A-Engrossed House Bill 2516

Ordered by the House April 18 Including House Amendments dated April 18

Sponsored by Representative LIVELY (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

[Directs Oregon Liquor and Cannabis Commission to adopt rules to allow certain marijuana producers to sell marijuana items directly to consumer.] Allows marijuana producer to operate cannabis tourism center at licensed premises. Defines "cannabis tourism center." Allows cannabis tourism center to conduct tours of premises and provide samples of usable marijuana directly to patrons. Subjects samples to Oregon Liquor and Cannabis tourism tracking. Provides local government with land use jurisdiction to ensure cannabis tourism center premises meet certain requirements. Allows local government to impose reasonable regulations on operation of cannabis tourism center. Requires that commission rules related to delivery of marijuana items by marijuana retailer to consumer allow delivery to consumer at hotel or inn. Allows marijuana wholesaler to wholesale or transfer marijuana items to marijuana retailer at trade show or similar event.

Takes effect on 91st day following adjournment sine die.

1	A BILL FOR AN ACT			
2	Relating to cannabis market growth; creating new provisions; amending ORS 215.213, 215.283			
3	475C.117, 475C.177, 475C.205, 475C.449, 475C.489, 475C.513 and 475C.674; and prescribing an e			
4	fective date.			
5	Be It Enacted by the People of the State of Oregon:			
6	SECTION 1. Section 2 of this 2023 Act is added to and made a part of ORS 215.203 to			
7	215.311.			
8	SECTION 2. (1) As used in this section:			
9	(a) "Cannabis tourism center" means an entity established under this section at a			
10	premises licensed under ORS 475C.065.			
11	(b) "Marijuana" has the meaning given that term in ORS 475C.009.			
12	(c) "Marijuana producer" means a marijuana producer that holds a license issued under			
13	ORS 475C.065.			
14	(d) "Usable marijuana" has the meaning given that term in ORS 475C.009.			
15	(2) A marijuana producer, at a premises licensed under ORS 475C.065 and where			
16	marijuana is produced outdoors, or both indoors and outdoors, may operate a cannabis			
17	tourism center as a conditional use on land zoned for exclusive farm use under ORS 215.213			
18	(1)(cc) and 215.283 (1)(aa) or on land zoned for other purposes, subject to any approval re-			
19	quired by the local government with land use jurisdiction over the site of the cannabis			
20	tourism center. The following activities may be conducted at a cannabis tourism center:			
21	(a) Tours of the licensed premises, including of any greenhouses or other facilities used			
22	for marijuana production;			

(b) Subject to subsection (4) of this section, providing samples of usable marijuana di-1 2 rectly to patrons if: (A) The total amount provided does not exceed 3.5 grams of usable marijuana per patron 3 4 per day; and (B) The usable marijuana provided directly to patrons is produced by the marijuana pro-5 6 ducer; (c) Educational activities directly related to marijuana production; and 7 (d) The marketing and sale of items related to the promotion of marijuana produced by 8 9 the marijuana producer or marijuana items processed using marijuana produced by the 10 marijuana producer. (3) A marijuana producer shall, prior to allowing a patron to enter the licensed premises, 11 12verify that the patron is at least 21 years of age. 13 (4)(a) The marijuana producer shall track, using the system developed and maintained under ORS 475C.177, a usable marijuana sample offered under subsection (2) of this section. 14 15 (b) A patron may consume a usable marijuana sample offered under subsection (2) of this section at the cannabis tourism center provided that the consumption does not violate ORS 16 433.835 to 433.875. 17 18 (5) A cannabis tourism center operating under this section shall provide parking for all activities or uses of the lot, parcel or tract on which the cannabis tourism center is estab-19 lished. 20(6) A local government with land use jurisdiction over the site of a cannabis tourism 2122center shall ensure that the premises complies with: 23(a) Local criteria regarding floodplains, geologic hazards, the Willamette River Greenway, solar access and airport safety; 24(b) Regulations of general applicability for the public health and safety; and 25(c) Regulations for resource protection acknowledged to comply with any statewide goal 2627respecting open spaces, scenic and historic areas and natural resources. (7)(a) For the purpose of limiting demonstrated conflicts with accepted farm and forest 28practices on adjacent lands, a local government with land use jurisdiction over the site of a 2930 cannabis tourism center shall: 31 (A) Except as provided in paragraph (b) of this subsection, establish a setback of at least 20 feet from all property lines for the cannabis tourism center and all public gathering 32places; and 33 34 (B) Require cannabis tourism centers to provide direct road access and internal circu-35 lation for the cannabis tourism center and all public gathering places. (b) A local government may allow a setback of less than 20 feet by granting a cannabis 36 37 tourism center an adjustment or variance to the requirement described in paragraph (a)(A) 38 of this subsection. (8) A local government with land use jurisdiction over the site of a cannabis tourism 39 center may, pursuant to ORS 475C.449, adopt ordinances that impose reasonable regulations, 40 as defined in ORS 475C.449, on the operation of a cannabis tourism center, including but not 41 limited to reasonable regulations on the hours during which a cannabis tourism center may 42 offer tours. 43 SECTION 3. ORS 215.213 is amended to read: 44 215.213. (1) In counties that have adopted marginal lands provisions under ORS 197.247 (1991 45

[2]

1 Edition), the following uses may be established in any area zoned for exclusive farm use:

2 (a) Churches and cemeteries in conjunction with churches.

3 (b) The propagation or harvesting of a forest product.

4 (c) Utility facilities necessary for public service, including wetland waste treatment systems but 5 not including commercial facilities for the purpose of generating electrical power for public use by 6 sale or transmission towers over 200 feet in height. A utility facility necessary for public service 7 may be established as provided in:

8 (A) ORS 215.275; or

9 (B) If the utility facility is an associated transmission line, as defined in ORS 215.274 and 10 469.300.

(d) A dwelling on real property used for farm use if the dwelling is occupied by a relative of the 11 12 farm operator or the farm operator's spouse, which means a child, parent, stepparent, grandchild, 13 grandparent, stepgrandparent, sibling, stepsibling, niece, nephew or first cousin of either, if the farm operator does or will require the assistance of the relative in the management of the farm use and 14 15 the dwelling is located on the same lot or parcel as the dwelling of the farm operator. 16 Notwithstanding ORS 92.010 to 92.192 or the minimum lot or parcel size requirements under ORS 215.780, if the owner of a dwelling described in this paragraph obtains construction financing or 17 18 other financing secured by the dwelling and the secured party forecloses on the dwelling, the se-19 cured party may also foreclose on the homesite, as defined in ORS 308A.250, and the foreclosure 20shall operate as a partition of the homesite to create a new parcel.

21

42

(e) Nonresidential buildings customarily provided in conjunction with farm use.

(f) Subject to ORS 215.279, primary or accessory dwellings customarily provided in conjunction
with farm use. For a primary dwelling, the dwelling must be on a lot or parcel that is managed as
part of a farm operation and is not smaller than the minimum lot size in a farm zone with a minimum
lot size acknowledged under ORS 197.251.

(g) Operations for the exploration for and production of geothermal resources as defined by ORS 522.005 and oil and gas as defined by ORS 520.005, including the placement and operation of compressors, separators and other customary production equipment for an individual well adjacent to the wellhead. Any activities or construction relating to such operations shall not be a basis for an exception under ORS 197.732 (2)(a) or (b).

(h) Operations for the exploration for minerals as defined by ORS 517.750. Any activities or
construction relating to such operations shall not be a basis for an exception under ORS 197.732
(2)(a) or (b).

34 (i) One manufactured dwelling or recreational vehicle, or the temporary residential use of an existing building, in conjunction with an existing dwelling as a temporary use for the term of a 35 hardship suffered by the existing resident or a relative of the resident. Within three months of the 36 37 end of the hardship, the manufactured dwelling or recreational vehicle shall be removed or demol-38 ished or, in the case of an existing building, the building shall be removed, demolished or returned to an allowed nonresidential use. The governing body or its designee shall provide for periodic re-39 40 view of the hardship claimed under this paragraph. A temporary residence approved under this paragraph is not eligible for replacement under paragraph (q) of this subsection. 41

(j) Climbing and passing lanes within the right of way existing as of July 1, 1987.

(k) Reconstruction or modification of public roads and highways, including the placement of
utility facilities overhead and in the subsurface of public roads and highways along the public right
of way, but not including the addition of travel lanes, where no removal or displacement of buildings

1 would occur, or no new land parcels result.

2 (L) Temporary public road and highway detours that will be abandoned and restored to original 3 condition or use at such time as no longer needed.

4 (m) Minor betterment of existing public road and highway related facilities, such as maintenance 5 yards, weigh stations and rest areas, within right of way existing as of July 1, 1987, and contiguous 6 public-owned property utilized to support the operation and maintenance of public roads and high-7 ways.

8 (n) A replacement dwelling to be used in conjunction with farm use if the existing dwelling has
9 been listed in a county inventory as historic property as defined in ORS 358.480.

10 (o) Creation, restoration or enhancement of wetlands.

11 (p) A winery, as described in ORS 215.452 or 215.453.

(q) Alteration, restoration or replacement of a lawfully established dwelling, as described in ORS
 215.291.

14 (r) Farm stands if:

(A) The structures are designed and used for the sale of farm crops or livestock grown on the farm operation, or grown on the farm operation and other farm operations in the local agricultural area, including the sale of retail incidental items and fee-based activity to promote the sale of farm crops or livestock sold at the farm stand if the annual sale of incidental items and fees from promotional activity do not make up more than 25 percent of the total annual sales of the farm stand; and

(B) The farm stand does not include structures designed for occupancy as a residence or for
activity other than the sale of farm crops or livestock and does not include structures for banquets,
public gatherings or public entertainment.

(s) An armed forces reserve center, if the center is within one-half mile of a community college.
For purposes of this paragraph, "armed forces reserve center" includes an armory or National
Guard support facility.

27(t) A site for the takeoff and landing of model aircraft, including such buildings or facilities as may reasonably be necessary. Buildings or facilities shall not be more than 500 square feet in floor 28area or placed on a permanent foundation unless the building or facility preexisted the use approved 2930 under this paragraph. The site shall not include an aggregate surface or hard surface area unless 31 the surface preexisted the use approved under this paragraph. An owner of property used for the 32purpose authorized in this paragraph may charge a person operating the use on the property rent for the property. An operator may charge users of the property a fee that does not exceed the 33 34 operator's cost to maintain the property, buildings and facilities. As used in this paragraph, "model aircraft" means a small-scale version of an airplane, glider, helicopter, dirigible or balloon that is 35 used or intended to be used for flight and is controlled by radio, lines or design by a person on the 36 37 ground.

38

39

(u) A facility for the processing of farm products as described in ORS 215.255.

(v) Fire service facilities providing rural fire protection services.

(w) Irrigation reservoirs, canals, delivery lines and those structures and accessory operational
facilities, not including parks or other recreational structures and facilities, associated with a district as defined in ORS 540.505.

(x) Utility facility service lines. Utility facility service lines are utility lines and accessory facilities or structures that end at the point where the utility service is received by the customer and
that are located on one or more of the following:

1 (A) A public right of way;

2 (B) Land immediately adjacent to a public right of way, provided the written consent of all ad-3 jacent property owners has been obtained; or

4 (C) The property to be served by the utility.

(y) Subject to the issuance of a license, permit or other approval by the Department of Envi-5 ronmental Quality under ORS 454.695, 459.205, 468B.050, 468B.053 or 468B.055, or in compliance with 6 rules adopted under ORS 468B.095, and as provided in ORS 215.246 to 215.251, the land application 7 of reclaimed water, agricultural or industrial process water or biosolids, or the onsite treatment of 8 9 septage prior to the land application of biosolids, for agricultural, horticultural or silvicultural production, or for irrigation in connection with a use allowed in an exclusive farm use zone under this 10 chapter. For the purposes of this paragraph, onsite treatment of septage prior to the land application 11 12 of biosolids is limited to treatment using treatment facilities that are portable, temporary and 13 transportable by truck trailer, as defined in ORS 801.580, during a period of time within which land application of biosolids is authorized under the license, permit or other approval. 14

(z) Dog training classes or testing trials, which may be conducted outdoors or in farm buildings
 in existence on January 1, 2019, when:

(A) The number of dogs participating in training does not exceed 10 dogs per training class and
 the number of training classes to be held on-site does not exceed six per day; and

(B) The number of dogs participating in a testing trial does not exceed 60 and the number of
 testing trials to be conducted on-site is limited to four or fewer trials per calendar year.

21 (aa) A cider business, as described in ORS 215.451.

22 (bb) A farm brewery, as described in ORS 215.449.

23 (cc) A cannabis tourism center, as described in section 2 of this 2023 Act.

(2) In counties that have adopted marginal lands provisions under ORS 197.247 (1991 Edition),
the following uses may be established in any area zoned for exclusive farm use subject to ORS
215.296:

(a) A primary dwelling in conjunction with farm use or the propagation or harvesting of a forest
product on a lot or parcel that is managed as part of a farm operation or woodlot if the farm operation or woodlot:

30 (A) Consists of 20 or more acres; and

(B) Is not smaller than the average farm or woodlot in the county producing at least \$2,500 in
annual gross income from the crops, livestock or forest products to be raised on the farm operation
or woodlot.

(b) A primary dwelling in conjunction with farm use or the propagation or harvesting of a forest
product on a lot or parcel that is managed as part of a farm operation or woodlot smaller than required under paragraph (a) of this subsection, if the lot or parcel:

(A) Has produced at least \$20,000 in annual gross farm income in two consecutive calendar
years out of the three calendar years before the year in which the application for the dwelling was
made or is planted in perennials capable of producing upon harvest an average of at least \$20,000
in annual gross farm income; or

(B) Is a woodlot capable of producing an average over the growth cycle of \$20,000 in gross an-nual income.

43 (c) Commercial activities that are in conjunction with farm use, including the processing of farm
 44 crops into biofuel not permitted under ORS 215.203 (2)(b)(K) or 215.255.

45 (d) Operations conducted for:

1 (A) Mining and processing of geothermal resources as defined by ORS 522.005 and oil and gas 2 as defined by ORS 520.005, not otherwise permitted under subsection (1)(g) of this section;

(B) Mining, crushing or stockpiling of aggregate and other mineral and other subsurface re sources subject to ORS 215.298;

5 6

20

(C) Processing, as defined by ORS 517.750, of aggregate into asphalt or portland cement; and

(D) Processing of other mineral resources and other subsurface resources.

7 (e) Community centers owned by a governmental agency or a nonprofit community organization and operated primarily by and for residents of the local rural community, hunting and fishing pre-8 9 serves, public and private parks, playgrounds and campgrounds. Subject to the approval of the county governing body or its designee, a private campground may provide yurts for overnight 10 camping. No more than one-third or a maximum of 10 campsites, whichever is smaller, may include 11 12 a yurt. The yurt shall be located on the ground or on a wood floor with no permanent foundation. 13 Upon request of a county governing body, the Land Conservation and Development Commission may provide by rule for an increase in the number of yurts allowed on all or a portion of the 14 15 campgrounds in a county if the commission determines that the increase will comply with the stan-16 dards described in ORS 215.296 (1). A public park or campground may be established as provided under ORS 195.120. As used in this paragraph, "yurt" means a round, domed shelter of cloth or 17 18 canvas on a collapsible frame with no plumbing, sewage disposal hookup or internal cooking appli-19 ance.

(f) Golf courses on land determined not to be high-value farmland as defined in ORS 195.300.

(g) Commercial utility facilities for the purpose of generating power for public use by sale. If the area zoned for exclusive farm use is high-value farmland, a photovoltaic solar power generation facility may be established as a commercial utility facility as provided in ORS 215.447. A renewable energy facility as defined in ORS 215.446 may be established as a commercial utility facility.

25(h) Personal-use airports for airplanes and helicopter pads, including associated hangar, maintenance and service facilities. A personal-use airport as used in this section means an airstrip re-2627stricted, except for aircraft emergencies, to use by the owner, and, on an infrequent and occasional basis, by invited guests, and by commercial aviation activities in connection with agricultural op-28erations. No aircraft may be based on a personal-use airport other than those owned or controlled 2930 by the owner of the airstrip. Exceptions to the activities permitted under this definition may be 31 granted through waiver action by the Oregon Department of Aviation in specific instances. A personal-use airport lawfully existing as of September 13, 1975, shall continue to be permitted sub-32ject to any applicable rules of the Oregon Department of Aviation. 33

34 (i) A facility for the primary processing of forest products, provided that such facility is found 35 to not seriously interfere with accepted farming practices and is compatible with farm uses described in ORS 215.203 (2). Such a facility may be approved for a one-year period which is 36 37 renewable. These facilities are intended to be only portable or temporary in nature. The primary 38 processing of a forest product, as used in this section, means the use of a portable chipper or stud mill or other similar methods of initial treatment of a forest product in order to enable its shipment 39 40 to market. Forest products, as used in this section, means timber grown upon a parcel of land or contiguous land where the primary processing facility is located. 41

(j) A site for the disposal of solid waste approved by the governing body of a city or county or
both and for which a permit has been granted under ORS 459.245 by the Department of Environmental Quality together with equipment, facilities or buildings necessary for its operation.

45 (k)(A) Commercial dog boarding kennels; or

1 (B) Dog training classes or testing trials that cannot be established under subsection (1)(z) of 2 this section.

3 (L) Residential homes as defined in ORS 197.660, in existing dwellings.

4 (m) The propagation, cultivation, maintenance and harvesting of aquatic species that are not 5 under the jurisdiction of the State Fish and Wildlife Commission or insect species. Insect species 6 shall not include any species under quarantine by the State Department of Agriculture or the United 7 States Department of Agriculture. The county shall provide notice of all applications under this 8 paragraph to the State Department of Agriculture. Notice shall be provided in accordance with the 9 county's land use regulations but shall be mailed at least 20 calendar days prior to any administra-10 tive decision or initial public hearing on the application.

11 (n) Home occupations as provided in ORS 215.448.

12 (o) Transmission towers over 200 feet in height.

(p) Construction of additional passing and travel lanes requiring the acquisition of right of waybut not resulting in the creation of new land parcels.

(q) Reconstruction or modification of public roads and highways involving the removal or dis placement of buildings but not resulting in the creation of new land parcels.

(r) Improvement of public road and highway related facilities such as maintenance yards, weigh
stations and rest areas, where additional property or right of way is required but not resulting in
the creation of new land parcels.

20 (s) A destination resort that is approved consistent with the requirements of any statewide 21 planning goal relating to the siting of a destination resort.

(t) Room and board arrangements for a maximum of five unrelated persons in existing resi-dences.

(u) A living history museum related to resource based activities owned and operated by a governmental agency or a local historical society, together with limited commercial activities and facilities that are directly related to the use and enjoyment of the museum and located within authentic buildings of the depicted historic period or the museum administration building, if areas other than an exclusive farm use zone cannot accommodate the museum and related activities or if the museum administration buildings and parking lot are located within one quarter mile of the metropolitan urban growth boundary. As used in this paragraph:

(A) "Living history museum" means a facility designed to depict and interpret everyday life and
 culture of some specific historic period using authentic buildings, tools, equipment and people to
 simulate past activities and events; and

(B) "Local historical society" means the local historical society, recognized as such by the
 county governing body and organized under ORS chapter 65.

36 (v) Operations for the extraction and bottling of water.

(w) An aerial fireworks display business that has been in continuous operation at its current
location within an exclusive farm use zone since December 31, 1986, and possesses a wholesaler's
permit to sell or provide fireworks.

(x) A landscape contracting business, as defined in ORS 671.520, or a business providing landscape architecture services, as described in ORS 671.318, if the business is pursued in conjunction
with the growing and marketing of nursery stock on the land that constitutes farm use.

(y) Public or private schools for kindergarten through grade 12, including all buildings essential
to the operation of a school, primarily for residents of the rural area in which the school is located.
(z) Equine and equine-affiliated therapeutic and counseling activities, provided:

1 (A) The activities are conducted in existing buildings that were lawfully constructed on the 2 property before January 1, 2019, or in new buildings that are accessory, incidental and subordinate 3 to the farm use on the tract; and

4 (B) All individuals conducting therapeutic or counseling activities are acting within the proper 5 scope of any licenses required by the state.

6 (aa) Child care facilities, preschool recorded programs or school-age recorded programs that are:

(A) Authorized under ORS 329A.250 to 329A.450;

7

8 (B) Primarily for the children of residents and workers of the rural area in which the facility 9 or program is located; and

10 (C) Colocated with a community center or a public or private school allowed under this sub-11 section.

(3) In counties that have adopted marginal lands provisions under ORS 197.247 (1991 Edition), a single-family residential dwelling not provided in conjunction with farm use may be established on a lot or parcel with soils predominantly in capability classes IV through VIII as determined by the Agricultural Capability Classification System in use by the United States Department of Agriculture Soil Conservation Service on October 15, 1983. A proposed dwelling is subject to approval of the governing body or its designee in any area zoned for exclusive farm use upon written findings showing all of the following:

(a) The dwelling or activities associated with the dwelling will not force a significant change in
or significantly increase the cost of accepted farming practices on nearby lands devoted to farm use.
(b) The dwelling is situated upon generally unsuitable land for the production of farm crops and
livestock, considering the terrain, adverse soil or land conditions, drainage and flooding, location

and size of the tract. A lot or parcel shall not be considered unsuitable solely because of its size
or location if it can reasonably be put to farm use in conjunction with other land.

(c) Complies with such other conditions as the governing body or its designee considers neces sary.

(4) In counties that have adopted marginal lands provisions under ORS 197.247 (1991 Edition),
one single-family dwelling, not provided in conjunction with farm use, may be established in any
area zoned for exclusive farm use on a lot or parcel described in subsection (7) of this section that
is not larger than three acres upon written findings showing:

(a) The dwelling or activities associated with the dwelling will not force a significant change in
or significantly increase the cost of accepted farming practices on nearby lands devoted to farm use;
(b) If the lot or parcel is located within the Willamette River Greenway, a floodplain or a
geological hazard area, the dwelling complies with conditions imposed by local ordinances relating
specifically to the Willamette River Greenway, floodplains or geological hazard areas, whichever is
applicable; and

(c) The dwelling complies with other conditions considered necessary by the governing body orits designee.

(5) Upon receipt of an application for a permit under subsection (4) of this section, the governing
 body shall notify:

(a) Owners of land that is within 250 feet of the lot or parcel on which the dwelling will be es-tablished; and

(b) Persons who have requested notice of such applications and who have paid a reasonable feeimposed by the county to cover the cost of such notice.

45 (6) The notice required in subsection (5) of this section shall specify that persons have 15 days

following the date of postmark of the notice to file a written objection on the grounds only that the 1 dwelling or activities associated with it would force a significant change in or significantly increase 2 the cost of accepted farming practices on nearby lands devoted to farm use. If no objection is re-3 ceived, the governing body or its designee shall approve or disapprove the application. If an ob-4 jection is received, the governing body shall set the matter for hearing in the manner prescribed in 5 ORS 215.402 to 215.438. The governing body may charge the reasonable costs of the notice required 6 by subsection (5)(a) of this section to the applicant for the permit requested under subsection (4) of 7 this section. 8

9 (7) Subsection (4) of this section applies to a lot or parcel lawfully created between January 1,
10 1948, and July 1, 1983. For the purposes of this section:

11 (a) Only one lot or parcel exists if:

12 (A) A lot or parcel described in this section is contiguous to one or more lots or parcels de-13 scribed in this section; and

(B) On July 1, 1983, greater than possessory interests are held in those contiguous lots, parcels
or lots and parcels by the same person, spouses or a single partnership or business entity, separately
or in tenancy in common.

(b) "Contiguous" means lots, parcels or lots and parcels that have a common boundary, includingbut not limited to, lots, parcels or lots and parcels separated only by a public road.

(8) A person who sells or otherwise transfers real property in an exclusive farm use zone may
retain a life estate in a dwelling on that property and in a tract of land under and around the
dwelling.

(9) No final approval of a nonfarm use under this section shall be given unless any additional
 taxes imposed upon the change in use have been paid.

(10) Roads, highways and other transportation facilities and improvements not allowed under
subsections (1) and (2) of this section may be established, subject to the approval of the governing
body or its designee, in areas zoned for exclusive farm use subject to:

(a) Adoption of an exception to the goal related to agricultural lands and to any other applicable
goal with which the facility or improvement does not comply; or

(b) ORS 215.296 for those uses identified by rule of the Land Conservation and Development
 Commission as provided in section 3, chapter 529, Oregon Laws 1993.

(11) The following agri-tourism and other commercial events or activities that are related to and
 supportive of agriculture may be established in any area zoned for exclusive farm use:

(a) A county may authorize a single agri-tourism or other commercial event or activity on a
 tract in a calendar year by an authorization that is personal to the applicant and is not transferred
 by, or transferable with, a conveyance of the tract, if the agri-tourism or other commercial event
 or activity meets any local standards that apply and:

(A) The agri-tourism or other commercial event or activity is incidental and subordinate to ex isting farm use on the tract;

(B) The duration of the agri-tourism or other commercial event or activity does not exceed 72
 consecutive hours;

41 (C) The maximum attendance at the agri-tourism or other commercial event or activity does not 42 exceed 500 people;

(D) The maximum number of motor vehicles parked at the site of the agri-tourism or other
 commercial event or activity does not exceed 250 vehicles;

45 (E) The agri-tourism or other commercial event or activity complies with ORS 215.296;

5

8

11 12

13

14 15

16

17 18

19

20

21 22

23

2425

2627

28

2930

31

32

33 34

35

36 37

38

39 40

41

42

43

44

45

(F) The agri-tourism or other commercial event or activity occurs outdoors, in temporary 1 2 structures, or in existing permitted structures, subject to health and fire and life safety requirements; and 3 (G) The agri-tourism or other commercial event or activity complies with conditions established 4 for: (i) Planned hours of operation; 6 7 (ii) Access, egress and parking; (iii) A traffic management plan that identifies the projected number of vehicles and any antic-9 ipated use of public roads; and (iv) Sanitation and solid waste. 10 (b) In the alternative to paragraphs (a) and (c) of this subsection, a county may authorize, through an expedited, single-event license, a single agri-tourism or other commercial event or activity on a tract in a calendar year by an expedited, single-event license that is personal to the applicant and is not transferred by, or transferable with, a conveyance of the tract. A decision concerning an expedited, single-event license is not a land use decision, as defined in ORS 197.015. To approve an expedited, single-event license, the governing body of a county or its designee must determine that the proposed agri-tourism or other commercial event or activity meets any local standards that apply, and the agri-tourism or other commercial event or activity: (A) Must be incidental and subordinate to existing farm use on the tract; (B) May not begin before 6 a.m. or end after 10 p.m.; (C) May not involve more than 100 attendees or 50 vehicles; (D) May not include the artificial amplification of music or voices before 8 a.m. or after 8 p.m.; (E) May not require or involve the construction or use of a new permanent structure in connection with the agri-tourism or other commercial event or activity; (F) Must be located on a tract of at least 10 acres unless the owners or residents of adjoining properties consent, in writing, to the location; and (G) Must comply with applicable health and fire and life safety requirements. (c) In the alternative to paragraphs (a) and (b) of this subsection, a county may authorize up to six agri-tourism or other commercial events or activities on a tract in a calendar year by a limited use permit that is personal to the applicant and is not transferred by, or transferable with, a conveyance of the tract. The agri-tourism or other commercial events or activities must meet any local standards that apply, and the agri-tourism or other commercial events or activities: (A) Must be incidental and subordinate to existing farm use on the tract; (B) May not, individually, exceed a duration of 72 consecutive hours; (C) May not require that a new permanent structure be built, used or occupied in connection with the agri-tourism or other commercial events or activities; (D) Must comply with ORS 215.296; (E) May not, in combination with other agri-tourism or other commercial events or activities authorized in the area, materially alter the stability of the land use pattern in the area; and (F) Must comply with conditions established for: (i) The types of agri-tourism or other commercial events or activities that are authorized during each calendar year, including the number and duration of the agri-tourism or other commercial events and activities, the anticipated daily attendance and the hours of operation; (ii) The location of existing structures and the location of proposed temporary structures to be used in connection with the agri-tourism or other commercial events or activities;

(iii) The location of access and egress and parking facilities to be used in connection with the 1 2 agri-tourism or other commercial events or activities; (iv) Traffic management, including the projected number of vehicles and any anticipated use of 3 public roads; and 4 5 (v) Sanitation and solid waste. (d) In addition to paragraphs (a) to (c) of this subsection, a county may authorize agri-tourism 6 7 or other commercial events or activities that occur more frequently or for a longer period or that do not otherwise comply with paragraphs (a) to (c) of this subsection if the agri-tourism or other 8 9 commercial events or activities comply with any local standards that apply and the agri-tourism or 10 other commercial events or activities: (A) Are incidental and subordinate to existing commercial farm use of the tract and are neces-11 12 sary to support the commercial farm uses or the commercial agricultural enterprises in the area; 13 (B) Comply with the requirements of paragraph (c)(C), (D), (E) and (F) of this subsection; (C) Occur on a lot or parcel that complies with the acknowledged minimum lot or parcel size; 14 15 and 16(D) Do not exceed 18 events or activities in a calendar year. (12) A holder of a permit authorized by a county under subsection (11)(d) of this section must 17 request review of the permit at four-year intervals. Upon receipt of a request for review, the county 18 shall: 19 (a) Provide public notice and an opportunity for public comment as part of the review process; 20and 2122(b) Limit its review to events and activities authorized by the permit, conformance with condi-23tions of approval required by the permit and the standards established by subsection (11)(d) of this section. 2425(13) For the purposes of subsection (11) of this section: (a) A county may authorize the use of temporary structures established in connection with the 2627agri-tourism or other commercial events or activities authorized under subsection (11) of this section. However, the temporary structures must be removed at the end of the agri-tourism or other 2829event or activity. The county may not approve an alteration to the land in connection with an 30 agri-tourism or other commercial event or activity authorized under subsection (11) of this section, 31 including, but not limited to, grading, filling or paving. 32(b) The county may issue the limited use permits authorized by subsection (11)(c) of this section for two calendar years. When considering an application for renewal, the county shall ensure com-33

pliance with the provisions of subsection (11)(c) of this section, any local standards that apply and conditions that apply to the permit or to the agri-tourism or other commercial events or activities authorized by the permit.

(c) The authorizations provided by subsection (11) of this section are in addition to other authorizations that may be provided by law, except that "outdoor mass gathering" and "other gathering," as those terms are used in ORS 197.015 (10)(d), do not include agri-tourism or other commercial events and activities.

41 SECTION 4. ORS 215.283 is amended to read:

42 215.283. (1) The following uses may be established in any area zoned for exclusive farm use:

43 (a) Churches and cemeteries in conjunction with churches.

44 (b) The propagation or harvesting of a forest product.

45 (c) Utility facilities necessary for public service, including wetland waste treatment systems but

not including commercial facilities for the purpose of generating electrical power for public use by

2 sale or transmission towers over 200 feet in height. A utility facility necessary for public service

3 may be established as provided in:

4 (A) ORS 215.275; or

1

5 (B) If the utility facility is an associated transmission line, as defined in ORS 215.274 and 6 469.300.

(d) A dwelling on real property used for farm use if the dwelling is occupied by a relative of the 7 farm operator or the farm operator's spouse, which means a child, parent, stepparent, grandchild, 8 9 grandparent, stepgrandparent, sibling, stepsibling, niece, nephew or first cousin of either, if the farm operator does or will require the assistance of the relative in the management of the farm use and 10 the dwelling is located on the same lot or parcel as the dwelling of the farm operator. 11 12 Notwithstanding ORS 92.010 to 92.192 or the minimum lot or parcel size requirements under ORS 13 215.780, if the owner of a dwelling described in this paragraph obtains construction financing or other financing secured by the dwelling and the secured party forecloses on the dwelling, the se-14 15 cured party may also foreclose on the homesite, as defined in ORS 308A.250, and the foreclosure 16 shall operate as a partition of the homesite to create a new parcel.

(e) Subject to ORS 215.279, primary or accessory dwellings and other buildings customarily
 provided in conjunction with farm use.

(f) Operations for the exploration for and production of geothermal resources as defined by ORS 522.005 and oil and gas as defined by ORS 520.005, including the placement and operation of compressors, separators and other customary production equipment for an individual well adjacent to the wellhead. Any activities or construction relating to such operations shall not be a basis for an exception under ORS 197.732 (2)(a) or (b).

(g) Operations for the exploration for minerals as defined by ORS 517.750. Any activities or
construction relating to such operations shall not be a basis for an exception under ORS 197.732
(2)(a) or (b).

27

(h) Climbing and passing lanes within the right of way existing as of July 1, 1987.

(i) Reconstruction or modification of public roads and highways, including the placement of
utility facilities overhead and in the subsurface of public roads and highways along the public right
of way, but not including the addition of travel lanes, where no removal or displacement of buildings
would occur, or no new land parcels result.

(j) Temporary public road and highway detours that will be abandoned and restored to originalcondition or use at such time as no longer needed.

(k) Minor betterment of existing public road and highway related facilities such as maintenance
 yards, weigh stations and rest areas, within right of way existing as of July 1, 1987, and contiguous
 public-owned property utilized to support the operation and maintenance of public roads and high ways.

(L) A replacement dwelling to be used in conjunction with farm use if the existing dwelling has
 been listed in a county inventory as historic property as defined in ORS 358.480.

40 (m) Creation, restoration or enhancement of wetlands.

41 (n) A winery, as described in ORS 215.452 or 215.453.

42 (o) Farm stands if:

(A) The structures are designed and used for the sale of farm crops or livestock grown on the
farm operation, or grown on the farm operation and other farm operations in the local agricultural
area, including the sale of retail incidental items and fee-based activity to promote the sale of farm

crops or livestock sold at the farm stand if the annual sale of incidental items and fees from pro-1 motional activity do not make up more than 25 percent of the total annual sales of the farm stand; 2

and 3

(B) The farm stand does not include structures designed for occupancy as a residence or for 4 activity other than the sale of farm crops or livestock and does not include structures for banquets, 5 public gatherings or public entertainment. 6

(p) Alteration, restoration or replacement of a lawfully established dwelling, as described in ORS 7 215.291. 8

9 (q) A site for the takeoff and landing of model aircraft, including such buildings or facilities as may reasonably be necessary. Buildings or facilities shall not be more than 500 square feet in floor 10 area or placed on a permanent foundation unless the building or facility preexisted the use approved 11 12 under this paragraph. The site shall not include an aggregate surface or hard surface area unless 13 the surface preexisted the use approved under this paragraph. An owner of property used for the purpose authorized in this paragraph may charge a person operating the use on the property rent 14 15 for the property. An operator may charge users of the property a fee that does not exceed the 16 operator's cost to maintain the property, buildings and facilities. As used in this paragraph, "model aircraft" means a small-scale version of an airplane, glider, helicopter, dirigible or balloon that is 17 18 used or intended to be used for flight and is controlled by radio, lines or design by a person on the ground 19

20

21

(r) A facility for the processing of farm products as described in ORS 215.255. (s) Fire service facilities providing rural fire protection services.

22(t) Irrigation reservoirs, canals, delivery lines and those structures and accessory operational facilities, not including parks or other recreational structures and facilities, associated with a dis-23trict as defined in ORS 540.505. 24

25(u) Utility facility service lines. Utility facility service lines are utility lines and accessory facilities or structures that end at the point where the utility service is received by the customer and 2627that are located on one or more of the following:

(A) A public right of way; 28

(B) Land immediately adjacent to a public right of way, provided the written consent of all ad-2930 jacent property owners has been obtained; or

31 (C) The property to be served by the utility.

32(v) Subject to the issuance of a license, permit or other approval by the Department of Environmental Quality under ORS 454.695, 459.205, 468B.050, 468B.053 or 468B.055, or in compliance with 33 34 rules adopted under ORS 468B.095, and as provided in ORS 215.246 to 215.251, the land application 35 of reclaimed water, agricultural or industrial process water or biosolids, or the onsite treatment of septage prior to the land application of biosolids, for agricultural, horticultural or silvicultural pro-36 37 duction, or for irrigation in connection with a use allowed in an exclusive farm use zone under this 38 chapter. For the purposes of this paragraph, onsite treatment of septage prior to the land application of biosolids is limited to treatment using treatment facilities that are portable, temporary and 39 transportable by truck trailer, as defined in ORS 801.580, during a period of time within which land 40 application of biosolids is authorized under the license, permit or other approval. 41

42(w) A county law enforcement facility that lawfully existed on August 20, 2002, and is used to provide rural law enforcement services primarily in rural areas, including parole and post-prison 43 supervision, but not including a correctional facility as defined under ORS 162.135. 44

(x) Dog training classes or testing trials, which may be conducted outdoors or in preexisting 45

farm buildings, when: 1 2 (A) The number of dogs participating in training does not exceed 10 dogs per training class and 3 the number of training classes to be held on-site does not exceed six per day; and (B) The number of dogs participating in a testing trial does not exceed 60 and the number of 4 testing trials to be conducted on-site is limited to four or fewer trials per calendar year. 5 (v) A cider business, as described in ORS 215.451. 6 (z) A farm brewery, as described in ORS 215.449. 7 (aa) A cannabis tourism center, as described in section 2 of this 2023 Act. 8 9 (2) The following nonfarm uses may be established, subject to the approval of the governing body or its designee in any area zoned for exclusive farm use subject to ORS 215.296: 10 (a) Commercial activities that are in conjunction with farm use, including the processing of farm 11 12 crops into biofuel not permitted under ORS 215.203 (2)(b)(K) or 215.255. 13 (b) Operations conducted for: (A) Mining and processing of geothermal resources as defined by ORS 522.005 and oil and gas 14 15as defined by ORS 520.005 not otherwise permitted under subsection (1)(f) of this section; 16 (B) Mining, crushing or stockpiling of aggregate and other mineral and other subsurface resources subject to ORS 215.298; 17 18 (C) Processing, as defined by ORS 517.750, of aggregate into asphalt or portland cement; and 19 (D) Processing of other mineral resources and other subsurface resources. (c) Private parks, playgrounds, hunting and fishing preserves and campgrounds. Subject to the 20approval of the county governing body or its designee, a private campground may provide yurts for 21

22overnight camping. No more than one-third or a maximum of 10 campsites, whichever is smaller, 23may include a yurt. The yurt shall be located on the ground or on a wood floor with no permanent foundation. Upon request of a county governing body, the Land Conservation and Development 24 25Commission may provide by rule for an increase in the number of yurts allowed on all or a portion of the campgrounds in a county if the commission determines that the increase will comply with the 2627standards described in ORS 215.296 (1). As used in this paragraph, "yurt" means a round, domed shelter of cloth or canvas on a collapsible frame with no plumbing, sewage disposal hookup or 2829internal cooking appliance.

(d) Parks and playgrounds. A public park may be established consistent with the provisions ofORS 195.120.

(e) Community centers owned by a governmental agency or a nonprofit community organization 32and operated primarily by and for residents of the local rural community. A community center au-33 34 thorized under this paragraph may provide services to veterans, including but not limited to emergency and transitional shelter, preparation and service of meals, vocational and educational 35 counseling and referral to local, state or federal agencies providing medical, mental health, disability 36 37 income replacement and substance abuse services, only in a facility that is in existence on January 38 1, 2006. The services may not include direct delivery of medical, mental health, disability income replacement or substance abuse services. 39

40 (f) Golf courses on land:

41 (A) Determined not to be high-value farmland, as defined in ORS 195.300 (10); or

- 42 (B) Determined to be high-value farmland described in ORS 195.300 (10)(c) if the land:
- 43 (i) Is not otherwise described in ORS 195.300 (10);
- 44 (ii) Is surrounded on all sides by an approved golf course; and
- 45 (iii) Is west of U.S. Highway 101.

1 (g) Commercial utility facilities for the purpose of generating power for public use by sale. If the 2 area zoned for exclusive farm use is high-value farmland, a photovoltaic solar power generation fa-3 cility may be established as a commercial utility facility as provided in ORS 215.447. A renewable 4 energy facility as defined in ORS 215.446 may be established as a commercial utility facility.

(h) Personal-use airports for airplanes and helicopter pads, including associated hangar, main-5 tenance and service facilities. A personal-use airport, as used in this section, means an airstrip re-6 7 stricted, except for aircraft emergencies, to use by the owner, and, on an infrequent and occasional basis, by invited guests, and by commercial aviation activities in connection with agricultural op-8 9 erations. No aircraft may be based on a personal-use airport other than those owned or controlled by the owner of the airstrip. Exceptions to the activities permitted under this definition may be 10 granted through waiver action by the Oregon Department of Aviation in specific instances. A 11 12 personal-use airport lawfully existing as of September 13, 1975, shall continue to be permitted sub-13 ject to any applicable rules of the Oregon Department of Aviation.

14

(i) Home occupations as provided in ORS 215.448.

15 (j) A facility for the primary processing of forest products, provided that such facility is found to not seriously interfere with accepted farming practices and is compatible with farm uses de-16 scribed in ORS 215.203 (2). Such a facility may be approved for a one-year period which is 17 18 renewable. These facilities are intended to be only portable or temporary in nature. The primary 19 processing of a forest product, as used in this section, means the use of a portable chipper or stud 20mill or other similar methods of initial treatment of a forest product in order to enable its shipment to market. Forest products, as used in this section, means timber grown upon a parcel of land or 2122contiguous land where the primary processing facility is located.

(k) A site for the disposal of solid waste approved by the governing body of a city or county or
 both and for which a permit has been granted under ORS 459.245 by the Department of Environ mental Quality together with equipment, facilities or buildings necessary for its operation.

(L) One manufactured dwelling or recreational vehicle, or the temporary residential use of an 2627existing building, in conjunction with an existing dwelling as a temporary use for the term of a hardship suffered by the existing resident or a relative of the resident. Within three months of the 28end of the hardship, the manufactured dwelling or recreational vehicle shall be removed or demol-2930 ished or, in the case of an existing building, the building shall be removed, demolished or returned 31 to an allowed nonresidential use. The governing body or its designee shall provide for periodic review of the hardship claimed under this paragraph. A temporary residence approved under this 32paragraph is not eligible for replacement under subsection (1)(p) of this section. 33

- 34 (m) Transmission towers over 200 feet in height.
- 35

(n)(A) Commercial dog boarding kennels; or

(B) Dog training classes or testing trials that cannot be established under subsection (1)(x) of
 this section.

38

(o) Residential homes as defined in ORS 197.660, in existing dwellings.

(p) The propagation, cultivation, maintenance and harvesting of aquatic species that are not under the jurisdiction of the State Fish and Wildlife Commission or insect species. Insect species shall not include any species under quarantine by the State Department of Agriculture or the United States Department of Agriculture. The county shall provide notice of all applications under this paragraph to the State Department of Agriculture. Notice shall be provided in accordance with the county's land use regulations but shall be mailed at least 20 calendar days prior to any administrative decision or initial public hearing on the application.

[15]

(q) Construction of additional passing and travel lanes requiring the acquisition of right of way 1 but not resulting in the creation of new land parcels. 2

(r) Reconstruction or modification of public roads and highways involving the removal or dis-3 placement of buildings but not resulting in the creation of new land parcels. 4

(s) Improvement of public road and highway related facilities, such as maintenance yards, weigh 5 stations and rest areas, where additional property or right of way is required but not resulting in 6 the creation of new land parcels. 7

(t) A destination resort that is approved consistent with the requirements of any statewide 8 9 planning goal relating to the siting of a destination resort.

(u) Room and board arrangements for a maximum of five unrelated persons in existing resi-10 dences. 11

12(v) Operations for the extraction and bottling of water.

13 (w) Expansion of existing county fairgrounds and activities directly relating to county fairgrounds governed by county fair boards established pursuant to ORS 565.210. 14

15 (x) A living history museum related to resource based activities owned and operated by a governmental agency or a local historical society, together with limited commercial activities and fa-16 cilities that are directly related to the use and enjoyment of the museum and located within 17 18 authentic buildings of the depicted historic period or the museum administration building, if areas other than an exclusive farm use zone cannot accommodate the museum and related activities or if 19 the museum administration buildings and parking lot are located within one quarter mile of an ur-20ban growth boundary. As used in this paragraph: 21

22(A) "Living history museum" means a facility designed to depict and interpret everyday life and 23culture of some specific historic period using authentic buildings, tools, equipment and people to simulate past activities and events; and 24

(B) "Local historical society" means the local historical society recognized by the county gov-25erning body and organized under ORS chapter 65. 26

27(y) An aerial fireworks display business that has been in continuous operation at its current location within an exclusive farm use zone since December 31, 1986, and possesses a wholesaler's 28permit to sell or provide fireworks. 29

30 (z) A landscape contracting business, as defined in ORS 671.520, or a business providing land-31 scape architecture services, as described in ORS 671.318, if the business is pursued in conjunction with the growing and marketing of nursery stock on the land that constitutes farm use. 32

(aa) Public or private schools for kindergarten through grade 12, including all buildings essential 33 34 to the operation of a school, primarily for residents of the rural area in which the school is located. 35 (bb) Equine and equine-affiliated therapeutic and counseling activities, provided:

36

(A) The activities are conducted in existing buildings that were lawfully constructed on the 37 property before January 1, 2019, or in new buildings that are accessory, incidental and subordinate

38 to the farm use on the tract; and

(B) All individuals conducting therapeutic or counseling activities are acting within the proper 39 scope of any licenses required by the state. 40

(cc) Guest ranches in eastern Oregon, as described in ORS 215.461. 41

(dd) Child care facilities, preschool recorded programs or school-age recorded programs that are: 42

(A) Authorized under ORS 329A.250 to 329A.450; 43

(B) Primarily for the children of residents and workers of the rural area in which the facility 44 or program is located; and 45

(C) Colocated with a community center or a public or private school allowed under this sub-1 2 section. (3) Roads, highways and other transportation facilities and improvements not allowed under 3 subsections (1) and (2) of this section may be established, subject to the approval of the governing 4 body or its designee, in areas zoned for exclusive farm use subject to: 5 (a) Adoption of an exception to the goal related to agricultural lands and to any other applicable 6 goal with which the facility or improvement does not comply; or 7 (b) ORS 215.296 for those uses identified by rule of the Land Conservation and Development 8 9 Commission as provided in section 3, chapter 529, Oregon Laws 1993. (4) The following agri-tourism and other commercial events or activities that are related to and 10 supportive of agriculture may be established in any area zoned for exclusive farm use: 11 12 (a) A county may authorize a single agri-tourism or other commercial event or activity on a 13 tract in a calendar year by an authorization that is personal to the applicant and is not transferred by, or transferable with, a conveyance of the tract, if the agri-tourism or other commercial event 14 15 or activity meets any local standards that apply and: 16 (A) The agri-tourism or other commercial event or activity is incidental and subordinate to existing farm use on the tract; 17 18 (B) The duration of the agri-tourism or other commercial event or activity does not exceed 72 consecutive hours; 19 (C) The maximum attendance at the agri-tourism or other commercial event or activity does not 20exceed 500 people; 2122(D) The maximum number of motor vehicles parked at the site of the agri-tourism or other 23commercial event or activity does not exceed 250 vehicles; (E) The agri-tourism or other commercial event or activity complies with ORS 215.296; 24(F) The agri-tourism or other commercial event or activity occurs outdoors, in temporary 25structures, or in existing permitted structures, subject to health and fire and life safety require-2627ments; and (G) The agri-tourism or other commercial event or activity complies with conditions established 28for: 2930 (i) Planned hours of operation; 31 (ii) Access, egress and parking; (iii) A traffic management plan that identifies the projected number of vehicles and any antic-32ipated use of public roads; and 33 34 (iv) Sanitation and solid waste. 35 (b) In the alternative to paragraphs (a) and (c) of this subsection, a county may authorize, through an expedited, single-event license, a single agri-tourism or other commercial event or ac-36 37 tivity on a tract in a calendar year by an expedited, single-event license that is personal to the applicant and is not transferred by, or transferable with, a conveyance of the tract. A decision 38 concerning an expedited, single-event license is not a land use decision, as defined in ORS 197.015. 39 To approve an expedited, single-event license, the governing body of a county or its designee must 40 determine that the proposed agri-tourism or other commercial event or activity meets any local 41

42 standards that apply, and the agri-tourism or other commercial event or activity:

43 (A) Must be incidental and subordinate to existing farm use on the tract;

44 (B) May not begin before 6 a.m. or end after 10 p.m.;

45 (C) May not involve more than 100 attendees or 50 vehicles;

[17]

(D) May not include the artificial amplification of music or voices before 8 a.m. or after 8 p.m.; 1 2 (E) May not require or involve the construction or use of a new permanent structure in connection with the agri-tourism or other commercial event or activity; 3 (F) Must be located on a tract of at least 10 acres unless the owners or residents of adjoining 4 properties consent, in writing, to the location; and $\mathbf{5}$ (G) Must comply with applicable health and fire and life safety requirements. 6 (c) In the alternative to paragraphs (a) and (b) of this subsection, a county may authorize up to 7 six agri-tourism or other commercial events or activities on a tract in a calendar year by a limited 8 9 use permit that is personal to the applicant and is not transferred by, or transferable with, a conveyance of the tract. The agri-tourism or other commercial events or activities must meet any 10 local standards that apply, and the agri-tourism or other commercial events or activities: 11 12 (A) Must be incidental and subordinate to existing farm use on the tract; 13 (B) May not, individually, exceed a duration of 72 consecutive hours; (C) May not require that a new permanent structure be built, used or occupied in connection 14 15 with the agri-tourism or other commercial events or activities; 16 (D) Must comply with ORS 215.296; 17 (E) May not, in combination with other agri-tourism or other commercial events or activities 18 authorized in the area, materially alter the stability of the land use pattern in the area; and 19 (F) Must comply with conditions established for: (i) The types of agri-tourism or other commercial events or activities that are authorized during 20each calendar year, including the number and duration of the agri-tourism or other commercial 2122events and activities, the anticipated daily attendance and the hours of operation; 23(ii) The location of existing structures and the location of proposed temporary structures to be used in connection with the agri-tourism or other commercial events or activities; 24(iii) The location of access and egress and parking facilities to be used in connection with the 25agri-tourism or other commercial events or activities; 2627(iv) Traffic management, including the projected number of vehicles and any anticipated use of public roads; and 2829(v) Sanitation and solid waste. 30 (d) In addition to paragraphs (a) to (c) of this subsection, a county may authorize agri-tourism 31 or other commercial events or activities that occur more frequently or for a longer period or that 32do not otherwise comply with paragraphs (a) to (c) of this subsection if the agri-tourism or other commercial events or activities comply with any local standards that apply and the agri-tourism or 33 34 other commercial events or activities: 35 (A) Are incidental and subordinate to existing commercial farm use of the tract and are necessary to support the commercial farm uses or the commercial agricultural enterprises in the area; 36 37 (B) Comply with the requirements of paragraph (c)(C), (D), (E) and (F) of this subsection; 38 (C) Occur on a lot or parcel that complies with the acknowledged minimum lot or parcel size; and 39 (D) Do not exceed 18 events or activities in a calendar year. 40 (5) A holder of a permit authorized by a county under subsection (4)(d) of this section must re-41 quest review of the permit at four-year intervals. Upon receipt of a request for review, the county 42shall: 43

44 (a) Provide public notice and an opportunity for public comment as part of the review process;45 and

[18]

1 (b) Limit its review to events and activities authorized by the permit, conformance with condi-2 tions of approval required by the permit and the standards established by subsection (4)(d) of this 3 section.

4 (6) For the purposes of subsection (4) of this section:

5 (a) A county may authorize the use of temporary structures established in connection with the 6 agri-tourism or other commercial events or activities authorized under subsection (4) of this section. 7 However, the temporary structures must be removed at the end of the agri-tourism or other event 8 or activity. The county may not approve an alteration to the land in connection with an agri-tourism 9 or other commercial event or activity authorized under subsection (4) of this section, including, but 10 not limited to, grading, filling or paving.

(b) The county may issue the limited use permits authorized by subsection (4)(c) of this section for two calendar years. When considering an application for renewal, the county shall ensure compliance with the provisions of subsection (4)(c) of this section, any local standards that apply and conditions that apply to the permit or to the agri-tourism or other commercial events or activities authorized by the permit.

16 (c) The authorizations provided by subsection (4) of this section are in addition to other au-17 thorizations that may be provided by law, except that "outdoor mass gathering" and "other gather-18 ing," as those terms are used in ORS 197.015 (10)(d), do not include agri-tourism or other commercial 19 events and activities.

20 SECTION 5. ORS 475C.177 is amended to read:

475C.177. (1) The Oregon Liquor and Cannabis Commission shall develop and maintain a system
for tracking the transfer of marijuana items between premises for which licenses have been issued
under ORS 475C.005 to 475C.525.

(2) The purposes of the system developed and maintained under this section include, but are notlimited to:

(a) Preventing the diversion of marijuana items to criminal enterprises, gangs, cartels and other
 states;

28 (b) Preventing persons from substituting or tampering with marijuana items;

29 (c) Ensuring an accurate accounting of the production, processing and sale of marijuana items;

30 (d) Ensuring that laboratory testing results are accurately reported; and

(e) Ensuring compliance with ORS 475C.005 to 475C.525, rules adopted under ORS 475C.005 to
 475C.525 and any other law of this state that charges the commission with a duty, function or power
 related to marijuana.

(3) The system developed and maintained under this section must be capable of tracking, at aminimum:

(a) The propagation of immature marijuana plants and the production of marijuana by a
 marijuana producer;

38 (b) The processing of marijuana by a marijuana processor;

39 (c) The receiving, storing and delivering of marijuana items by a marijuana wholesaler;

40 (d) The sale of marijuana items by a marijuana retailer to a consumer;

(e) The sale and purchase of marijuana items between licensees, as permitted by ORS 475C.005
 to 475C.525;

(f) The transfer of marijuana items between premises for which licenses have been issued under
 ORS 475C.005 to 475C.525; [and]

45 (g) The sampling of usable marijuana, as described in section 2 of this 2023 Act; and

1	(h) Any other information that the commission determines is reasonably necessary to accom-			
2	plish the duties, functions and powers of the commission under ORS 475C.005 to 475C.525.			
3	SECTION 6. ORS 475C.489 is amended to read:			
4	475C.489. (1) Marijuana is:			
5	(a) A crop for the purposes of "farm use" as defined in ORS 215.203;			
6	(b) A crop for purposes of a "farm" and "farming practice," both as defined in ORS 30.930;			
7	(c) A product of farm use as described in ORS 308A.062; and			
8	(d) The product of an agricultural activity for purposes of ORS 568.909.			
9	(2) Notwithstanding ORS chapters 195, 196, 197, 215 and 227, the following are not permitted			
10	uses on land designated for exclusive farm use:			
11	(a) A new dwelling used in conjunction with a marijuana crop;			
12	(b) A farm stand, as described in ORS 215.213 (1)(r) or 215.283 (1)(o), used in conjunction with			
13	a marijuana crop; and			
14	(c) Except for a cannabis tourism center described in section 2 of this 2023 Act, a com-			
15	mercial activity, as described in ORS 215.213 (2)(c) or 215.283 (2)(a), carried on in conjunction with			
16	a marijuana crop.			
17	(3) A county may allow the production of marijuana as a farm use on land zoned for farm or			
18	forest use in the same manner as the production of marijuana is allowed in exclusive farm use zones			
19	under this section and ORS 215.213, 215.283 and 475C.053.			
20	(4) This section applies to:			
21	(a) Marijuana producers that hold a license issued under ORS 475C.065;			
22	(b) Persons registered under ORS 475C.792 and designated to produce marijuana by one or more			
23	persons who hold valid registry identification cards issued under ORS 475C.783; and			
24	(c) For the purpose of producing marijuana or propagating immature marijuana plants, re-			
25	searchers of cannabis that hold a certificate issued under ORS 475C.289.			
26	SECTION 7. Sections 8 and 9 of this 2023 Act are added to and made a part of ORS			
27	475C.005 to 475C.525.			
28	SECTION 8. All agencies of state government, as defined in ORS 174.111, shall provide			
29	the same services to businesses licensed or registered under ORS 475C.005 to 475C.525,			
30	475C.548, 475C.770 to 475C.919 or 571.260 to 571.348 as to all other businesses.			
31	SECTION 9. (1) At a trade show or similar event:			
32	(a) A marijuana producer that holds a license issued under ORS 475C.065 and a marijuana			
33	processor that holds a license issued under ORS 475C.085 may:			
34	(A) Transfer marijuana items to a marijuana retailer that holds a license issued under			
35	ORS 475C.097; and			
36	(B) Provide to a licensee or holder of a permit issued under ORS 475C.273 samples of			
37	marijuana items.			
38	(b) A marijuana wholesaler that holds a license issued under ORS 475C.093 may:			
39	(A) Sell at wholesale or transfer marijuana items to a marijuana retailer that holds a li-			
40	cense issued under ORS 475C.097; and (P) Provide to a licensee or holder of a normit issued under ORS 475C 272 complex of			
41	(B) Provide to a licensee or holder of a permit issued under ORS 475C.273 samples of			
42	marijuana items.			
43	(c) A marijuana retailer that holds a license issued under ORS 475C.097 may receive from			
44 45	a marijuana producer that holds a license issued under ORS 475C.065, a marijuana processor that holds a license issued under ORS 475C 085 or a marijuana wholesalar that holds a license			
45	that holds a license issued under ORS 475C.085 or a marijuana wholesaler that holds a license			

issued under ORS 475C.093 marijuana items sold or transferred as described in this sub-1 2 section. (d) A licensee or holder of a permit issued under ORS 475C.273 may receive from a 3 marijuana producer that holds a license issued under ORS 475C.065, a marijuana processor 4 that holds a license issued under ORS 475C.085 or a marijuana wholesaler that holds a license 5 issued under ORS 475C.093 samples of marijuana items provided as described in this sub-6 section. 7 (2) The Oregon Liquor and Cannabis Commission may adopt rules to carry out this sec-8 9 tion. SECTION 10. ORS 475C.117 is amended to read: 10 475C.117. (1) A marijuana retailer that holds a license issued under ORS 475C.097 may make 11 12 deliveries to a consumer pursuant to the consumer's bona fide order received by the marijuana 13 retailer. The delivery of marijuana items under this section may be made to a consumer: (a) Within the same city or unincorporated area of the county in which the marijuana retailer 14 15 is located; or 16 (b) In a city or the unincorporated area of a county that is adjacent to the city or unincorporated area of the county in which the marijuana retailer is located, provided the adjacent 17 18 city or county has adopted an ordinance allowing for the delivery of marijuana items by a marijuana retailer located in an adjacent city or unincorporated area of a county. 19 20(2) A marijuana retailer that makes deliveries under this section shall: (a) Ensure that deliveries are made in an efficient and timely manner. 21 22(b) Upon request, provide to the Oregon Liquor and Cannabis Commission information on each vehicle used to make deliveries of marijuana items under this section, including the make, model, 23year, color, vehicle identification number and registration plate number. 24(c) Maintain an electronic or physical record of each bona fide order for the delivery of 25marijuana items that the marijuana retailer fulfills. 2627(d) Report to the commission, and as necessary to the appropriate law enforcement agency, any accidents or losses involving a delivery vehicle. 28(3) An individual who makes deliveries on behalf of a marijuana retailer under this section: 2930 (a) Shall: 31 (A) Hold a permit issued under ORS 475C.273 and carry the permit while making deliveries un-32der this section. (B) Have a method of secure electronic communication in order to communicate with the 33 34 marijuana retailer for which the individual is making deliveries. 35 (C) Maintain an electronic or physical record of a bona fide order for a delivery of a marijuana 36 item. 37 (D) Present to the consumer a printed or electronic delivery manifest and obtain on the manifest the consumer's written or electronic signature verifying completion of the delivery of marijuana 38 items. 39 40 (E) Except in the case of an emergency or unsafe road conditions or as necessary for fuel, rest or vehicle repair, travel only between the premises of the marijuana retailer and the locations at 41 which the deliveries of marijuana items are made. 42 43 (b) May not: (A) Leave a delivery vehicle that contains marijuana items unattended unless the delivery ve-44 hicle is locked and equipped with an active vehicle alarm system. 45

1 (B) Carry more than \$10,000 worth of marijuana items in a delivery vehicle at any one time.

2 (C) Consume, or be under the influence of, marijuana while making deliveries under this section.

3 (4) A delivery vehicle must:

4 (a) While being used for making deliveries, be equipped with an active global positioning system 5 device that tracks the location of the delivery vehicle and enables the marijuana retailer for which 6 the deliveries are being made to identify the location of the delivery vehicle.

7 (b) Be equipped with a lockable container in a secured cargo area of the delivery vehicle that 8 is of a size appropriate to contain the marijuana items being delivered.

9 (c) Be free of any markings that may indicate that the delivery vehicle is used for the purpose 10 of delivering marijuana items.

(5) A delivery of marijuana items may not be made to a consumer who is located on land ownedor leased by the federal government.

(6) The commission may adopt rules to carry out the purposes of this section. Rules adopted
 under this subsection must allow the delivery of marijuana items under this section to a
 consumer at a hotel or inn, as defined in ORS 699.005.

16 **SECTION 11.** ORS 475C.205 is amended to read:

475C.205. (1) Except as provided in ORS 475C.137 and 475C.850 and sections 2 and 9 of this 2023 Act and rules adopted pursuant to ORS 475C.065, a marijuana producer that holds a license issued under ORS 475C.065, marijuana processor that holds a license issued under ORS 475C.085 or marijuana wholesaler that holds a license issued under ORS 475C.093 may deliver marijuana items only to or on a premises for which a license has been issued under ORS 475C.065, 475C.085, 475C.093 or 475C.097, or to a registry identification cardholder or designated primary caregiver as allowed under ORS 475C.005 to 475C.525.

(2) A licensee to which marijuana items may be delivered under subsection (1) of this section
 may receive marijuana items only from:

(a) A marijuana producer that holds a license issued under ORS 475C.065, marijuana processor
that holds a license issued under ORS 475C.085, marijuana wholesaler that holds a license issued
under ORS 475C.093, marijuana retailer that holds a license issued under ORS 475C.097 or a laboratory licensed under ORS 475C.548;

30 (b) A researcher of cannabis that holds a certificate issued under ORS 475C.289 and that 31 transfers limited amounts of marijuana, usable marijuana, cannabinoid products, cannabinoid con-32 centrates and cannabinoid extracts in accordance with procedures adopted under ORS 475C.289 33 (3)(d) and (e);

(c) A marijuana grow site registered under ORS 475C.792, marijuana processing site registered
 under ORS 475C.815, or a medical marijuana dispensary registered under ORS 475C.833, acting in
 accordance with procedures adopted by the Oregon Liquor and Cannabis Commission under ORS
 475C.169; or

(d) A marijuana grow site registered under ORS 475C.792, acting in accordance with ORS
 475C.800 and any procedures adopted by rule by the commission.

(3) Except as provided in ORS 475C.117, the sale of marijuana items by a marijuana retailer that
holds a license issued under ORS 475C.097 must be restricted to the premises for which the license
has been issued.

(4) The commission may by order waive the requirements of subsections (1) and (2) of this section to ensure compliance with ORS 475C.005 to 475C.525 or a rule adopted under ORS 475C.005 to
475C.525. An order issued under this subsection does not constitute a waiver of any other require-

A-Eng.	HB	2516
--------	----	------

ment of ORS 475C.005 to 475C.525 or any other rule adopted under ORS 475C.005 to 475C.525. 1 2 SECTION 12. ORS 475C.449 is amended to read: 3 475C.449. (1) For purposes of this section, "reasonable regulations" includes: (a)(A) Reasonable conditions on the manner in which a marijuana producer that holds a license 4 issued under ORS 475C.065 may produce marijuana or in which a researcher of cannabis that holds 5 a certificate issued under ORS 475C.289 may produce marijuana or propagate immature marijuana 6 7 plants; and (B) Reasonable conditions on the manner in which a marijuana producer that holds a li-8 9 cense issued under ORS 475C.065 and that operates a cannabis tourism center, as described in section 2 of this 2023 Act, at the licensed premises may operate; 10 (b) Reasonable conditions on the manner in which a marijuana processor that holds a license 11 12 issued under ORS 475C.085 may process marijuana or in which a researcher of cannabis that holds a certificate issued under ORS 475C.289 may process marijuana; 13 (c) Reasonable conditions on the manner in which a marijuana wholesaler that holds a license 14 15 issued under ORS 475C.093 may sell marijuana at wholesale; 16 (d) Reasonable conditions on the manner in which a marijuana retailer that holds a license issued under ORS 475C.097 may sell marijuana items; 1718 (e) Reasonable limitations on the hours during which a premises for which a license has been issued under ORS 475C.005 to 475C.525 may operate; 19 20(f) Reasonable requirements related to the public's access to a premises for which a license or certificate has been issued under ORS 475C.005 to 475C.525; and 2122(g) Reasonable limitations on where a premises for which a license or certificate may be issued 23under ORS 475C.005 to 475C.525 may be located. (2) Notwithstanding ORS 30.935, 215.253 (1) or 633.738, the governing body of a city or county 24may adopt ordinances that impose reasonable regulations on the operation of businesses located at 25premises for which a license or certificate has been issued under ORS 475C.005 to 475C.525 if the 2627premises are located in the area subject to the jurisdiction of the city or county, except that the governing body of a city or county may not: 28(a) Adopt an ordinance that prohibits a premises for which a license has been issued under ORS 2930 475C.097 from being located within a distance that is greater than 1,000 feet of another premises for 31 which a license has been issued under ORS 475C.097. 32(b) Adopt an ordinance that imposes a setback requirement for an agricultural building used to produce marijuana located on a premises for which a license has been issued under ORS 475C.065 33 34 if the agricultural building: 35 (A) Was constructed on or before July 1, 2015, in compliance with all applicable land use and building code requirements at the time of construction; 36 37 (B) Is located at an address where a marijuana grow site first registered with the Oregon Health 38 Authority under ORS 475C.792 on or before January 1, 2015; (C) Was used to produce marijuana pursuant to the provisions of ORS 475C.770 to 475C.919 on 39 40 or before January 1, 2015; and (D) Has four opaque walls and a roof. 41 42SECTION 13. ORS 475C.513 is amended to read:

43 475C.513. (1) Notwithstanding ORS 475C.205 or any other provision prohibiting the transporta44 tion of marijuana items to or from a location for which a license has not been issued under ORS
45 475C.005 to 475C.525 or prohibiting the possession of marijuana items at a location for which a li-

cense has not been issued under ORS 475C.005 to 475C.525, a licensee may transport marijuana
 items to and exhibit marijuana items at a trade show, the Oregon State Fair or a similar event if:

3 (a) The marijuana items are tracked using the system developed and maintained under ORS
 475C.177;

5 (b) Except for any marijuana items sold at wholesale or transferred pursuant to section 6 9 of this 2023 Act, all of the marijuana items are returned to a premises for which a license has 7 been issued under ORS 475C.005 to 475C.525 immediately after the conclusion of the event; and

8 (c) The licensee complies with any other requirement imposed by the Oregon Liquor and 9 Cannabis Commission by rule or order for the purpose of ensuring the security of the marijuana 10 items, for the purpose of preventing minors from having access to the marijuana items or for any 11 other purpose deemed relevant by the commission.

12 (2) The commission shall adopt rules to implement this section.

13 **SECTION 14.** ORS 475C.674 is amended to read:

475C.674. (1) A tax is hereby imposed upon the retail sale of marijuana items in this state. The tax imposed by this section is a direct tax on the consumer, for which payment upon retail sale is required. The tax shall be collected at the point of sale of a marijuana item by a marijuana retailer at the time at which the retail sale occurs.

18 (2) The tax imposed under this section shall be imposed at the rate of:

19 (a) 17 percent of the retail sales price of usable marijuana;

20 (b) 17 percent of the retail sales price of immature marijuana plants;

21 (c) 17 percent of the retail sales price of a cannabinoid edible;

22 (d) 17 percent of the retail sales price of a cannabinoid concentrate;

23 (e) 17 percent of the retail sales price of a cannabinoid extract;

(f) 17 percent of the retail sales price of a cannabinoid product that is intended to be used by applying the cannabinoid product to the skin or hair; and

(g) 17 percent of the retail sales price of cannabinoid products other than those described inparagraph (f) of this subsection.

(3) If the tax imposed under this section does not equal an amount calculable to a whole cent,the tax shall be equal to the next higher whole cent.

30 (4) Except as otherwise provided by the Department of Revenue by rule, the amount of the tax 31 shall be separately stated on an invoice, receipt or other similar document that the marijuana 32 retailer provides to the consumer at the time at which the retail sale occurs.

(5) A person may not knowingly sell, purchase, install, transfer or possess electronic devices or
 software programs for the purposes of:

35 (a) Hiding or removing records of retail sales of marijuana items; or

36 (b) Falsifying records of retail sales of marijuana items.

(6)(a) A marijuana retailer may not [discount a marijuana item or offer a marijuana item for free
if the retail sale of the marijuana item is made in conjunction with the retail sale of any other item]
offer for free or a discount a marijuana item if the offer is contingent on the simultaneous
retail sale of an item that is not a marijuana item.

(b) Paragraph (a) of this subsection does not affect any provision of ORS 475C.005 to 475C.525
or any rule adopted by the Oregon Liquor and Cannabis Commission pursuant to ORS 475C.005 to
475C.525 that is related to the retail sale of marijuana items.

44 <u>SECTION 15.</u> (1) Sections 2, 8 and 9 of this 2023 Act and the amendments to ORS 215.213, 45 215.283, 475C.117, 475C.177, 475C.205, 475C.449, 475C.489, 475C.513 and 475C.674 by sections 3 to

1 6 and 10 to 14 of this 2023 Act become operative on January 1, 2024.

(2) The Department of Land Conservation and Development and the Oregon Liquor and $\mathbf{2}$ 3 Cannabis Commission may take any action before the operative date specified in subsection (1) of this section necessary to enable the commission and the department to exercise, on 4 and after the operative date specified in subsection (1) of this section, all of the duties, $\mathbf{5}$ functions and powers conferred on the commission and the department by sections 2, 8 and 6 79 of this 2023 Act and the amendments to ORS 215.213, 215.283, 475C.117, 475C.177, 475C.205, 8 475C.449, 475C.489, 475C.513 and 475C.674 by sections 3 to 6 and 10 to 14 of this 2023 Act. 9 SECTION 16. This 2023 Act takes effect on the 91st day after the date on which the 2023

10 regular session of the Eighty-second Legislative Assembly adjourns sine die.

11