



May 9, 2017
Legislative Committee
Public Testimony

DRAFT

RE: SB1015-3 Proposed Amendments to SB1015

William J. Cyr – Unique Food Works Inc., HEMP
GAIA Bounty Inc., OLCC #030-1002721AFN5
Sean Stockmeyer – Nebiosciences
Terrabonne Oil
OTHERS

The Companies listed above want to give Public Testimony or submit written Testimony concerning SB1015 and the proposed amendments SB1015-3.

WE DO NOT SUPPORT SB1015 AND SB1015-3.

IN AN EFFORT TO INSURE MAXIMUM PUBLIC SAFETY, WE SUGGEST THE FOLLOWING:

IN AN EFFORT TO MEET THE REQUIREMENTS OF THE COLE MEMORANDUM, WE SUGGEST THE FOLLOWING:

- OLCC PRODUCERS ARE PRESENTLY GROWING CBD STRAINS THAT ARE HIGH IN CBD AND LOW IN THC. CBD FLOWER AND CBD EXTRACT AND CONCENTRATES ARE AVAILABLE TO THE OLCC SUPPLY CHAIN.
- SECTION 2 (2): WE RECOGNIZE THE EXISTING DEMAND FOR OREGON HEMP DERIVED CBD EXTRACT IN THE OLCC LICENSED FACILITIES. WE SUPPORT A SAFE AND COMPLIANT SUPPLY OF OREGON HEMP CBD EXTRACT FOR ALL OREGONIANS. AT THE SAME TIME WE ARE COMMITTED TO PROTECT THE INTEGRITY OF THE OREGON HEMP INDUSTRY SUPPLY CHAIN. THEREFORE, WE RECOMMEND THE FOLLOWING:
 - 1. ALLOW OREGON HEMP DERIVED CBD TO BE SOLD TO THE OLCC PROCESSOR LICENSEES BY OREGON HEMP HANDLER EXTRACTORS. THE EXTRACTION OIL CAN BE ENTERED INTO METRC'S BY THE OLCC PROCESSOR AND REMAIN IN THE OLCC METRC SYSTEM UNTIL SOLD TO THE RETAIL CUSTOMER. THE COLE MEMORANDUM IS SATISFIED
 - 2. DISALLOW THE SALE OF THE OREGON HEMP CBD EXTRACT OUTSIDE OF THE METRC TRACKING SYSTEM. OREGON HEMP DERIVED CBD CANNOT BE SOLD BY OLCC PROCESSOR LICENSEES BACK TO HEMP HANDLERS OR THE HEMP INDUSTRY. BY

ELIMINATING THIS UNNECESSARY REVERSE SALE, THE INTEGRITY OF METRC'S IS PRESERVED. IN ADDITION, THIS PROVIDES MAXIMUM COMPLIANCE TO THE COLE MEMORANDUM.

- 3. OLCC PRODUCER GROWN CBD FLOWER CAN BE SOLD WITHIN THE METRC SYSTEM AS FLOWER. OLCC PRODUCER GROWN FLOWER CAN BE EXTRACTED INTO EXTRACT OR CONCENTRATE AND SOLD INTO THE OLCC METRC SYSTEM. OLCC PRODUCER GROWN CBD CAN BE TAXED AT THE POINT OF RETAIL SALE. IF THERE IS A SHORTAGE OF OLCC CBD EXTRACT, THE DEMAND CAN BE SUPPLEMENTED BY THE OREGON HEMP HANDLERS AND THE HEMP DERIVED CBD EXTRACT AND CONCENTRATES WHEN SOLD TO OLCC PROCESSOR EXTRACTORS. THE END RESULT IS THERE WILL BE AN ADEQUATE SUPPLY OF CBD TO THE OLCC SUPPLY CHAIN, POTENTIALLY TAXED AT THE POINT OF RETAIL SALES.

IN AN EFFORT TO HELP SUPPORT THE OREGON HEMP INDUSTRY, WE ASK MADAMME CHAIR AND THE COMMITTEE MEMBERS TO SUPPORT THE COMPANIES AND INDIVIDUALS THAT HAVE MADE INVESTMENTS INTO THE FUTURE OF THE OREGON HEMP INDUSTRY. WE ASK FOR THE COMMITTEES SUPPORT FOR THE FOLLOWING:

- DO NOT ALLOW THE CROSS MIGRATION OF HEMP INTO OLCC AND OLCC HEMP EXTRACT INTO THE OREGON HEMP INDUSTRY.
- WE DO SUPPORT THE SALE OF OREGON HEMP EXTRACTION OIL AND CONCENTRATES TO BE SOLD TO OLCC PROCESSOR EXTRACTORS.
- STOP THE IN STATE SALE OF ALL CBD PRODUCTS ORIGINATING FROM OUTSIDE OF OREGON. THIS INCLUDES FLOWER, EXTRACTS, CONCENTRATES, ISOLATE AND CONSUMABLES. THESE MANUFACTURERS ACTIVELY SELL MANY FORMS OF CBD PRODUCTS THROUGHOUT THE OLCC SUPPLY CHAIN. THESE MANUFACTURERS ARE NOT COMPLIANT TO THE EXISTING OHA TESTING RULES AND PROCEDURES. OLCC, OHA AND ODA LICENSEES AND REGISTRANTS WITHIN OREGON ARE HELD TO THE OHA TESTING RULES AND PROCEDURES. SUPPLIERS OF CBD OUTSIDE OF OREGON ARE NOT REQUIRED TO MEET THE SAME STANDARDS. THESE OUT OF STATE MANUFACTURERS ARE LOCATED IN OTHER STATES, THE EU, CHINA, CANADA OR OTHER LOCATIONS.
- WE SUPPORT OREGON GROWN! WE SUPPORT OREGON EXTRACTED! WE SUPPORT OREGON MANUFACTURED CONSUMABLES!
- **WE SUPPORT BUY OREGON!!**

THANK YOU FOR YOUR TIME AND CONSIDERATION.