SENATE COMMITTEE OF REFERENCE REPORT

Chair of Committee

<u>March 5, 2024</u> Date

Committee on Finance.

After consideration on the merits, the Committee recommends the following:

- <u>SB24-076</u> be amended as follows, and as so amended, be referred to the Committee on <u>Appropriations</u> with favorable recommendation:
- Amend printed bill, page 3, line 9, strike "PLANTS;" and substitute
 "PLANTS CONTAINING A DELTA-9 TETRAHYDROCANNABINOL
 CONCENTRATION OF NO MORE THAN THREE-TENTHS OF ONE PERCENT ON
 A DRY WEIGHT BASIS;".
- 5 Page 4, line 6, strike "(2)(d)(I), (2)(d)(II), (2)(d)(III)," and substitute
 6 "(2)(d)(III)(A), (2)(d)(III)(B),".
- Page 4, line 7, strike "(2)(dd)(XIV), (9)(a), and (9)(b)(I);" and substitute
 "(2)(dd)(XIV), and (3)(h);".
- 9 Page 4, strike lines 12 through 26.
- 10 Page 4, line 27, before "(III)" insert "(d)".
- 11 Page 5, line 1, strike "IN AN AMOUNT THAT IS".
- Page 5, lines 13 and 14, strike "quantities of any A substance IN AN
 AMOUNT THAT IS" and substitute "quantities of any A substance".
- 14 Page 5, strike lines 17 through 20.
- 15 Page 5, line 22, strike "and frequency" and substitute "and frequency".
- Page 6, lines 17 and 18, strike "FEE, NOT TO EXCEED FOUR THOUSAND
 DOLLARS PER FACILITY," and substitute "FEE".
- 18 Page 8, line 3, strike "SECTION," and substitute "SECTION, ON AND AFTER

1 JANUARY 1, 2027,".

2 Page 8, after line 5 insert:

3 "(3) In promulgating rules pursuant to this section, the state 4 licensing authority may seek the assistance of the department of public 5 health and environment when necessary before promulgating rules on the 6 following subjects:

7 (h) A requirement that every medical marijuana store and retail
8 marijuana store post, at all times and in a prominent place AT EVERY
9 POINT OF SALE, a warning that has a minimum height of three inches and
10 a width of six inches and that reads:

11 **Warning:** Using marijuana, in any form, while you are 12 pregnant or breastfeeding passes THC to your baby and 13 may be harmful to your baby. There is no known safe 14 amount of marijuana use during pregnancy or 15 breastfeeding.".

- 16 Page 8, strike lines 6 through 25.
- 17 Renumber succeeding sections accordingly.
- 18 Page 9, line 1, after "(b)" insert "(I)".
- 19 Page 9, after line 7 insert:

"(II) (A) THIS SUBSECTION (6)(b) APPLIES TO LICENSES ISSUED
AFTER THE EFFECTIVE DATE OF THIS SECTION, AS AMENDED.
(B) THIS SUBSECTION (6)(b)(II) IS REPEALED, EFFECTIVE JULY 1,
2026.".

24 Page 9, lines 8 and 9, strike "amend (2); and".

Page 9, strike lines 11 through 27 and substitute "rules. (3) A LICENSE
ISSUED BY THE STATE LICENSING AUTHORITY UNDER THIS ARTICLE 10
EXPIRES TWO YEARS AFTER ISSUANCE; EXCEPT THAT A PERSON THAT
HOLDS MULTIPLE LICENSES MAY ELECT TO HAVE ONE OR MORE LICENSES
EXPIRE IN LESS".

30 Page 10, strike lines 6 through 15 and substitute:

31 "(4) ON OR AFTER JANUARY 1, 2026, THE STATE LICENSING32 AUTHORITY SHALL PROMULGATE RULES AUTHORIZING MULTIPLE

REGULATED MARIJUANA BUSINESS LICENSEES WITH IDENTICAL
 CONTROLLING BENEFICIAL OWNERS TO SUBMIT A SINGLE INITIAL
 APPLICATION OR A SINGLE RENEWAL APPLICATION THROUGH A UNIFIED
 APPLICATION PROCESS. THE STATE LICENSING AUTHORITY SHALL
 PROMULGATE RULES SETTING STANDARDS AND REQUIREMENTS FOR
 UNIFIED APPLICATION PROCESSING.".

- 7 Page 10, line 17, before "(11)(a)(II)" insert "(3)(g) and".
- 8 Page 10, strike line 18 and substitute:

9 **"44-10-501. Medical marijuana store license.** (3) (g) When 10 completing a sale of medical marijuana concentrate, the medical 11 marijuana store shall provide the patient with PHYSICALLY ATTACH TO 12 THE PATIENT'S RECEIPT OF SALE, PRODUCT CONTAINER, OR EXIT 13 PACKAGING the tangible educational resource created by the state 14 licensing authority pursuant to section 44-10-202 (8) regarding the use of 15 medical marijuana concentrate.

- 16 (11) (a) (II) A".
- 17 Page 10, line 25, strike "and (7)(c)" and substitute "(7)(c), and (7)(d)".

Page 11, line 13, strike "TRANSFER OR DELIVER" and substitute "SELL,TRANSFER, OR SHIP".

20 Page 11, strike lines 24 through 27 and substitute:

21 "(III) FOR SALES, TRANSFERS, OR SHIPMENTS TO AN INDIVIDUAL, 22 A MEDICAL MARIJUANA CULTIVATION FACILITY SHALL ESTABLISH 23 PROCESSES AND PROCEDURES TO CONFIRM THAT THE PURCHASING OR 24 RECEIVING INDIVIDUAL IS TWENTY-ONE YEARS OF AGE OR OLDER USING AN 25 AGE VERIFICATION PROCESS, SUCH AS AUTHENTICATION VERIFICATION, 26 BIOMETRIC VERIFICATION, OR DOCUMENT VERIFICATION. THE STATE 27 LICENSING AUTHORITY SHALL VERIFY COMPLIANCE WITH THIS 28 REQUIREMENT BY CONFIRMING THAT THE LICENSEE HAS ESTABLISHED THE 29 PROCESSES AND PROCEDURES REQUIRED UNDER THIS SUBSECTION 30 (7)(b)(III).".

Page 12, line 2, strike "TRANSFER OR DELIVERY" and substitute "SALE,
TRANSFER, OR SHIPMENT".

33 Page 12, after line 3 insert:

"(V) A LICENSED MEDICAL MARIJUANA CULTIVATION FACILITY
 SHALL NOT TRANSFER GENETIC MATERIAL DIRECTLY TO CONSUMERS WHO
 ARE PRESENT ON THE LICENSED PREMISES.".

- 4 Page 12, line 6, strike "RECORD KEEPING, AND AGE VERIFICATION." and
 5 substitute "AND RECORD KEEPING.".
- 6 Page 12, line 7, after "RULES" insert "AND CONDUCTING ENFORCEMENT7 ACTIONS".
- 8 Page 12, line 11, strike "POSSESSED BY" and substitute "ON THE LICENSED
 9 PREMISES OF".
- 10 Page 12, line 17, strike "OR".

Page 12, line 20, strike "MATERIAL." and substitute "MATERIAL; OR
(IV) MONITOR OR TAKE ENFORCEMENT ACTION ASSOCIATED WITH
A LICENSEE'S GENETIC MATERIAL ACTIVITIES THAT OCCUR OUTSIDE OF THE
LICENSED PREMISES.

15 (d) This subsection (7) does not limit the applicability of
16 ANOTHER STATE'S LAW, THE APPLICABILITY OF FEDERAL LAW, OR
17 ENFORCEMENT BY FEDERAL AGENCIES.".

- 18 Page 13, line 1, before "(13)(a)(II)" insert "(3)(d) and".
- 19 Page 13, strike line 3 and substitute:

"(3) (d) When completing a sale of retail marijuana concentrate, the retail
marijuana store shall provide the customer with PHYSICALLY ATTACH TO
THE CUSTOMER'S RECEIPT OF SALE, PRODUCT CONTAINER, OR EXIT
PACKAGING the tangible educational resource created by the state
licensing authority through rule-making pursuant to section 44-10-202 (8)
regarding the use of medical marijuana concentrate.

- 26 (13) (a) (II) A retail marijuana delivery permit is valid for one
 27 year TWO".
- 28 Page 13, line 9, strike "and (12)(c)" and substitute "(12)(c), and (12)(d)".

29 Page 13, line 25, strike "TRANSFER OR DELIVER" and substitute "SELL,

30 TRANSFER, OR SHIP".

31 Page 14, strike lines 9 through 12 and substitute:

1 "(III) FOR SALES, TRANSFERS, OR SHIPMENTS TO AN INDIVIDUAL, 2 A RETAIL MARIJUANA CULTIVATION FACILITY SHALL ESTABLISH PROCESSES 3 AND PROCEDURES TO CONFIRM THAT THE PURCHASING OR RECEIVING 4 INDIVIDUAL IS TWENTY-ONE YEARS OF AGE OR OLDER USING AN AGE 5 VERIFICATION PROCESS, SUCH AS AUTHENTICATION VERIFICATION, 6 BIOMETRIC VERIFICATION, OR DOCUMENT VERIFICATION. THE STATE 7 LICENSING AUTHORITY SHALL VERIFY COMPLIANCE WITH THIS 8 REQUIREMENT BY CONFIRMING THAT THE LICENSEE HAS ESTABLISHED THE 9 PROCESSES AND PROCEDURES REQUIRED UNDER THIS SUBSECTION 10 (12)(b)(III).".

Page 14, line 14, strike "TRANSFER OR DELIVERY" and substitute "SALE,
TRANSFER, OR SHIPMENT".

13 Page 14, after line 15 insert:

14 "(V) A LICENSED RETAIL MARIJUANA CULTIVATION FACILITY
15 SHALL NOT TRANSFER GENETIC MATERIAL DIRECTLY TO CONSUMERS WHO
16 ARE PRESENT ON THE LICENSED PREMISES.".

Page 14, line 18, strike "RECORD KEEPING, AND AGE VERIFICATION." andsubstitute "AND RECORD KEEPING.".

Page 14, line 19, after "RULES" insert "AND CONDUCTING ENFORCEMENTACTIONS".

Page 14, line 23, strike "POSSESSED BY" and substitute "ON THE LICENSED
PREMISES OF".

23 Page 15, line 2, strike "OR".

24 Page 15, line 5, strike "MATERIAL." and substitute "MATERIAL; OR

25 (IV) MONITOR OR TAKE ENFORCEMENT ACTION ASSOCIATED WITH

A LICENSEE'S GENETIC MATERIAL ACTIVITIES THAT OCCUR OUTSIDE OF THE
 LICENSED PREMISES.".

28 Page 15, after line 5 insert:

"(d) This subsection (12) does not limit the applicability of
ANOTHER STATE'S LAW, THE APPLICABILITY OF FEDERAL LAW, OR
ENFORCEMENT BY FEDERAL AGENCIES.".

32 Page 15, strike lines 12 through 27.

- 1 Page 16, strike lines 1 through 8.
- 2 Renumber succeeding sections accordingly.

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