SB 845-A7 (LC 1610) 5/24/17 (MBM/ps)

Requested by HOUSE COMMITTEE ON REVENUE

PROPOSED AMENDMENTS TO A-ENGROSSED SENATE BILL 845

1 On page 1 of the printed A-engrossed bill, line 3, after "2015" insert ", and 2 section 40, chapter _____, Oregon Laws 2017 (Enrolled Senate Bill 1057).

3 On page 7, after line 35, insert:

4 "SECTION 5a. If Senate Bill 1057 becomes law, section 40, chapter
5 _____, Oregon Laws 2017 (Enrolled Senate Bill 2017), is amended to read:

"Sec. 40. (1) The Oregon Health Authority shall enter into an agreement
with the Oregon Liquor Control Commission under which the commission
shall use the system developed and maintained under ORS 475B.150 to track:
"(a) The propagation of immature marijuana plants and the production
of marijuana by marijuana grow sites;

"(b) The processing of marijuana into medical cannabinoid products, cannabinoid concentrates and cannabinoid extracts that are transferred to a medical marijuana dispensary;

"(c) The transfer of usable marijuana, immature marijuana plants, medical cannabinoid products, cannabinoid concentrates and cannabinoid extracts by a marijuana grow site or a medical marijuana dispensary to a registry identification cardholder or the designated primary caregiver of a registry identification cardholder; and

"(d) The transfer of usable marijuana, immature marijuana plants, medical cannabinoid products, cannabinoid concentrates and cannabinoid extracts between marijuana grow sites, marijuana processing sites and medical 1 marijuana dispensaries.

"(2) Marijuana grow sites, marijuana processing sites, medical marijuana
dispensaries and any other person that processes marijuana into medical
cannabinoid products and cannabinoid concentrates for the purpose of
transferring the medical cannabinoid products and cannabinoid concentrates
to a medical marijuana dispensary are subject to tracking under this section.
"(3) On and after the date on which a marijuana grow site becomes sub-

8 ject to tracking under this section, the person is exempt from the require9 ments of ORS 475B.423 and the provisions of ORS 475B.420 that relate to
10 ORS 475B.423.

"(4) On and after the date on which a marijuana processing site becomes subject to tracking under this section, the marijuana processing site is exempt from the requirements of ORS 475B.438 and the provisions of ORS 475B.435 that relate to ORS 475B.438.

"(5) On and after the date on which a medical marijuana dispensary becomes subject to tracking under this section, the medical marijuana dispensary is exempt from the requirements of ORS 475B.453 and the provisions of ORS 475B.450 that relate to ORS 475B.453.

"(6) The commission may conduct inspections and investigations of alleged violations of ORS 475B.400 to 475B.525 about which the commission obtains knowledge as a result of performing the commission's duties under this section. Notwithstanding section 6 of this 2017 Act, the commission may use regulatory specialists, as defined in ORS 471.001, to conduct the inspections and investigations, including inspections and investigations of marijuana grow sites located at a primary residence.

"(7) Notwithstanding section 44, chapter 1, Oregon Laws 2015, [before
making any other distribution from the Oregon Marijuana Account established
under section 44, chapter 1, Oregon Laws 2015,] after certifying the amount
of moneys available in the Oregon Marijuana Account established under section 44, chapter 1, Oregon Laws 2015, but before apportioning

the moneys pursuant to the percentages specified in section 44, chap-1 ter 1, Oregon Laws 2015, for the purpose of making transfers under $\mathbf{2}$ section 44 (3)(b), chapter 1, Oregon Laws 2015, and of using moneys 3 under section 44 (3)(c), chapter 1, Oregon Laws 2015, the Department of 4 Revenue shall [*first*] distribute moneys quarterly from the account to the $\mathbf{5}$ commission for deposit in the Marijuana Control and Regulation Fund es-6 tablished under ORS 475B.240 for purposes of paying administrative, in-7 spection and investigatory costs incurred by the commission under this 8 section, provided that the amount of distributed moneys does not exceed \$1.25 9 million per quarter. For purposes of estimating the amount of moneys nec-10 essary to pay costs incurred under this section, the commission shall estab-11 lish a formulary based on expected costs for each marijuana grow site, 12 marijuana processing site or medical marijuana dispensary that is tracked 13 under this section. The commission shall provide to the Department of Rev-14 enue and the Legislative Fiscal Officer before each quarter the estimated 15 amount of moneys necessary to pay costs expected to be incurred under this 16 section and the formulary. 17

"(8) When imposing a fee on a person responsible for marijuana grow site, 18 marijuana processing site or medical marijuana dispensary under ORS 19 475B.420, 475B.435 or 475B.450, the authority shall impose an additional fee 20that is reasonably calculated to pay costs incurred under this section other 21than costs paid pursuant to subsection (7) of this section. As part of the 22agreement entered into under subsection (1) of this section, the authority 23shall transfer fee moneys collected pursuant to this subsection to the com-24mission for deposit in the Marijuana Control and Regulation Fund estab-2526 lished under ORS 475B.240. Moneys collected pursuant to this subsection and deposited in the Marijuana Control and Regulation Fund are continuously 27appropriated to the commission for purposes of this section. 28

29 "(9) The authority and the commission may adopt rules as necessary to 30 administer this section. "(10) This section does not apply to a marijuana grow site located at an address where a registry identification cardholder produces marijuana and no more than 12 mature marijuana plants and 24 immature marijuana plants are produced at the address.".

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