Second Regular Session Seventy-first General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 18-0777.01 Michael Dohr x4347

HOUSE BILL 18-1259

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A BILL FOR AN ACT

CONCERNING PROVIDING MARIJUANA SAMPLES TO EMPLOYEES FOR BUSINESS PURPOSES.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at

http://leg.colorado.gov.)

The bill permits a medical marijuana optional premises cultivation licensee, a medical marijuana-infused products manufacturing licensee, a retail marijuana cultivation facility licensee, and a retail marijuana products manufacturing licensee to provide samples to managers for quality control and product development purposes. The bill specifies limits on the amount that can be provided as a sample per batch. The bill

prohibits the licensee from: ! Allowing the manager to consume the sample on site; ! Allowing the manager to exceed his or her personal possession limits; ! Providing or reselling the sample to another licensed employee, individual, or customer; and ! Using the sample as a means of compensating the manager.
Be it enacted by the General Assembly of the State of Colorado:
SECTION 1. In Colorado Revised Statutes, 12-43.3-403, add (4)
as follows:
12-43.3-403. Optional premises cultivation license - rules
(A) (a) AN OPTIONAL PREMICES OUT THAT TION LIGENISES MAY PROVIDE A

- 5 (4) (a) AN OPTIONAL PREMISES CULTIVATION LICENSEE MAY PROVIDE A
- 6 MEDICAL MARIJUANA SAMPLE AND A MEDICAL MARIJUANA CONCENTRATE
- 7 SAMPLE TO MANAGERS EMPLOYED BY THE LICENSEE FOR PURPOSES OF
- 8 QUALITY CONTROL AND PRODUCT DEVELOPMENT.

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- 9 (b) MANAGERS WHO RECEIVE A SAMPLE PURSUANT TO SUBSECTION 10 (4)(a) OF THIS SECTION MUST HAVE A VALID REGISTRY IDENTIFICATION 11 CARD ISSUED PURSUANT TO SECTION 25-1.5-106 (9).
- 12 (c) A SAMPLE AUTHORIZED PURSUANT TO SUBSECTION (4)(a) OF 13 THIS SECTION IS LIMITED TO ONE GRAM OF MEDICAL MARIJUANA PER 14 BATCH AS DEFINED IN RULES PROMULGATED BY THE STATE LICENSING 15 AUTHORITY PER DAY, AND ONE-HALF GRAM OF A MEDICAL MARIJUANA 16 CONCENTRATE PER BATCH AS DEFINED IN RULES PROMULGATED BY THE 17 STATE LICENSING AUTHORITY PER DAY.
 - (d) A SAMPLE AUTHORIZED PURSUANT TO SUBSECTION (4)(a) OF THIS SECTION MUST BE LABELED AND PACKAGED PURSUANT TO THE RULES PROMULGATED PURSUANT TO SECTION 12-43.3-202 (2)(a)(XIV) AND (2)(a)(XIV.5).
- 22 (e) A SAMPLE PROVIDED PURSUANT TO SUBSECTION (4)(a) OF THIS

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1	SECTION MUST BE TRACKED WITH THE SEED-TO-SALE TRACKING SYSTEM.
2	PRIOR TO A MANAGER RECEIVING A SAMPLE, A MANAGER MUST BE
3	RECORDED IN THE SEED-TO-SALE TRACKING SYSTEM AS DESIGNATED TO
4	RECEIVE SAMPLES. A MANAGER RECEIVING A SAMPLE MUST MAKE A
5	VOLUNTARY DECISION TO BE TRACKED IN THE SEED-TO-SALE TRACKING
6	SYSTEM AND IS NOT A CONSUMER PURSUANT TO SECTION 16 (5)(c) OF
7	ARTICLE XVIII OF THE STATE CONSTITUTION. THE OPTIONAL PREMISES
8	CULTIVATION LICENSEE SHALL MAINTAIN DOCUMENTATION OF ALL
9	SAMPLES AND SHALL MAKE THE DOCUMENTATION AVAILABLE TO THE
10	STATE LICENSING AUTHORITY.
11	(f) PRIOR TO A MANAGER RECEIVING A SAMPLE PURSUANT TO
12	SUBSECTION (4)(a) OF THIS SECTION, AN OPTIONAL PREMISES CULTIVATION
13	LICENSEE SHALL PROVIDE A STANDARD OPERATING PROCEDURE TO THE
14	MANAGER EXPLAINING REQUIREMENTS PURSUANT TO THIS SECTION AND
15	PERSONAL POSSESSION LIMITS PURSUANT TO SECTION 18-18-406.
16	(g) A MANAGER MAY NOT:
17	(I) RECEIVE MORE THAN ONE OUNCE TOTAL OF MEDICAL
18	MARIJUANA SAMPLES OR SIXTEEN GRAMS OF MEDICAL MARIJUANA
19	CONCENTRATE PRODUCT SAMPLES PER CALENDAR MONTH; OR
20	(II) PROVIDE TO OR RESELL THE SAMPLE TO ANOTHER LICENSED
21	EMPLOYEE, A CUSTOMER, OR ANY OTHER INDIVIDUAL.
22	(h) AN OPTIONAL PREMISES CULTIVATION LICENSEE SHALL NOT:
23	(I) Allow a manager to consume the sample on the
24	LICENSED PREMISES; OR
25	(II) USE THE SAMPLE AS A MEANS OF COMPENSATION TO A
26	MANAGER.
27	(i) THE STATE LICENSING AUTHORITY MAY ESTABLISH ADDITIONAL

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1	INVENTORY TRACKING AND RECORD KEEPING REQUIRED FOR
2	IMPLEMENTATION.
3	SECTION 2. In Colorado Revised Statutes, 12-43.3-404, add
4	(12) as follows:
5	12-43.3-404. Medical marijuana-infused products
6	manufacturing license - rules. (12) (a) A MEDICAL MARIJUANA-INFUSED
7	PRODUCTS MANUFACTURING LICENSEE MAY PROVIDE A MEDICAL
8	MARIJUANA CONCENTRATE AND A MEDICAL MARIJUANA-INFUSED PRODUCT
9	SAMPLE TO MANAGERS EMPLOYED BY THE LICENSEE FOR PURPOSES OF
10	QUALITY CONTROL AND PRODUCT DEVELOPMENT.
11	(b) MANAGERS WHO RECEIVE A SAMPLE PURSUANT TO SUBSECTION
12	(12)(a) OF THIS SECTION MUST HAVE A VALID REGISTRY IDENTIFICATION
13	CARD ISSUED PURSUANT TO SECTION 25-1.5-106 (9).
14	(c) A SAMPLE AUTHORIZED PURSUANT TO SUBSECTION (12)(a) OF
15	THIS SECTION IS LIMITED TO ONE-HALF GRAM OF MEDICAL MARIJUANA
16	CONCENTRATE PER BATCH AS DEFINED IN RULES PROMULGATED BY THE
17	STATE LICENSING AUTHORITY PER DAY, AND ONE EDIBLE MEDICAL
18	MARIJUANA-INFUSED PRODUCT PER BATCH AS DEFINED IN RULES
19	PROMULGATED BY THE STATE LICENSING AUTHORITY PER DAY.
20	(d) A SAMPLE AUTHORIZED PURSUANT TO SUBSECTION (12)(a) OF
21	THIS SECTION MUST BE LABELED AND PACKAGED PURSUANT TO THE RULES
22	PROMULGATED PURSUANT TO SECTION 12-43.3-202 (2)(a)(XIV) AND
23	(2)(a)(XIV.5).
24	(e) A SAMPLE PROVIDED PURSUANT TO SUBSECTION (12)(a) OF THIS
25	SECTION MUST BE TRACKED WITH THE SEED-TO-SALE TRACKING SYSTEM.
26	PRIOR TO A MANAGER RECEIVING A SAMPLE, A MANAGER MUST BE
77	DECODDED IN THE SEED_TO_SALE TRACKING SYSTEM AS DESIGNATED TO

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1	RECEIVE SAMPLES. A MANAGER RECEIVING A SAMPLE MUST MAKE A
2	VOLUNTARY DECISION TO BE TRACKED IN THE SEED-TO-SALE TRACKING
3	SYSTEM AND IS NOT A CONSUMER PURSUANT TO SECTION 16 (5)(c) OF
4	ARTICLE XVIII OF THE STATE CONSTITUTION. THE MEDICAL
5	MARIJUANA-INFUSED PRODUCTS MANUFACTURING LICENSEE SHALL
6	MAINTAIN DOCUMENTATION OF ALL SAMPLES AND SHALL MAKE THE
7	DOCUMENTATION AVAILABLE TO THE STATE LICENSING AUTHORITY.
8	(f) PRIOR TO A MANAGER RECEIVING A SAMPLE PURSUANT TO
9	SUBSECTION (12)(a) OF THIS SECTION, A MEDICAL MARIJUANA-INFUSED
10	PRODUCTS MANUFACTURING LICENSEE SHALL PROVIDE A STANDARD
11	OPERATING PROCEDURE TO THE MANAGER EXPLAINING REQUIREMENTS
12	PURSUANT TO THIS SECTION AND PERSONAL POSSESSION LIMITS PURSUANT
13	TO SECTION 18-18-406.
14	(g) A MANAGER MAY NOT:
15	(I) RECEIVE MORE THAN A TOTAL OF SIXTEEN GRAMS OF MEDICAL
16	MARIJUANA CONCENTRATE OR FOURTEEN INDIVIDUAL EDIBLES OR ITS
17	EQUIVALENT IN NONEDIBLE MEDICAL MARIJUANA-INFUSED PRODUCTS PER
18	CALENDAR MONTH; OR
19	(II) PROVIDE TO OR RESELL THE SAMPLE TO ANOTHER LICENSED
20	EMPLOYEE, A CUSTOMER, OR ANY OTHER INDIVIDUAL.
21	(h) A MEDICAL MARIJUANA-INFUSED PRODUCTS MANUFACTURING
22	LICENSEE SHALL NOT:
23	(I) Allow a manager to consume the sample on the
24	LICENSED PREMISES; OR
25	(II) USE THE SAMPLE AS A MEANS OF COMPENSATION TO A
26	MANAGER.
27	(i) THE STATE LICENSING AUTHORITY MAY ESTABLISH ADDITIONAL

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1	INVENTORY TRACKING AND RECORD KEEPING REQUIRED FOR
2	IMPLEMENTATION.
3	SECTION 3. In Colorado Revised Statutes, 12-43.4-403, add (7)
4	as follows:
5	12-43.4-403. Retail marijuana cultivation facility license -
6	rules. (7) (a) A RETAIL MARIJUANA CULTIVATION FACILITY LICENSEE MAY
7	PROVIDE A RETAIL MARIJUANA SAMPLE AND A RETAIL MARIJUANA
8	CONCENTRATE SAMPLE TO MANAGERS EMPLOYED BY THE LICENSEE FOR
9	PURPOSES OF QUALITY CONTROL AND PRODUCT DEVELOPMENT.
10	(b) AN EXCISE TAX SHALL BE LEVIED AND COLLECTED ON THE
11	SAMPLE OF UNPROCESSED RETAIL MARIJUANA BY A RETAIL MARIJUANA
12	CULTIVATION FACILITY. THE EXCISE TAX MUST BE CALCULATED BASED ON
13	THE AVERAGE MARKET RATE OF THE UNPROCESSED RETAIL MARIJUANA.
14	(c) A SAMPLE AUTHORIZED PURSUANT TO SUBSECTION (7)(a) OF
15	THIS SECTION IS LIMITED TO ONE GRAM OF RETAIL MARIJUANA PER BATCH
16	AS DEFINED IN RULES PROMULGATED BY THE STATE LICENSING AUTHORITY
17	PER DAY, AND ONE-HALF GRAM OF A RETAIL MARIJUANA CONCENTRATE
18	PER BATCH AS DEFINED IN RULES PROMULGATED BY THE STATE LICENSING
19	AUTHORITY PER DAY.
20	(d) A SAMPLE AUTHORIZED PURSUANT TO SUBSECTION (7)(a) OF
21	THIS SECTION MUST BE LABELED AND PACKAGED PURSUANT TO THE RULES
22	PROMULGATED PURSUANT TO SECTION 12-43.4-202 (3)(a)(VII) AND
23	(3)(c)(III).
24	(e) A SAMPLE PROVIDED PURSUANT TO SUBSECTION (7)(a) OF THIS
25	SECTION MUST BE TRACKED WITH THE SEED-TO-SALE TRACKING SYSTEM.
26	PRIOR TO A MANAGER RECEIVING A SAMPLE, A MANAGER MUST BE
27	RECORDED IN THE SEED-TO-SALE TRACKING SYSTEM AS DESIGNATED TO

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1	RECEIVE SAMPLES. A MANAGER RECEIVING A SAMPLE MUST MAKE A
2	VOLUNTARY DECISION TO BE TRACKED IN THE SEED-TO-SALE TRACKING
3	SYSTEM AND IS NOT A CONSUMER PURSUANT TO SECTION 16 (5)(c) OF
4	ARTICLE XVIII OF THE STATE CONSTITUTION. THE RETAIL MARIJUANA
5	CULTIVATION FACILITY LICENSEE SHALL MAINTAIN DOCUMENTATION OF
6	ALL SAMPLES AND SHALL MAKE THE DOCUMENTATION AVAILABLE TO THE
7	STATE LICENSING AUTHORITY.
8	(f) Prior to a manager receiving a sample pursuant to
9	SUBSECTION (7)(a) OF THIS SECTION, A RETAIL MARIJUANA CULTIVATION
10	FACILITY LICENSEE SHALL PROVIDE A STANDARD OPERATING PROCEDURE
11	TO THE MANAGER EXPLAINING REQUIREMENTS PURSUANT TO THIS SECTION
12	AND PERSONAL POSSESSION LIMITS PURSUANT TO SECTION 18-18-406.
13	(g) A MANAGER MAY NOT:
14	(I) RECEIVE MORE THAN ONE OUNCE TOTAL OF RETAIL MARIJUANA
15	OR EIGHT GRAMS OF RETAIL MARIJUANA CONCENTRATE SAMPLES PER
16	CALENDAR MONTH; OR
17	(II) PROVIDE TO OR RESELL THE SAMPLE TO ANOTHER LICENSED
18	EMPLOYEE, A CUSTOMER, OR ANY OTHER INDIVIDUAL.
19	(h) A RETAIL MARIJUANA CULTIVATION FACILITY LICENSEE SHALL
20	NOT:
21	(I) ALLOW A MANAGER TO CONSUME THE SAMPLE ON THE
22	LICENSED PREMISES; OR
23	(II) USE THE SAMPLE AS A MEANS OF COMPENSATION TO A
24	MANAGER.
25	(i) THE STATE LICENSING AUTHORITY MAY ESTABLISH ADDITIONAL
26	INVENTORY TRACKING AND RECORD KEEPING REQUIRED FOR
27	IMPLEMENTATION.

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1	SECTION 4. In Colorado Revised Statutes, 12-43.4-404, add
2	(10) as follows:
3	12-43.4-404. Retail marijuana products manufacturing license
4	- rules. (10) (a) A RETAIL MARIJUANA PRODUCTS MANUFACTURING
5	LICENSEE MAY PROVIDE A RETAIL MARIJUANA PRODUCT SAMPLE AND A
6	RETAIL MARIJUANA CONCENTRATE SAMPLE TO MANAGERS EMPLOYED BY
7	THE LICENSEE FOR PURPOSES OF QUALITY CONTROL AND PRODUCT
8	DEVELOPMENT.
9	(b) A SAMPLE AUTHORIZED PURSUANT TO SUBSECTION (10)(a) OF
10	THIS SECTION IS LIMITED TO ONE-HALF GRAM OF RETAIL MARIJUANA
11	CONCENTRATE PER BATCH AS DEFINED IN RULES PROMULGATED BY THE
12	STATE LICENSING AUTHORITY PER DAY, AND ONE SERVING SIZE OF AN
13	EDIBLE RETAIL MARIJUANA PRODUCT NOT EXCEEDING TEN MILLIGRAMS OF
14	THC PER BATCH AS DEFINED IN RULES PROMULGATED BY THE STATE
15	LICENSING AUTHORITY PER DAY.
16	(c) A SAMPLE AUTHORIZED PURSUANT TO SUBSECTION (10)(a) OF
17	THIS SECTION MUST BE LABELED AND PACKAGED PURSUANT TO THE RULES
18	PROMULGATED PURSUANT TO SECTION 12-43.4-202 (3)(a)(VII) AND
19	(3)(c)(III).
20	(d) A sample provided pursuant to subsection (10)(a) of
21	THIS SECTION MUST BE TRACKED WITH THE SEED-TO-SALE TRACKING
22	SYSTEM. PRIOR TO A MANAGER RECEIVING A SAMPLE, A MANAGER MUST
23	BE RECORDED IN THE SEED-TO-SALE TRACKING SYSTEM AS DESIGNATED TO
24	RECEIVE SAMPLES. A MANAGER RECEIVING A SAMPLE MUST MAKE A
25	VOLUNTARY DECISION TO BE TRACKED IN THE SEED-TO-SALE TRACKING
26	SYSTEM AND IS NOT A CONSUMER PURSUANT TO SECTION 16 (5)(c) OF
27	ARTICLE XVIII OF THE STATE CONSTITUTION. THE RETAIL MARIJUANA

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1	PRODUCTS MANUFACTURING LICENSEE SHALL MAINTAIN DOCUMENTATION
2	OF ALL SAMPLES AND SHALL MAKE THE DOCUMENTATION AVAILABLE TO
3	THE STATE LICENSING AUTHORITY.
4	(e) PRIOR TO A MANAGER RECEIVING A SAMPLE PURSUANT TO
5	SUBSECTION (10)(a) OF THIS SECTION, A RETAIL MARIJUANA PRODUCTS
6	MANUFACTURING LICENSEE SHALL PROVIDE A STANDARD OPERATING
7	PROCEDURE TO THE MANAGER EXPLAINING REQUIREMENTS PURSUANT TO
8	THIS SECTION AND PERSONAL POSSESSION LIMITS PURSUANT TO SECTION
9	18-18-406.
10	(f) A MANAGER MAY NOT:
11	(I) RECEIVE MORE THAN A TOTAL OF EIGHT GRAMS OF RETAIL
12	MARIJUANA CONCENTRATE OR FOURTEEN INDIVIDUAL EDIBLES OR ITS
13	EQUIVALENT IN NONEDIBLE RETAIL MARIJUANA PRODUCTS PER CALENDAR
14	MONTH; OR
15	(II) PROVIDE TO OR RESELL THE SAMPLE TO ANOTHER LICENSED
16	EMPLOYEE, A CUSTOMER, OR ANY OTHER INDIVIDUAL.
17	(g) A RETAIL MARIJUANA PRODUCTS MANUFACTURING LICENSEE
18	SHALL NOT:
19	(I) ALLOW A MANAGER TO CONSUME THE SAMPLE ON THE
20	LICENSED PREMISES; OR
21	(II) USE THE SAMPLE AS A MEANS OF COMPENSATION TO A
22	MANAGER.
23	(h) THE STATE LICENSING AUTHORITY MAY ESTABLISH ADDITIONAL
24	INVENTORY TRACKING AND RECORD KEEPING REQUIRED FOR
25	IMPLEMENTATION.
26	SECTION 5. Act subject to petition - effective date. This act
27	takes effect at 12:01 a.m. on the day following the expiration of the

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- 1 ninety-day period after final adjournment of the general assembly (August
- 8, 2018, if adjournment sine die is on May 9, 2018); except that, if a
- 3 referendum petition is filed pursuant to section 1 (3) of article V of the
- 4 state constitution against this act or an item, section, or part of this act
- 5 within such period, then the act, item, section, or part will not take effect
- 6 unless approved by the people at the general election to be held in
- November 2018 and, in such case, will take effect on the date of the
- 8 official declaration of the vote thereon by the governor.