SB 1511-8 (LC 180) 2/1/16 (MBM/ps)

Requested by Senator PROZANSKI

## PROPOSED AMENDMENTS TO SENATE BILL 1511

On page 1 of the printed bill, line 3, delete "475B.285 and 475B.375" and 1 insert "475B.285, 475B.375 and 475B.450". 2 On page 14, after line 35, insert: 3 4 **"DISTANCE REQUIREMENTS**  $\mathbf{5}$ 6 "SECTION 16a. Section 16b of this 2016 Act is added to and made a 7 part of ORS 475B.400 to 475B.525. 8 "SECTION 16b. (1) Notwithstanding ORS 475B.450 (3)(d), a city or 9 county may adopt an ordinance allowing a medical marijuana 10 dispensary to be located within 500 feet of a public elementary or sec-11 ondary school for which attendance is compulsory under ORS 339.020, 12 or a private or parochial elementary or secondary school teaching 13 children as described in ORS 339.030 (1)(a), if the county or city de-14 termines that a physical or geographic barrier capable of preventing 15 children from traversing to the school separates the medical 16 marijuana dispensary from the school. 17

"(2) A city or county that adopts an ordinance under this section
 must inform the Oregon Health Authority, in a form and manner
 prescribed by the authority, of the content and effective date of the
 ordinance.

1 **"SECTION 16c.** ORS 475B.450 is amended to read:

"475B.450. (1)(a) The Oregon Health Authority shall establish by rule a
medical 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;

8 "(B) Medical cannabinoid products, cannabinoid concentrates and 9 cannabinoid extracts from persons responsible for marijuana processing sites 10 to medical marijuana dispensaries; and

11 "(C) Usable marijuana, immature marijuana plants, seeds, medical 12 cannabinoid products, cannabinoid concentrates and cannabinoid extracts 13 from medical marijuana dispensaries to registry identification cardholders 14 and designated primary caregivers.

"(b) A person may not operate an establishment for the purpose of pro viding 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 sec tion must require an applicant for a medical marijuana 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;

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

<sup>28</sup> "(c) The address of the medical marijuana dispensary;

"(d) Proof, until January 1, 2020, that each individual responsible for the medical marijuana dispensary has been a resident of this state for two or more years, and proof that each individual responsible for the medical
marijuana dispensary is 21 years of age or older;

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

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

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

9 "(a) May not be located in an area that is zoned for residential use;

10 "(b) May not be located at the same address as a marijuana grow site;

11 "(c) Must be registered as a business, or have filed an application to 12 register as a business, with the office of the Secretary of State;

"(d) Except as provided under section 16b of this 2016 Act, 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
 dispensary; and

"(f) 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
181A.195 for each individual named in an application submitted under subsection (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 medical marijuana dispensary for two years from the date the individual is convicted.

30 "(c) An individual convicted more than once for the manufacture or de-

livery of a controlled substance in Schedule I or Schedule II may not own
 or be responsible for a medical marijuana dispensary.

"(5) If a person submits the application required under subsection (2) of 3 this section, if the medical marijuana dispensary identified in the application 4 meets the requirements of this section and any rules adopted under this  $\mathbf{5}$ section and if each individual named in the application passes the criminal 6 records check required under subsection (4) of this section, the authority 7 shall register the medical marijuana dispensary and issue proof of registra-8 tion. Proof of registration must be displayed on the premises of the medical 9 marijuana dispensary at all times. 10

"(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.

"(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.

18 "(8) The authority may inspect:

"(a) The premises of a proposed medical marijuana dispensary or a regis tered medical marijuana dispensary to ensure compliance with this section
 and ORS 475B.453 and any rules adopted under this section or ORS 475B.453;
 and

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

<sup>25</sup> "(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 medical marijuana dispensary if the authority determines that the applicant, the owner of the medical marijuana dispensary, a person responsible for the medical marijuana dispensary, or an employee of the medical marijuana dispensary, violated a provision of ORS 475B.400 to

SB 1511-8 2/1/16 Proposed Amendments to SB 1511 475B.525, a rule adopted under ORS 475B.400 to 475B.525 or an ordinance
 adopted pursuant to ORS 475B.500.

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

"(a) Require a registered medical marijuana dispensary to annually renew
the registration for that dispensary;

"(b) Establish fees for registering, and renewing the registration of, a
medical marijuana dispensary;

9 "(c) Require that each medical marijuana dispensary install and maintain 10 a minimum security system that includes video surveillance, an alarm system 11 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 marijuanadispensary to ensure the public health and safety.

"SECTION 16d. Section 16b of this 2016 Act and the amendments to
ORS 475B.450 by section 16c of this 2016 Act become operative on
March 1, 2016.".

21