure for filing 25a petition under this section and the manner by which the authority 26evaluates a request made under this section. [Any] Rules adopted [pur-27suant to] under this section [shall] must require the authority to approve 28or deny a petition within 180 days of [receipt of] receiving the petition [by 29 the authority]. Denial of a petition [shall be considered] is a final 30

1 [authority] agency action subject to judicial review.

² **"SECTION 39.** ORS 475.338 is amended to read:

"475.338. (1) The Oregon Health Authority shall adopt [all] rules necessary for the implementation, [and] administration and enforcement of ORS
475.300 to 475.346.

"(2) The authority may adopt rules as the authority considers necessary to protect the public health and safety.

8 "SECTION 40. ORS 475.340 is amended to read:

9 "475.340. Nothing in ORS 475.300 to 475.346 [shall be construed to 10 require] requires:

"(1) A government medical assistance program or private health insurer
 to reimburse a person for costs associated with the medical use of marijuana;
 or

"(2) An employer to accommodate the medical use of marijuana in [any]
 the workplace.

¹⁶ "SECTION 41. ORS 475.342 is amended to read:

"475.342. [Nothing in] The provisions of ORS 475.300 to 475.346 [shall
protect] do not protect a person from a criminal cause of action based on
possession, [production, or] delivery or manufacture of marijuana that is
not [authorized by] described in ORS 475.300 to 475.346.

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"CONFORMING AMENDMENTS

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²⁴ "<u>SECTION 42.</u> ORS 181.534 is amended to read:

²⁵ "181.534. (1) As used in this section:

"(a) 'Authorized agency' means state government as defined in ORS
174.111 and the Oregon State Bar. 'Authorized agency' does not include:

"(A) The Oregon State Lottery Commission or the Oregon State Lottery;
or

30 "(B) A criminal justice agency, as defined in ORS 181.010, that is au-

thorized by federal law to receive fingerprint-based criminal records checks
from the Federal Bureau of Investigation.

"(b) 'Subject individual' means a person from whom an authorized agency
may require fingerprints pursuant to statute for the purpose of enabling the
authorized agency to request a state or nationwide criminal records check.

6 "(2) An authorized agency may request that the Department of State Po-7 lice conduct a criminal records check on a subject individual for non-8 criminal justice purposes. If a nationwide criminal records check of a subject 9 individual is necessary, the authorized agency may request that the Depart-10 ment of State Police conduct the check, including fingerprint identification, 11 through the Federal Bureau of Investigation.

"(3) The Department of State Police shall provide the results of a criminal
 records check conducted pursuant to subsection (2) of this section to the
 authorized agency requesting the check.

"(4) The Federal Bureau of Investigation shall return or destroy the fingerprint cards used to conduct the criminal records check and may not keep any record of the fingerprints. If the federal bureau policy authorizing return or destruction of the fingerprint cards is changed, the Department of State Police shall cease to send the cards to the federal bureau but shall continue to process the information through other available resources.

"(5) If the Federal Bureau of Investigation returns the fingerprint cards to the Department of State Police, the department shall destroy the fingerprint cards and shall retain no facsimiles or other material from which a fingerprint can be reproduced.

²⁵ "(6) If only a state criminal records check is conducted, the Department ²⁶ of State Police shall destroy the fingerprint cards after the criminal records ²⁷ check is completed and the results of the criminal records check provided to ²⁸ the authorized agency and shall retain no facsimiles or other material from ²⁹ which a fingerprint can be reproduced.

30 "(7) An authorized agency may conduct criminal records checks on sub-

ject individuals through the Law Enforcement Data System maintained by
 the Department of State Police in accordance with rules adopted, and pro cedures established, by the Department of State Police.

"(8) An authorized agency and the Department of State Police shall permit a subject individual for whom a fingerprint-based criminal records check was conducted to inspect the individual's own state and national criminal offender records and, if requested by the subject individual, provide the individual with a copy of the individual's own state and national criminal offender records.

"(9) Each authorized agency, in consultation with the Department of State
 Police, shall adopt rules to implement this section and other statutes relating
 to criminal offender information obtained through fingerprint-based criminal
 records checks. The rules shall include but need not be limited to:

"(a) Identifying applicable categories of subject individuals as specified
 by the Oregon Department of Administrative Services under ORS 181.547 who
 are subject to criminal records checks by the authorized agency.

"(b) Identifying applicable information that may be required from a subject individual to permit a criminal records check as specified by the Oregon
Department of Administrative Services under ORS 181.547.

20 "(c) Specifying which programs or services are subject to this section.

21 "(d) If the authorized agency uses criminal records checks for agency 22 employment purposes:

"(A) Determining when and under what conditions a subject individual
may be hired on a preliminary basis pending a criminal records check; and

"(B) Defining the conditions under which a subject individual may participate in training, orientation and work activities pending completion of
a criminal records check.

"(e) Establishing fees in an amount not to exceed the actual cost of acquiring and furnishing criminal offender information.

30 "(10) The Department of State Police shall verify that an authorized

1 agency has adopted the rules required by subsection (9) of this section.

"(11)(a) Except as otherwise provided in ORS 181.612, 342.143, 342.223, $\mathbf{2}$ 443.735 and [475.304] 475.300 to 475.346 and paragraph (b) of this subsection, 3 an authorized agency, using the rules adopted by the authorized agency un-4 der subsection (9) of this section and the rules adopted by the Oregon De- $\mathbf{5}$ partment of Administrative Services under ORS 181.547, shall determine 6 whether a subject individual is fit to hold a position, provide services, be 7 employed or be granted a license, certification, registration or permit, based 8 9 on the criminal records check obtained pursuant to this section, on any false statements made by the individual regarding the criminal history of the in-10 dividual and on any refusal to submit or consent to a criminal records check 11 including fingerprint identification. If a subject individual is determined to 12be unfit, then the individual may not hold the position, provide services, be 13 employed or be granted a license, certification, registration or permit. 14

"(b) An individual prohibited from receiving public funds for employment
 under ORS 443.004 (3) is not entitled to a determination of fitness as a sub ject individual under paragraph (a) of this subsection.

"(c)(A) Subject to subparagraph (B) of this paragraph, an authorized agency making a fitness determination of an individual under this subsection may request results of a previously made fitness determination from an authorized agency that has already made a fitness determination for the individual. An authorized agency that receives a request under this paragraph shall provide the requested information.

"(B) An authorized agency may make a request under this paragraph only
 for individuals:

"(i) Who are applying to hold a position, provide services, be employed
or be granted a license, certification, registration or permit;

"(ii) Who are in a category of individuals as specified by the Oregon Department of Administrative Services under ORS 181.547; and

³⁰ "(iii) For whom a fitness determination has already been made.

"(12) Except as otherwise provided in ORS 181.612, in making the fitness
determination under subsection (11) of this section, the authorized agency
shall consider:

4 "(a) The nature of the crime;

5 "(b) The facts that support the conviction or pending indictment or that 6 indicate the making of the false statement;

"(c) The relevancy, if any, of the crime or the false statement to the specific requirements of the subject individual's present or proposed position,
services, employment, license, certification or registration; and

"(d) Intervening circumstances relevant to the responsibilities and circumstances of the position, services, employment, license, certification, registration or permit. Intervening circumstances include but are not limited to:

14 "(A) The passage of time since the commission of the crime;

¹⁵ "(B) The age of the subject individual at the time of the crime;

"(C) The likelihood of a repetition of offenses or of the commission ofanother crime;

18 "(D) The subsequent commission of another relevant crime;

"(E) Whether the conviction was set aside and the legal effect of setting aside the conviction; and

21 "(F) A recommendation of an employer.

"(13) An authorized agency and an employee of an authorized agency 22acting within the course and scope of employment are immune from any civil 23liability that might otherwise be incurred or imposed for determining, pur-24suant to subsection (11) of this section, that a subject individual is fit or not 25fit to hold a position, provide services, be employed or be granted a license, 26certification, registration or permit. An authorized agency and an employee 27of an authorized agency acting within the course and scope of employment 28who in good faith comply with this section are not liable for employment-29 related decisions based on determinations made under subsection (11) of this 30

section. An authorized agency or an employee of an authorized agency acting within the course and scope of employment is not liable for defamation or invasion of privacy in connection with the lawful dissemination of information lawfully obtained under this section.

"(14)(a) Each authorized agency shall establish by rule a contested case $\mathbf{5}$ process by which a subject individual may appeal the determination that the 6 individual is fit or not fit to hold a position, provide services, be employed 7 or be granted a license, certification, registration or permit on the basis of 8 information obtained as the result of a criminal records check conducted 9 pursuant to this section. Challenges to the accuracy or completeness of in-10 formation provided by the Department of State Police, the Federal Bureau 11 of Investigation and agencies reporting information to the Department of 12State Police or Federal Bureau of Investigation must be made through the 13 Department of State Police, Federal Bureau of Investigation or reporting 14 agency and not through the contested case process required by this para-15graph. 16

"(b) A subject individual who is employed by an authorized agency and 17 who is determined not to be fit for a position on the basis of information 18 obtained as the result of a criminal records check conducted pursuant to this 19 section may appeal the determination through the contested case process 20adopted under this subsection or applicable personnel rules, policies and 21collective bargaining provisions. An individual's decision to appeal a deter-22mination through personnel rules, policies and collective bargaining pro-23visions is an election of remedies as to the rights of the individual with 24respect to the fitness determination and is a waiver of the contested case 25process. 26

"(c) An individual prohibited from receiving public funds for employment
under ORS 443.004 (3) is not entitled to appeal a determination under paragraph (a) or (b) of this subsection.

³⁰ "(15) Criminal offender information is confidential. Authorized agencies

and the Department of State Police shall adopt rules to restrict dissemination of information received under this section to persons with a demonstrated and legitimate need to know the information.

"(16) If a subject individual refuses to consent to the criminal records
check or refuses to be fingerprinted, the authorized agency shall deny the
employment of the individual, or revoke or deny any applicable position,
authority to provide services, license, certification, registration or permit.

8 "(17) If an authorized agency requires a criminal records check of em-9 ployees, prospective employees, contractors, vendors or volunteers or appli-10 cants for a license, certification, registration or permit, the application forms 11 of the authorized agency must contain a notice that the person is subject to 12 fingerprinting and a criminal records check.

¹³ "SECTION 43. ORS 181.537 is amended to read:

14 "181.537. (1) As used in this section:

"(a) 'Care' means the provision of care, treatment, education, training,
instruction, supervision, placement services, recreation or support to children, the elderly or persons with disabilities.

"(b) 'Native American tribe' has the meaning given that term in ORS
181.538 (4).

"(c) 'Qualified entity' means a community mental health program, a community developmental disabilities program, a local health department, the government of a Native American tribe or an agency of a Native American tribe responsible for child welfare or an individual or business or organization, whether public, private, for-profit, nonprofit or voluntary, that provides care, including a business or organization that licenses, certifies or registers others to provide care.

"(2) For the purpose of requesting a state or nationwide criminal records
check under ORS 181.534, the Department of Human Services, the Oregon
Health Authority and the Employment Department may require the fingerprints of a person:

1 "(a) Who is employed by or is applying for employment with either de-2 partment or the authority;

"(b) Who provides or seeks to provide services to either department or the
authority as a contractor, subcontractor, vendor or volunteer who:

5 "(A) May have contact with recipients of care;

6 "(B) Has access to personal information about employees of either de-7 partment or the authority, recipients of care from either department or the 8 authority or members of the public, including Social Security numbers, dates 9 of birth, driver license numbers, medical information, personal financial in-10 formation or criminal background information;

"(C) Has access to information the disclosure of which is prohibited by state or federal laws, rules or regulations, or information that is defined as confidential under state or federal laws, rules or regulations;

14 "(D) Has access to property held in trust or to private property in the 15 temporary custody of the state;

16 "(E) Has payroll or fiscal functions or responsibility for:

"(i) Receiving, receipting or depositing money or negotiable instruments;
 "(ii) Billing, collections, setting up financial accounts or other financial
 transactions; or

20 "(iii) Purchasing or selling property;

"(F) Provides security, design or construction services for government
 buildings, grounds or facilities;

"(G) Has access to critical infrastructure or secure facilities information;
 or

"(H) Is providing information technology services and has control over
 or access to information technology systems;

"(c) For the purposes of licensing, certifying, registering or otherwise
regulating or administering programs, persons or qualified entities that provide care;

30 "(d) For the purposes of employment decisions by or for qualified entities

that are regulated or otherwise subject to oversight by the Department of
 Human Services or the Oregon Health Authority and that provide care;

"(e) For the purposes of employment decisions made by a mass transit district or transportation district for qualified entities that, under contracts with the district or the Oregon Health Authority, employ persons to operate motor vehicles for the transportation of medical assistance program clients; or

8 "(f) For the purposes of licensure, certification or registration of foster 9 homes by the government of a Native American tribe or an agency of a Na-10 tive American tribe responsible for child welfare.

"(3) The Department of Human Services and the Oregon Health Authority may conduct criminal records checks on a person through the Law Enforcement Data System maintained by the Department of State Police, if deemed necessary by the Department of Human Services or the Oregon Health Authority to protect children, elderly persons, persons with disabilities or other vulnerable persons.

"(4) The Department of Human Services and the Oregon Health Authority 17 may furnish to qualified entities, in accordance with the rules of the De-18 partment of Human Services or the Oregon Health Authority and the rules 19 of the Department of State Police, information received from the Law 20Enforcement Data System. However, any criminal offender records and in-21formation furnished to the Department of Human Services or the Oregon 22Health Authority by the Federal Bureau of Investigation through the De-23partment of State Police may not be disseminated to qualified entities. 24

²⁵ "(5)(a) Except as otherwise provided in ORS 443.735 and [475.304] 475.300 ²⁶ to 475.346, a qualified entity, using rules adopted by the Department of Hu-²⁷ man Services or the Oregon Health Authority under ORS 181.534 (9) and ²⁸ rules adopted by the Oregon Department of Administrative Services under ²⁹ ORS 181.547, shall determine under this section whether a person is fit to ³⁰ hold a position, provide services, be employed or, if the qualified entity has

authority to make such a determination, be licensed, certified or registered, based on the criminal records check obtained pursuant to ORS 181.534, any false statements made by the person regarding the criminal history of the person and any refusal to submit or consent to a criminal records check including fingerprint identification. If a person is determined to be unfit, then that person may not hold the position, provide services or be employed, licensed, certified or registered.

8 "(b) A person prohibited from receiving public funds for employment un-9 der ORS 443.004 (3) is not entitled to a determination of fitness under para-10 graph (a) of this subsection.

"(6) In making the fitness determination under subsection (5) of this section, the qualified entity shall consider:

13 "(a) The nature of the crime;

"(b) The facts that support the conviction or pending indictment or indi cate the making of the false statement;

"(c) The relevancy, if any, of the crime or the false statement to the spe cific requirements of the person's present or proposed position, services, em ployment, license, certification or registration; and

"(d) Intervening circumstances relevant to the responsibilities and circumstances of the position, services, employment, license, certification or registration. Intervening circumstances include but are not limited to the passage of time since the commission of the crime, the age of the person at the time of the crime, the likelihood of a repetition of offenses, the subsequent commission of another relevant crime and a recommendation of an employer.

"(7) The Department of Human Services, the Oregon Health Authority and the Employment Department may make fitness determinations based on criminal offender records and information furnished by the Federal Bureau of Investigation through the Department of State Police only as described in ORS 181.534.

"(8) A qualified entity and an employee of a qualified entity acting within 1 the course and scope of employment are immune from any civil liability that $\mathbf{2}$ might otherwise be incurred or imposed for determining pursuant to sub-3 section (5) of this section that a person is fit or not fit to hold a position, 4 provide services or be employed, licensed, certified or registered. A qualified $\mathbf{5}$ entity, employee of a qualified entity acting within the course and scope of 6 employment and an employer or employer's agent who in good faith comply 7 with this section and the decision of the qualified entity or employee of the 8 qualified entity acting within the course and scope of employment are not 9 liable for the failure to hire a prospective employee or the decision to dis-10 charge an employee on the basis of the qualified entity's decision. An em-11 ployee of the state acting within the course and scope of employment is not 12liable for defamation or invasion of privacy in connection with the lawful 13 dissemination of information lawfully obtained under this section. 14

"(9) The Department of Human Services and the Oregon Health Author-15ity, subject to rules adopted by the Oregon Department of Administrative 16 Services under ORS 181.547, shall develop systems that maintain information 17 regarding criminal records checks in order to minimize the administrative 18 burden imposed by this section and ORS 181.534. Records maintained under 19 this subsection are confidential and may not be disseminated except for the 20purposes of this section and in accordance with the rules of the Department 21of Human Services, the Oregon Health Authority and the Department of 22State Police. Nothing in this subsection permits the Department of Human 23Services to retain fingerprint cards obtained pursuant to this section. 24

"(10) In addition to the rules required by ORS 181.534, the Department of Human Services and the Oregon Health Authority, in consultation with the Department of State Police, shall adopt rules:

28 "(a) Specifying which qualified entities are subject to this section;

"(b) Specifying which qualified entities may request criminal offender in formation;

"(c) Specifying which qualified entities are responsible for deciding, subject to rules adopted by the Oregon Department of Administrative Services under ORS 181.547, whether a subject individual is not fit for a position, service, license, certification, registration or employment; and

5 "(d) Specifying when a qualified entity, in lieu of conducting a completely 6 new criminal records check, may proceed to make a fitness determination 7 under subsection (5) of this section using the information maintained by the 8 Department of Human Services and the Oregon Health Authority pursuant 9 to subsection (9) of this section.

"(11) If a person refuses to consent to the criminal records check or re-10 fuses to be fingerprinted, the qualified entity shall deny or terminate the 11 employment of the person, or revoke or deny any applicable position, au-12thority to provide services, employment, license, certification or registration. 13 "(12) If the qualified entity requires a criminal records check of employees 14 or other persons, the application forms of the qualified entity must contain 15a notice that employment is subject to fingerprinting and a criminal records 16 check. 17

"TEMPORARY PROVISIONS

EFFECTIVE UPON PASSAGE

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"SECTION 44. (1) The Oregon Health Authority, in addition to the 22information required under ORS 475.304 for registering as a marijuana 23grow site or renewing a marijuana grow site registration, and in ad-24dition to information required under ORS 475.314 for registering as a 25medical marijuana dispensary or renewing a medical marijuana 26dispensary registration, shall require all applications for registering 27or renewing registration under ORS 475.304 and 475.314 to contain proof 28that any person whose name is included in the application has been a 29 resident of this state for: 30

"(a) Except as provided in paragraph (b) of this subsection, two or
more years; or

"(b) Subject to subsection (2) of this section, and notwithstanding
any residency requirements under ORS 475.304 or 465.314, if the person
first registered with the authority on or before January 1, 2015, one
year.

"(2) For purposes of subsection (1)(b) of this section, the authority
may not require proof of residency for any person whose name is included in the application for renewing a marijuana grow site registration or renewing a medical marijuana dispensary registration until
January 1, 2016.

"SECTION 44a. If the Oregon Health Authority refuses to reregister 12a medical marijuana dispensary before the effective date of this 2015 13 Act on the basis that the medical marijuana dispensary is located 14 within 1,000 feet of a school as described in ORS 475.314 (3)(d), the au-15 thority shall reregister the medical marijuana dispensary on or after 16 the effective date of this 2015 Act upon receiving a request, in a form 17 and manner prescribed by the authority, to reregister the medical 18 marijuana dispensary from the person who was previously registered 19 as the person responsible for the medical marijuana dispensary. 20

"SERIES PLACEMENT

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"<u>SECTION 45.</u> Sections 6, 7a, 9, 10 to 15, 17 to 22 and 25 to 31 of this 2015 Act are added to and made a part of ORS 475.300 to 475.346.

"REPEALS "<u>SECTION 46.</u> ORS 475.324 is repealed. "SECTION 47. Section 44 of this 2015 Act is repealed on January 1,

1 **2019.**

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"OPERATIVE DATE

⁵ "<u>SECTION 48.</u> (1) Sections 6, 7a, 9, 10 to 15, 18 to 22 and 25 to 31 of 6 this 2015 Act and the amendments to statutes and session law by 7 sections 1 to 3, 5, 7, 9a, 16, 23, 24 and 31a to 43 of this 2015 Act and the 8 repeal of ORS 475.324 by section 46 of this 2015 Act become operative 9 on March 1, 2016.

"(2) The Oregon Health Authority, the Oregon Liquor Control 10 Commission and the State Department of Agriculture may take any 11 action before the operative date specified in subsection (1) of this sec-12 tion that is necessary to enable the authority, commission and de-13 partment to exercise, on and after the operative date specified in 14 subsection (1) of this section, all the duties, powers and functions 15 conferred on the authority, commission and department by sections 16 6, 7a, 9, 10 to 15, 18 to 22 and 25 to 31 of this 2015 Act and the amend-17 ments to statutes and session law by sections 1 to 3, 5, 7, 9a, 16, 23, 18 24 and 31a to 43 of this 2015 Act. 19

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"UNIT CAPTIONS

23 "SECTION 49. The unit captions used in this 2015 Act are provided 24 only for the convenience of the reader and do not become part of the 25 statutory law of this state or express any legislative intent in the 26 enactment of this 2015 Act.

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"EMERGENCY CLAUSE

30 "SECTION 50. This 2015 Act being necessary for the immediate

- 1 preservation of the public peace, health and safety, an emergency is
- 2 declared to exist, and this 2015 Act takes effect on its passage.".

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