First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 23-0029.01 Jacob Baus x2173

HOUSE BILL 23-1020

HOUSE SPONSORSHIP

Ricks,

SENATE SPONSORSHIP

(None),

House Committees

Senate Committees

Business Affairs & Labor Finance Appropriations

A BILL FOR AN ACT

| 101 | CONCERNING | SOCIAL | EQUITY | LICEN | ISES IN | THE | REGULATED |
|-----|------------|---------|---------------|--------|---------|------|------------|
| 102 | MARIJUA | NA BUS | INESS, AN | ND, IN | CONNEC | TION | THEREWITH, |
| 103 | MAKING | AN APPR | OPRIATIO | N. | | | |

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 creates an accelerator hospitality business license, accelerator transporter license, and accelerator retail deliverer permittee for social equity licensees qualified to participate in the accelerator program.

The bill requires the department of revenue to provide an annual

report to the finance committees of the house of representatives and the senate concerning active social equity licenses, any recommendations for new social equity licenses and permits, and any recommendations for new or innovating funding sources for the social equity licensees or permittees.

Effective January 2, 2024, the bill amends the eligibility requirements for a person to qualify as a social equity licensee. The bill clarifies that the new eligibility requirements only apply to social equity licensee applications received on or after January 2, 2024, or to the reinstatement or reactivation of social equity licenses originally issued before January 2, 2024. The new eligibility requirements do not apply to the renewal of social equity licenses applied for or issued before January 2, 2024.

The bill authorizes a social equity licensee who satisfies the eligibility requirements effective January 2, 2024, with a retail marijuana transporter licensee and a retail marijuana delivery permit or an accelerator retail deliverer permit, to exercise the privileges of a retail marijuana store license without needing to obtain a retail marijuana store license or accelerator store license.

The bill requires the department of revenue to create incentives for social equity licensees and accelerator-endorsed licensees, including reducing or waiving fees.

The bill creates, in the office of economic development, a grant committee that is responsible for reviewing grant applications, selecting grant recipients, and determining grant awards that are issued pursuant to an existing grant program for supporting entrepreneurs in the marijuana industry.

Be it enacted by the General Assembly of the State of Colorado: 1 2 **SECTION 1.** In Colorado Revised Statutes, 44-10-103, amend 3 (2), and (58); and **add** (1.3), (1.7), (4.7), and (18.5) as follows: 4 **44-10-103.** Rules - definitions. As used in this article 10, unless 5 the context otherwise requires: (1.3) "ACCELERATOR HOSPITALITY BUSINESS" MEANS A SOCIAL 6 7 EQUITY LICENSEE QUALIFIED TO PARTICIPATE IN THE ACCELERATOR 8 PROGRAM ESTABLISHED PURSUANT TO THIS ARTICLE 10 AND AUTHORIZED 9 PURSUANT TO RULE TO EXERCISE THE PRIVILEGES OF A MARIJUANA 10 HOSPITALITY BUSINESS ON THE PREMISES OF AN ACCELERATOR-ENDORSED

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| 1 | MARIJUANA HOSPITALITY BUSINESS LICENSEE. |
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| 2 | (1.7) "ACCELERATOR INDEPENDENT DELIVERER" MEANS A SOCIAL |
| 3 | EQUITY LICENSEE QUALIFIED TO PARTICIPATE IN THE ACCELERATOR |
| 4 | PROGRAM ESTABLISHED PURSUANT TO THIS ARTICLE $\overline{10}$ AND AUTHORIZED |
| 5 | PURSUANT TO RULE TO EXERCISE THE PRIVILEGES OF AN INDEPENDENT |
| 6 | DELIVERER. |
| 7 | (2) "Accelerator-endorsed licensee" means a retail marijuana |
| 8 | cultivation facility licensee, retail marijuana products manufacturer |
| 9 | licensee, or retail marijuana store, who, MARIJUANA HOSPITALITY |
| 10 | BUSINESS LICENSEE, RETAIL MARIJUANA TRANSPORTER LICENSEE, OR |
| 11 | INDEPENDENT DELIVERER LICENSEE THAT has, pursuant to rule, been |
| 12 | endorsed to host and offer technical and capital support to a social equity |
| 13 | licensee pursuant to the requirements of the accelerator program |
| 14 | established pursuant to this article 10. |
| 15 | (4.7) "ACCELERATOR TRANSPORTER" MEANS A SOCIAL EQUITY |
| 16 | LICENSEE QUALIFIED TO PARTICIPATE IN THE ACCELERATOR PROGRAM |
| 17 | ESTABLISHED PURSUANT TO THIS ARTICLE $\overline{10}$ AND AUTHORIZED PURSUANT |
| 18 | TO RULE TO EXERCISE THE PRIVILEGES OF THE ACCELERATOR-ENDORSED |
| 19 | RETAIL MARIJUANA TRANSPORTER LICENSEE. |
| 20 | (18.5) "INDEPENDENT DELIVERER" MEANS A PERSON LICENSED TO |
| 21 | DELIVER AND SELL RETAIL MARIJUANA AND RETAIL MARIJUANA PRODUCTS |
| 22 | TO CONSUMERS AT THE CONSUMER'S PRIVATE RESIDENCE PURSUANT TO |
| 23 | THIS ARTICLE 10 ; RULES PROMULGATED PURSUANT TO THIS ARTICLE 10 ; |
| 24 | AND THE PROVISIONS OF AN ENACTED, INITIATED, OR REFERRED |
| 25 | ORDINANCE OR RESOLUTION OF THE LOCAL JURISDICTION IN WHICH THE |
| 26 | LICENSEE OPERATES. |
| 27 | (58) "Retail marijuana business" means a retail marijuana store, |

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| 1 | a retail marijuana cultivation facility, a retail marijuana products |
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| 2 | manufacturer, a marijuana hospitality business, a retail marijuana |
| 3 | hospitality and sales business, a retail marijuana testing facility, a retail |
| 4 | marijuana business operator, or a retail marijuana transporter, OR AN |
| 5 | INDEPENDENT DELIVERER licensed pursuant to this article 10. |
| 6 | SECTION 2. In Colorado Revised Statutes, 44-10-104, amend |
| 7 | (2)(a) as follows: |
| 8 | 44-10-104. Applicability - medical marijuana - retail |
| 9 | marijuana. (2) (a) A person applying for licensure pursuant to this |
| 10 | article 10 must complete forms as provided by the state licensing |
| 11 | authority and must pay the application fee and the licensing fee, which |
| 12 | must be credited to the marijuana cash fund established pursuant to |
| 13 | section 44-10-801. The state licensing authority shall forward, within |
| 14 | seven days, one-half of the retail marijuana business license application |
| 15 | fee to the local jurisdiction unless the application is for an accelerator |
| 16 | cultivator, accelerator manufacturer, or accelerator store, ACCELERATOR |
| 17 | HOSPITALITY BUSINESS, ACCELERATOR TRANSPORTER, OR ACCELERATOR |
| 18 | INDEPENDENT DELIVERER license, or unless the local jurisdiction has |
| 19 | prohibited the operation of retail marijuana businesses pursuant to section |
| 20 | 16 (5)(f) of article XVIII of the state constitution. If the license is denied, |
| 21 | the state licensing authority shall refund the licensing fee to the applicant. |
| 22 | SECTION 3. In Colorado Revised Statutes, 44-10-203, amend |
| 23 | (2)(dd) introductory portion and (2)(dd)(II); and add (1)(j.3) and (2)(kk) |
| 24 | as follows: |
| 25 | 44-10-203. State licensing authority - rules. (1) Permissive |
| 26 | rule-making. Rules promulgated pursuant to section 44-10-202 (1)(c) |
| 27 | may include but need not be limited to the following subjects: |

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| 1 | (j.3) THE DOCUMENTATION NECESSARY TO BE PROVIDED BY A |
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| 2 | PERSON APPLYING FOR A SOCIAL EQUITY LICENSE AND REQUIREMENTS |
| 3 | DEEMED NECESSARY BY THE STATE LICENSING AUTHORITY TO VERIFY THE |
| 4 | DOCUMENTATION. |
| 5 | (2) Mandatory rule-making. Rules promulgated pursuant to |
| 6 | section 44-10-202 (1)(c) must include but need not be limited to the |
| 7 | following subjects: |
| 8 | (dd) Requirements for medical marijuana and medical marijuana |
| 9 | products delivery as described in section 44-10-501 (11) and section |
| 10 | 44-10-505 (5) and retail marijuana and retail marijuana products delivery |
| 11 | as described in section 44-10-601 (13), and section 44-10-605 (5), AND |
| 12 | SECTION 44-10-613, including: |
| 13 | (II) Training requirements for personnel of medical marijuana |
| 14 | stores, retail marijuana stores, INDEPENDENT DELIVERERS, medical |
| 15 | marijuana transporters, and retail marijuana transporters that hold a |
| 16 | medical marijuana or retail marijuana delivery permit who will deliver |
| 17 | medical marijuana or medical marijuana products or retail marijuana or |
| 18 | retail marijuana products pursuant to this article 10 and requirements that |
| 19 | medical marijuana stores, retail marijuana stores, INDEPENDENT |
| 20 | DELIVERERS, medical marijuana transporters, and retail marijuana |
| 21 | transporters be considered to have a responsible vendor designation |
| 22 | pursuant to section 44-10-1201 prior to conducting a delivery; |
| 23 | (kk) Independent delivery licenses, including: |
| 24 | (I) PROCEDURES FOR A SOCIAL EQUITY LICENSEE WHO HOLDS A |
| 25 | RETAIL TRANSPORTER LICENSE AND A RETAIL MARIJUANA DELIVERY |
| 26 | PERMIT TO CONVERT TO AN INDEPENDENT DELIVERY LICENSE PRIOR TO |
| 27 | January 2, 2024; |

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| 1 | (II) PROCEDURES FOR A SOCIAL EQUITY LICENSEE TO APPLY FOR AN |
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| 2 | INDEPENDENT DELIVERY LICENSE; |
| 3 | (III) REQUIREMENTS AND CONDITIONS UNDER WHICH AN |
| 4 | INDEPENDENT DELIVERY LICENSEE MAY PURCHASE, STORE, AND CONDUCT |
| 5 | SALES OF RETAIL MARIJUANA AND RETAIL MARIJUANA PRODUCTS; |
| 6 | (IV) REQUIREMENTS AND CONDITIONS UNDER WHICH AN |
| 7 | INDEPENDENT DELIVERY LICENSEE MAY CONTRACT WITH ANOTHER |
| 8 | INDEPENDENT DELIVERY LICENSEE TO SHARE A LICENSED PREMISES FOR |
| 9 | THE PURPOSES OF STORING RETAIL MARIJUANA AND RETAIL MARIJUANA |
| 10 | PRODUCTS, INCLUDING TRACKING AND RECORD-KEEPING REQUIREMENTS |
| 11 | FOR SEPARATE INVENTORY; AND |
| 12 | (V) PROCEDURES AND REQUIREMENTS FOR AN APPLICANT TO |
| 13 | PROVIDE PROOF OF AN OBTAINED LICENSED PREMISES, INCLUDING AN |
| 14 | AUTHORIZED STORAGE FACILITY. |
| 15 | SECTION 4. In Colorado Revised Statutes, add 44-10-207 as |
| 16 | follows: |
| 17 | 44-10-207. Social equity report. (1) By January 31, 2025, and |
| 18 | BY JANUARY 31 EACH YEAR THEREAFTER, THE STATE LICENSING |
| 19 | AUTHORITY SHALL SUBMIT A REPORT CONCERNING SOCIAL EQUITY |
| 20 | LICENSES TO THE FINANCE COMMITTEES OF THE HOUSE OF |
| 21 | REPRESENTATIVES AND THE SENATE, OR ANY SUCCESSOR COMMITTEES. AT |
| 22 | A MINIMUM, THE REPORT MUST INCLUDE: |
| 23 | (a) THE TOTAL NUMBER OF BUSINESSES LICENSED PURSUANT TO |
| 24 | This article $\overline{10}$ that are majority owned by a social equity |
| 25 | APPLICANT OR LICENSEE, AND THE TOTAL NUMBER OF THOSE BUSINESSES |
| 26 | THAT ARE OPERATIONAL; |
| 2.7 | (b) THE TOTAL NUMBER OF ACTIVE SOCIAL FOUITY LICENSES: |

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| 1 | (c) THE TOTAL NUMBER OF ACTIVE SOCIAL EQUITY LICENSES THAT |
|----|------------------------------------------------------------------------|
| 2 | ARE OPERATIONAL; |
| 3 | (d) THE TOTAL NUMBER OF SOCIAL EQUITY LICENSES THAT ARE |
| 4 | ENDORSED BY EACH ACCELERATOR-ENDORSED LICENSE TYPE; |
| 5 | (e) THE INCENTIVES AND ANY ASSOCIATED CRITERIA DEVELOPED |
| 6 | BY THE STATE LICENSING AUTHORITY PURSUANT TO SECTION 44-10-308 |
| 7 | (8); |
| 8 | (f) RECOMMENDATIONS FOR NEW SOCIAL EQUITY LICENSE TYPES; |
| 9 | AND |
| 10 | (g) RECOMMENDATIONS FOR NEW OR INNOVATIVE FUNDING |
| 11 | SOURCES FOR THE SOCIAL EQUITY PROGRAM. |
| 12 | (2) THE STATE LICENSING AUTHORITY SHALL CONVENE A NEW, OR |
| 13 | UTILIZE AN EXISTING, WORKING GROUP OF PERSONS INTERESTED IN SOCIAL |
| 14 | EQUITY OPPORTUNITIES AND THE ACCELERATOR PROGRAM ESTABLISHED |
| 15 | PURSUANT TO THIS ARTICLE 10 FOR THE PURPOSE OF DEVELOPING |
| 16 | RECOMMENDATIONS PURSUANT TO SUBSECTIONS $(1)(f)$ AND $(1)(g)$ OF THIS |
| 17 | SECTION. |
| 18 | (3) Notwithstanding the requirement in Section 24-1-136 |
| 19 | (11)(a)(I), THE REQUIREMENT TO SUBMIT THE REPORT REQUIRED IN THIS |
| 20 | SECTION CONTINUES INDEFINITELY. |
| 21 | SECTION 5. In Colorado Revised Statutes, 44-10-308, amend |
| 22 | (4) introductory portion and (5); and add (4)(e), (6), (7), and (8) as |
| 23 | follows: |
| 24 | 44-10-308. Business and owner requirements - rules - |
| 25 | legislative declaration - definition. (4) Effective January 1, 2021, |
| 26 | THROUGH JANUARY 1, 2024, a person who qualifies as a social equity |
| 27 | licensee PURSUANT TO THIS SUBSECTION (4) may apply for any regulated |

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marijuana business license or permit, including but not limited to accelerator store, accelerator cultivator, and accelerator manufacturer licenses, issued pursuant to this article 10. A PERSON WHO QUALIFIES FOR A SOCIAL EQUITY LICENSE PURSUANT TO THIS SUBSECTION (4) MAY APPLY FOR ANY REGULATED MARIJUANA BUSINESS LICENSE OR PERMIT ON OR AFTER JANUARY 2, 2024, WITHOUT HAVING TO QUALIFY AS A SOCIAL EQUITY LICENSEE PURSUANT TO SUBSECTION (5) OF THIS SECTION, UNLESS THE QUALIFICATION WAS BASED UPON THE SOCIAL EQUITY LICENSEE'S INCOME. A person qualifies as a social equity licensee if such person meets the following criteria, in addition to any criteria established by rule of the state licensing authority:

(e) This subsection (4) applies to social equity licensee applications received before January 2, 2024, and to the renewal of a social equity license applied for or issued before January 2, 2024.

equity licensee, pursuant to rule and agency discretion, may be eligible for incentives available through the department of revenue or office of economic development and international trade, including but not limited to a reduction in application or license fees. Effective January 2, 2024, A PERSON WHO QUALIFIES AS A SOCIAL EQUITY LICENSEE MAY APPLY FOR ANY REGULATED MARIJUANA BUSINESS LICENSE OR PERMIT, INCLUDING, BUT NOT LIMITED TO, ACCELERATOR STORE, ACCELERATOR CULTIVATOR, ACCELERATOR MANUFACTURER, ACCELERATOR HOSPITALITY BUSINESS, OR ACCELERATOR TRANSPORTER LICENSES, ISSUED PURSUANT TO THIS ARTICLE 10. A PERSON QUALIFIES AS A SOCIAL EQUITY LICENSEE IF THE PERSON MEETS THE FOLLOWING CRITERIA, IN ADDITION TO ANY CRITERIA

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| 1 | ESTABLISHED BY RULE OF THE STATE LICENSING AUTHORITY: |
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| 2 | (a) HAS NOT BEEN THE BENEFICIAL OWNER OF A LICENSE SUBJECT |
| 3 | TO DISCIPLINARY OR LEGAL ACTION FROM THE STATE LICENSING |
| 4 | AUTHORITY RESULTING IN THE REVOCATION OF A LICENSE ISSUED |
| 5 | PURSUANT TO THIS ARTICLE 10; AND |
| 6 | (b) HAS DEMONSTRATED AT LEAST ONE OF THE FOLLOWING: |
| 7 | (I) THE APPLICANT HAS RESIDED: |
| 8 | (A) FOR AT LEAST ANY FIVE YEARS OF THE THIRTY-YEAR PERIOD |
| 9 | PRIOR TO THE APPLICATION IN WHICH DATA IS AVAILABLE IN A CENSUS |
| 10 | TRACT DESIGNATED BY THE OFFICE OF ECONOMIC DEVELOPMENT AND |
| 11 | INTERNATIONAL TRADE AS AN OPPORTUNITY ZONE OR DESIGNATED AS A |
| 12 | DISPROPORTIONATE IMPACTED AREA AS DEFINED BY RULE PURSUANT TO |
| 13 | SECTION 44-10-203 (1)(j); OR |
| 14 | (B) FOR AT LEAST ANY TEN OF THE THIRTY YEARS PRIOR TO THE |
| 15 | APPLICATION IN HOUSING WITH FUNDING PROVIDED PURSUANT TO SECTION |
| 16 | 8 or 9 of the federal "United States Housing Act of 1937", as |
| 17 | AMENDED, 42 U.S.C. SECS. 1437f AND 1437g; OR |
| 18 | (C) FOR AT LEAST ANY TEN OF THE THIRTY YEARS PRIOR TO THE |
| 19 | APPLICATION IN HOUSING WITH FUNDING FROM FEDERAL LOW-INCOME |
| 20 | HOUSING TAX CREDITS, COLORADO AFFORDABLE HOUSING TAX CREDITS, |
| 21 | OR FUNDING PROVIDED UNDER ANY FEDERAL, STATE, OR LOCAL PROGRAM |
| 22 | THAT RESTRICTS MAXIMUM RENTS FOR PERSONS OF LOW OR MODERATE |
| 23 | INCOME THAT AT THE TIME OF RESIDENCE WAS SUBJECT TO A USE |
| 24 | RESTRICTION THAT WAS MONITORED TO ENSURE COMPLIANCE BY THE |
| 25 | FEDERAL GOVERNMENT, THE STATE GOVERNMENT, A COUNTY |
| 26 | GOVERNMENT, OR A MUNICIPAL GOVERNMENT, OR BY ANY POLITICAL |
| 27 | SUBDIVISION OR DESIGNATED AGENCY THEREOF; OR |

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| 1 | (II) THE APPLICANT OR THE APPLICANT'S SPOUSE, PARENT, OR |
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| 2 | LEGAL GUARDIAN WAS CONVICTED OF A MARIJUANA OFFENSE; OR |
| 3 | (III) THE APPLICANT'S SIBLING, CHILD, OR MINOR IN THE |
| 4 | APPLICANT'S GUARDIANSHIP WAS ARRESTED OR CONVICTED OF A |
| 5 | MARIJUANA OFFENSE; AND |
| 6 | (A) THE APPLICANT'S SIBLING, CHILD, OR MINOR IN THE |
| 7 | APPLICANT'S GUARDIANSHIP WHO WAS ARRESTED OR CONVICTED OF A |
| 8 | MARIJUANA OFFENSE RESIDED IN A DISPROPORTIONATE IMPACTED AREA AS |
| 9 | DEFINED BY RULE PURSUANT TO SECTION $44-10-203(1)(j)$ FOR ANY OF THE |
| 10 | FIVE YEARS OF THE THIRTY-YEAR PERIOD PRIOR TO APPLICATION; OR |
| 11 | (B) THE APPLICANT'S SIBLING, CHILD, OR MINOR IN THE |
| 12 | APPLICANT'S GUARDIANSHIP WHO WAS ARRESTED OR CONVICTED OF A |
| 13 | MARIJUANA OFFENSE HAS RECEIVED ASSISTANCE FROM AT LEAST ONE OF |
| 14 | THE PROGRAMS LISTED IN SUBSECTIONS $(5)(b)(V)(A)$ TO $(5)(b)(V)(E)$ OF |
| 15 | THIS SECTION FOR AT LEAST ANY FIVE OF THE TEN YEARS PRIOR TO |
| 16 | APPLICATION; OR |
| 17 | (IV) THE APPLICANT WAS A MEMBER OF THE MILITARY AND WAS |
| 18 | DISHONORABLY DISCHARGED BECAUSE THE APPLICANT WAS CONVICTED |
| 19 | OF A MARIJUANA OFFENSE; OR |
| 20 | (V) THE APPLICANT HAS RECEIVED ASSISTANCE FROM AT LEAST |
| 21 | ONE OF THE FOLLOWING PROGRAMS FOR AT LEAST ANY FIVE OF THE TEN |
| 22 | YEARS PRIOR TO APPLICATION: |
| 23 | (A) THE LOW-INCOME ENERGY ASSISTANCE PROGRAM DESCRIBED |
| 24 | IN SECTION 26-2-122.5; |
| 25 | (B) THE SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM |
| 26 | DESCRIBED IN PART 3 OF ARTICLE 2 OF TITLE 26; |
| 27 | (C) TEMPORARY ASSISTANCE FOR NEEDY FAMILIES, AS DEFINED IN |

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| 1 | SECTION 26-2-703 (19); |
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| 2 | (D) THE SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR |
| 3 | WOMEN, INFANTS, AND CHILDREN, CREATED PURSUANT TO 42 U.S.C. SEC |
| 4 | 1786; OR |
| 5 | (E) THE "COLORADO MEDICAL ASSISTANCE ACT", PURSUANT TO |
| 6 | PART 1 OF ARTICLE 4 OF TITLE 25.5; AND |
| 7 | (c) THE SOCIAL EQUITY LICENSEE, OR COLLECTIVELY ONE OR MORE |
| 8 | SOCIAL EQUITY LICENSEES, HOLDS AT LEAST FIFTY-ONE PERCENT OF THE |
| 9 | BENEFICIAL OWNERSHIP OF THE REGULATED MARIJUANA BUSINESS |
| 10 | LICENSE. |
| 11 | (6) (a) FOR THE PURPOSES OF SUBSECTION (5) OF THIS SECTION, II |
| 12 | THE APPLICANT, OR COLLECTIVELY ONE OR MORE APPLICANTS, IS A |
| 13 | CONTROLLING BENEFICIAL OWNER, UPON ATTESTATION ON THE |
| 14 | APPLICATION OF THE LICENSES TO WHICH THE APPLICANT IS A PASSIVE |
| 15 | BENEFICIAL OWNER, OR PASSIVE BENEFICIAL OWNER OF THREE OR MORE |
| 16 | RETAIL MARIJUANA STORE LICENSES, MEDICAL MARIJUANA STORE |
| 17 | LICENSES, RETAIL MARIJUANA CULTIVATION FACILITY LICENSES, OF |
| 18 | MEDICAL MARIJUANA CULTIVATION FACILITY LICENSES, OR ANY |
| 19 | COMBINATION THEREOF, THE APPLICANT IS NOT ELIGIBLE FOR A SOCIAL |
| 20 | EQUITY LICENSE; |
| 21 | (b) FOR THE PURPOSES OF SUBSECTION (6)(a) OF THIS SECTION |
| 22 | CO-LOCATED RETAIL MARIJUANA STORE AND MEDICAL MARIJUANA STORE |
| 23 | LICENSES, OR CO-LOCATED RETAIL MARIJUANA CULTIVATION FACILITY |
| 24 | AND MEDICAL MARIJUANA CULTIVATION FACILITY LICENSES, CONSTITUTE |
| 25 | ONE LICENSE. |
| 26 | (7) (a) Subsection (5) of this section applies to New Social |
| 27 | FOLITY LICENSEE APPLICATIONS RECEIVED ON OR AFTER JANUARY 2., 2024 |

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| 1 | OR THE RENEWAL OF A SOCIAL EQUITY LICENSE FIRST APPLIED FOR ON OR |
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| 2 | AFTER JANUARY 2, 2024. |
| 3 | (b) Subsection (5) of this section does not apply to the |
| 4 | RENEWAL OF SOCIAL EQUITY LICENSES APPLIED FOR OR ISSUED BEFORE |
| 5 | January 2, 2024. |
| 6 | (8) A PERSON WHO MEETS THE CRITERIA IN THIS SECTION FOR A |
| 7 | SOCIAL EQUITY LICENSE MAY BE ELIGIBLE FOR INCENTIVES AVAILABLE |
| 8 | THROUGH THE DEPARTMENT OF REVENUE OR OFFICE OF ECONOMIC |
| 9 | DEVELOPMENT AND INTERNATIONAL TRADE, INCLUDING, BUT NOT LIMITED |
| 10 | TO, A REDUCTION IN APPLICATION OR LICENSE FEES. THE STATE LICENSING |
| 11 | AUTHORITY MAY PROMULGATE RULES TO CREATE INCENTIVES REQUIRED |
| 12 | BY THIS SUBSECTION (8). |
| 13 | SECTION 6. In Colorado Revised Statutes, 44-10-401, amend |
| 14 | (2)(b)(X); and add (2)(b)(XII), (2)(b)(XIII), (2)(b)(XIV), and (2)(b)(XV) |
| 15 | as follows: |
| 16 | 44-10-401. Classes of licenses. (2) (b) The following are retail |
| 17 | marijuana licenses: |
| 18 | (X) Retail marijuana hospitality and sales business license; and |
| 19 | (XII) ACCELERATOR TRANSPORTER LICENSE; |
| 20 | (XIII) ACCELERATOR HOSPITALITY BUSINESS LICENSE; |
| 21 | (XIV) INDEPENDENT DELIVERY LICENSE; AND |
| 22 | (XV) ACCELERATOR INDEPENDENT DELIVERY LICENSE. |
| 23 | SECTION 7. In Colorado Revised Statutes, 44-10-601, amend |
| 24 | (16); and add (2)(d) as follows: |
| 25 | 44-10-601. Retail marijuana store license - rules - definitions. |
| 26 | (2) (d) A RETAIL MARIJUANA STORE MAY SELL WHOLESALE RETAIL |
| 2.7 | MARIIIJANA AND WHOLESALE RETAIL MARIIIJANA PRODUCTS TO AN |

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| 1 | INDEPENDENT DELIVERY LICENSEE. |
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| 2 | (16) A retail marijuana store pursuant to rule and the state |
| 3 | licensing authority discretion, may be THAT HOSTS AN ACCELERATOR |
| 4 | STORE LICENSE MAY BE eligible for incentives available through the |
| 5 | department of revenue or the office of economic development and |
| 6 | international trade, including, but not limited to, a reduction in application |
| 7 | or license fees. |
| 8 | SECTION 8. In Colorado Revised Statutes, 44-10-602, amend |
| 9 | (11) as follows: |
| 10 | 44-10-602. Retail marijuana cultivation facility license - rules |
| 11 | - definitions. (11) A retail marijuana cultivation facility licensee that |
| 12 | hosts an accelerator cultivator licensee pursuant to rule and the state |
| 13 | licensing authority discretion, may be MAY BE eligible for incentives |
| 14 | available through the department of revenue or the office of economic |
| 15 | development and international trade, including, but not limited to, a |
| 16 | reduction in application or license fees. |
| 17 | SECTION 9. In Colorado Revised Statutes, 44-10-603, amend |
| 18 | (14); and add (1)(f) as follows: |
| 19 | 44-10-603. Retail marijuana products manufacturer license |
| 20 | rules - definition. (1) (f) A RETAIL MARIJUANA PRODUCTS |
| 21 | MANUFACTURER MAY SELL WHOLESALE RETAIL MARIJUANA AND |
| 22 | WHOLESALE RETAIL MARIJUANA PRODUCTS TO AN INDEPENDENT DELIVERY |
| 23 | LICENSEE. |
| 24 | (14) A retail marijuana products manufacturer licensee pursuant |
| 25 | to rule and the state licensing authority discretion, may be THAT HOSTS AN |
| 26 | ACCELERATOR MANUFACTURER LICENSE MAY BE eligible for incentives |
| 2.7 | through the department of revenue or the office of economic development |

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| 1 | and international trade, including, but not limited to, a reduction in |
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| 2 | application or license fees. |
| 3 | SECTION 10. In Colorado Revised Statutes, 44-10-605, add (6), |
| 4 | (7), and (8) as follows: |
| 5 | 44-10-605. Retail marijuana transporter license - definition. |
| 6 | (6) An accelerator transporter licensee may operate on the |
| 7 | PREMISES OF A RETAIL MARIJUANA TRANSPORTER LICENSEE IF, BEFORE |
| 8 | EACH ACCELERATOR TRANSPORTER LICENSEE OPERATES, THE RETAIL |
| 9 | MARIJUANA TRANSPORTER LICENSEE HAS ITS PREMISES ENDORSED |
| 10 | PURSUANT TO RULE AND EACH ACCELERATOR TRANSPORTER LICENSEE IS |
| 11 | APPROVED TO OPERATE ON THAT PREMISES. |
| 12 | (7) A RETAIL MARIJUANA TRANSPORTER LICENSEE THAT HOSTS AN |
| 13 | ACCELERATOR TRANSPORTER LICENSEE MAY, PURSUANT TO RULE, |
| 14 | PROVIDE TECHNICAL AND COMPLIANCE ASSISTANCE AND CAPITAL |
| 15 | ASSISTANCE TO AN ACCELERATOR TRANSPORTER LICENSEE OPERATING ON |
| 16 | ITS PREMISES. |
| 17 | (8) A RETAIL MARIJUANA TRANSPORTER LICENSEE THAT HOSTS AN |
| 18 | ACCELERATOR TRANSPORTER LICENSEE MAY BE ELIGIBLE FOR INCENTIVES |
| 19 | AVAILABLE THROUGH THE DEPARTMENT OF REVENUE OR THE OFFICE OF |
| 20 | ECONOMIC DEVELOPMENT AND INTERNATIONAL TRADE, INCLUDING, BUT |
| 21 | NOT LIMITED TO, A REDUCTION IN APPLICATION OR LICENSE FEES. |
| 22 | SECTION 11. In Colorado Revised Statutes, 44-10-609, add (5), |
| 23 | (6), and (7) as follows: |
| 24 | 44-10-609. Marijuana hospitality business license. (5) AN |
| 25 | ACCELERATOR HOSPITALITY BUSINESS LICENSEE MAY OPERATE ON THE |
| 26 | PREMISES OF A MARIJUANA HOSPITALITY BUSINESS LICENSEE IF, BEFORE |
| 27 | EACH ACCELEDATOD HOSDITALITY BUSINESS LICENSEE ODEDATES THE |

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| 1 | MARIJUANA HOSPITALITY BUSINESS LICENSEE HAS ITS PREMISES ENDORSED |
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| 2 | PURSUANT TO RULE AND EACH ACCELERATOR HOSPITALITY BUSINESS |
| 3 | LICENSEE IS APPROVED TO OPERATE ON THAT PREMISES. |
| 4 | (6) A MARIJUANA HOSPITALITY BUSINESS LICENSEE THAT HOSTS |
| 5 | AN ACCELERATOR HOSPITALITY BUSINESS LICENSEE MAY, PURSUANT TO |
| 6 | RULE, PROVIDE TECHNICAL AND COMPLIANCE ASSISTANCE AND CAPITAL |
| 7 | ASSISTANCE TO AN ACCELERATOR HOSPITALITY BUSINESS LICENSEE |
| 8 | OPERATING ON ITS PREMISES. |
| 9 | (7) A MARIJUANA HOSPITALITY BUSINESS LICENSEE THAT HOSTS |
| 10 | AN ACCELERATOR HOSPITALITY BUSINESS LICENSEE MAY BE ELIGIBLE FOR |
| 11 | INCENTIVES AVAILABLE THROUGH THE DEPARTMENT OF REVENUE OR THE |
| 12 | OFFICE OF ECONOMIC DEVELOPMENT AND INTERNATIONAL TRADE, |
| 13 | INCLUDING, BUT NOT LIMITED TO, A REDUCTION IN APPLICATION OR |
| 14 | LICENSE FEES. |
| 15 | SECTION 12. In Colorado Revised Statutes, add 44-10-612 as |
| 16 | follows: |
| 17 | 44-10-612. Retail marijuana accelerator hospitality business |
| 18 | license. (1) A RETAIL MARIJUANA ACCELERATOR HOSPITALITY BUSINESS |
| 19 | LICENSE MAY BE ISSUED TO A SOCIAL EQUITY LICENSEE TO EXERCISE THE |
| 20 | PRIVILEGES OF A RETAIL MARIJUANA HOSPITALITY BUSINESS LICENSEE ON |
| 21 | THE PREMISES OF AN ACCELERATOR-ENDORSED RETAIL MARIJUANA |
| 22 | HOSPITALITY BUSINESS LICENSEE. THE RETAIL MARIJUANA ACCELERATOR |
| 23 | HOSPITALITY BUSINESS LICENSEE MAY RECEIVE TECHNICAL ASSISTANCE |
| 24 | AND FINANCIAL SUPPORT FROM THE RETAIL MARIJUANA HOSPITALITY |
| 25 | BUSINESS LICENSEE WITH AN ACCELERATOR ENDORSEMENT. |
| 26 | (2) THE STATE LICENSING AUTHORITY SHALL BEGIN ACCEPTING |
| 27 | APPLICATIONS FOR RETAIL MARIJUANA ACCELERATOR HOSPITALITY |

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| 1 | BUSINESS LICENSES ON JANUARY 2, 2024. |
|----|-------------------------------------------------------------------|
| 2 | SECTION 13. In Colorado Revised Statutes, add 44-10-613 a |
| 3 | follows: |
| 4 | 44-10-613. Independent delivery license - rules - definitions |
| 5 | repeal. (1) (a) On or after January 2, 2024, and before January 1 |
| 6 | 2028, THE STATE LICENSING AUTHORITY MAY ISSUE AN INDEPENDENT |
| 7 | DELIVERY LICENSE TO A PERSON WITH A SOCIAL EQUITY LICENSI |
| 8 | AUTHORIZING THE PERSON TO DELIVER AND SELL RETAIL MARIJUANA ANI |
| 9 | RETAIL MARIJUANA PRODUCTS TO CONSUMERS AT THE CONSUMER'S |
| 10 | PRIVATE RESIDENCE PURSUANT TO THIS ARTICLE 10; RULES PROMULGATE |
| 11 | PURSUANT TO THIS ARTICLE 10; AND THE PROVISIONS OF THE ORDINANCE |
| 12 | OR RESOLUTION OF THE LOCAL JURISDICTION WHERE THE LICENSEI |
| 13 | OPERATES. |
| 14 | (b) An independent deliverer may purchase wholesali |
| 15 | RETAIL MARIJUANA AND WHOLESALE RETAIL MARIJUANA PRODUCTS FROM |
| 16 | A RETAIL MARIJUANA STORE LICENSEE, AND THE INDEPENDENT DELIVEREI |
| 17 | MAY PURCHASE WHOLESALE RETAIL MARIJUANA AND WHOLESALE RETAIL |
| 18 | MARIJUANA PRODUCTS FROM A RETAIL MARIJUANA PRODUCTS |
| 19 | MANUFACTURER LICENSEE. |
| 20 | (c) AN INDEPENDENT DELIVERER SHALL TRACK ALL OF ITS RETAIL |
| 21 | MARIJUANA AND RETAIL MARIJUANA PRODUCTS FROM THE POINT THAT |
| 22 | THEY ARE TRANSFERRED FROM A RETAIL MARIJUANA STORE OR RETAIL |
| 23 | MARIJUANA PRODUCTS MANUFACTURER TO THE POINT OF SALE. |
| 24 | (d) The independent delivery license applicant shall |
| 25 | PROVIDE PROOF OF AN OBTAINED LICENSED PREMISES OR PROOF OF A |
| 26 | CONTRACT WITH AN ESTABLISHED SOCIAL EQUITY LICENSEE WHO |
| 27 | MAINTAINS A LICENSED PREMISES AUTHORIZED BY THE STATE TO STORI |

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| 1 | RETAIL MARIJUANA AND RETAIL MARIJUANA PRODUCTS. THE STATE |
|----|---------------------------------------------------------------------------|
| 2 | LICENSING AUTHORITY SHALL PROMULGATE RULES CONCERNING |
| 3 | PERMITTING AN INDEPENDENT DELIVERER TO STORE RETAIL MARIJUANA |
| 4 | OR RETAIL MARIJUANA PRODUCTS AT A STATE-AUTHORIZED STORAGE |
| 5 | FACILITY OR LICENSED PREMISES. |
| 6 | (2) (a) NOTWITHSTANDING THE PROVISIONS OF THIS SECTION, AN |
| 7 | INDEPENDENT DELIVERY LICENSEE MAY ALSO SELL RETAIL MARIJUANA |
| 8 | PRODUCTS THAT ARE PREPACKAGED AND LABELED AS REQUIRED BY RULES |
| 9 | OF THE STATE LICENSING AUTHORITY PURSUANT TO SECTION 44-10-203 |
| 10 | (2)(f) AND $(3)(b)$. |
| 11 | (b) AN INDEPENDENT DELIVERY LICENSEE MAY TRANSACT WITH A |
| 12 | RETAIL MARIJUANA PRODUCTS MANUFACTURER LICENSEE FOR THE |
| 13 | PURCHASE OF RETAIL MARIJUANA PRODUCTS AT A RETAIL MARIJUANA |
| 14 | PRODUCTS MANUFACTURER LICENSEE'S LICENSED PREMISES OR AT THE |
| 15 | INDEPENDENT DELIVERY LICENSEE'S LICENSED PREMISES. |
| 16 | (3) (a) AN INDEPENDENT DELIVERER MAY DELIVER AND SELL |
| 17 | RETAIL MARIJUANA OR RETAIL MARIJUANA PRODUCTS NOT IN EXCESS OF |
| 18 | THE AMOUNTS ESTABLISHED BY THE STATE LICENSING AUTHORITY. |
| 19 | (b) (I) \overline{P} RIOR TO TRANSFERRING POSSESSION OF THE ORDER TO AN |
| 20 | INDIVIDUAL, THE PERSON DELIVERING THE ORDER SHALL INSPECT THE |
| 21 | INDIVIDUAL'S IDENTIFICATION AND VERIFY THAT THE INFORMATION |
| 22 | PROVIDED AT THE TIME OF THE ORDER MATCHES THE NAME AND AGE ON |
| 23 | THE INDIVIDUAL'S IDENTIFICATION. |
| 24 | (II) (A) IF AN INDEPENDENT DELIVERY LICENSEE OR EMPLOYEE |
| 25 | HAS REASONABLE CAUSE TO BELIEVE THAT A PERSON IS UNDER |
| 26 | TWENTY-ONE YEARS OF AGE AND IS EXHIBITING FRAUDULENT PROOF OF |
| 27 | AGE IN AN ATTEMPT TO OBTAIN ANY RETAIL MARIJUANA OR RETAIL |

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| 1 | MARIJUANA PRODUCT, THE LICENSEE OR EMPLOYEE IS AUTHORIZED TO |
|----|--------------------------------------------------------------------|
| 2 | CONFISCATE THE FRAUDULENT PROOF OF AGE, IF POSSIBLE, AND SHALL, |
| 3 | WITHIN SEVENTY-TWO HOURS AFTER THE CONFISCATION, REMIT IT TO A |
| 4 | STATE OR LOCAL LAW ENFORCEMENT AGENCY. THE FAILURE TO |
| 5 | CONFISCATE THE FRAUDULENT PROOF OF AGE OR TO REMIT IT TO A STATE |
| 6 | OR LOCAL LAW ENFORCEMENT AGENCY WITHIN SEVENTY-TWO HOURS |
| 7 | AFTER THE CONFISCATION DOES NOT CONSTITUTE A CRIMINAL OFFENSE. |
| 8 | (B) If an independent delivery licensee or employee |
| 9 | BELIEVES THAT A PERSON IS UNDER TWENTY-ONE YEARS OF AGE AND IS |
| 10 | EXHIBITING FRAUDULENT PROOF OF AGE IN AN ATTEMPT TO OBTAIN ANY |
| 11 | RETAIL MARIJUANA OR RETAIL MARIJUANA PRODUCT, THE LICENSEE OR |
| 12 | EMPLOYEE OR A PEACE OFFICER, ACTING IN GOOD FAITH AND UPON |
| 13 | PROBABLE CAUSE BASED UPON REASONABLE GROUNDS THEREFOR, MAY |
| 14 | DETAIN AND QUESTION THE PERSON IN A REASONABLE MANNER FOR THE |
| 15 | PURPOSE OF ASCERTAINING WHETHER THE PERSON IS GUILTY OF ANY |
| 16 | UNLAWFUL ACT REGARDING THE PURCHASE OF RETAIL MARIJUANA OR |
| 17 | RETAIL MARIJUANA PRODUCT. THE QUESTIONING OF A PERSON BY AN |
| 18 | EMPLOYEE OR A PEACE OFFICER DOES NOT RENDER THE LICENSEE, THE |
| 19 | EMPLOYEE, OR THE PEACE OFFICER CIVILLY OR CRIMINALLY LIABLE FOR |
| 20 | SLANDER, FALSE ARREST, FALSE IMPRISONMENT, MALICIOUS PROSECUTION, |
| 21 | OR UNLAWFUL DETENTION. |
| 22 | (c) (I) AN INDEPENDENT DELIVERER THAT SELLS AN INDUSTRIAL |
| 23 | HEMP PRODUCT SHALL ENSURE THAT THE INDUSTRIAL HEMP PRODUCT HAS |
| 24 | PASSED ALL TESTING REQUIRED BY RULES PROMULGATED BY THE STATE |
| 25 | LICENSING AUTHORITY PURSUANT TO SECTION 44-10-203 (2)(d). PRIOR TO |
| 26 | TAKING POSSESSION OF THE INDUSTRIAL HEMP PRODUCT, AN INDEPENDENT |
| 27 | DELIVERER SHALL VERIFY THE INDUSTRIAL HEMP PRODUCT PASSED ALL |

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| 1 | TESTING REQUIRED FOR RETAIL MARIJUANA PRODUCTS AT A LICENSED |
|----|---------------------------------------------------------------------|
| 2 | RETAIL MARIJUANA TESTING FACILITY AND THAT THE PERSON |
| 3 | TRANSFERRING THE INDUSTRIAL HEMP PRODUCT HAS RECEIVED A |
| 4 | REGISTRATION FROM THE DEPARTMENT OF PUBLIC HEALTH AND |
| 5 | ENVIRONMENT PURSUANT TO SECTION 25-5-426. |
| 6 | (II) ABSENT SAMPLING AND TESTING STANDARDS ESTABLISHED BY |
| 7 | THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT FOR THE |
| 8 | SAMPLING AND TESTING OF AN INDUSTRIAL HEMP PRODUCT, A PERSON |
| 9 | TRANSFERRING AN INDUSTRIAL HEMP PRODUCT TO AN INDEPENDENT |
| 10 | DELIVERER PURSUANT TO THIS SECTION SHALL COMPLY WITH SAMPLING |
| 11 | AND TESTING STANDARDS CONSISTENT WITH THOSE ESTABLISHED BY THE |
| 12 | STATE LICENSING AUTHORITY PURSUANT TO THIS ARTICLE 10 . The STATE |
| 13 | LICENSING AUTHORITY SHALL REPORT TO THE DEPARTMENT OF PUBLIC |
| 14 | HEALTH AND ENVIRONMENT ANY INVESTIGATIONS OR FINDINGS OF |
| 15 | VIOLATIONS OF THIS SECTION BY A PERSON REGISTERED PURSUANT TO |
| 16 | SECTION 25-5-426. |
| 17 | (d) When completing a sale of retail marijuana |
| 18 | CONCENTRATE, THE INDEPENDENT DELIVERER SHALL PROVIDE THE |
| 19 | CUSTOMER WITH THE TANGIBLE EDUCATIONAL RESOURCE CREATED BY THE |
| 20 | STATE LICENSING AUTHORITY THROUGH RULE-MAKING REGARDING THE |
| 21 | USE OF RETAIL MARIJUANA CONCENTRATE. |
| 22 | (4) ALL RETAIL MARIJUANA AND RETAIL MARIJUANA PRODUCTS |
| 23 | SOLD BY AN INDEPENDENT DELIVERER MUST BE PACKAGED AND LABELED |
| 24 | AS REQUIRED BY RULES OF THE STATE LICENSING AUTHORITY PURSUANT |
| 25 | TO SECTION 44-10-203 (2)(f) AND (3)(b). |
| 26 | (5) (a) AN INDEPENDENT DELIVERER SHALL ONLY SELL RETAIL |
| 27 | MARIJUANA, RETAIL MARIJUANA PRODUCTS, MARIJUANA ACCESSORIES, |

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| 1 | NONCONSUMABLE PRODUCTS SUCH AS APPAREL, MARIJUANA-RELATED |
|----|-------------------------------------------------------------------|
| 2 | PRODUCTS SUCH AS CHILDPROOF PACKAGING CONTAINERS, AND |
| 3 | INDUSTRIAL HEMP PRODUCTS. AN INDEPENDENT DELIVERER SHALL NOT |
| 4 | SELL OR GIVE AWAY ANY CONSUMABLE PRODUCT, INCLUDING, BUT NOT |
| 5 | LIMITED TO, CIGARETTES OR ALCOHOL, OR EDIBLE PRODUCTS THAT DO NOT |
| 6 | CONTAIN MARIJUANA, INCLUDING, BUT NOT LIMITED TO, SODAS, CANDIES, |
| 7 | OR BAKED GOODS. |
| 8 | (b) An independent deliverer shall not sell any retail |
| 9 | MARIJUANA OR RETAIL MARIJUANA PRODUCTS THAT CONTAIN NICOTINE OR |
| 10 | ALCOHOL IF THE SALE OF THE ALCOHOL WOULD REQUIRE A LICENSE |
| 11 | PURSUANT TO ARTICLE 3, 4, 5, OR 7 OF THIS TITLE 44. |
| 12 | (6) RETAIL MARIJUANA OR RETAIL MARIJUANA PRODUCTS MUST |
| 13 | NOT BE CONSUMED IN AN INDEPENDENT DELIVERER'S VEHICLE OR ON ANY |
| 14 | LICENSED PREMISES. |
| 15 | (7) NOTWITHSTANDING ANY OTHER PROVISION OF STATE LAW |
| 16 | SALES OF RETAIL MARIJUANA AND RETAIL MARIJUANA PRODUCTS ARE NOT |
| 17 | EXEMPT FROM STATE OR LOCAL SALES TAX. |
| 18 | (8) A LISTING FOR SALE BY AN INDEPENDENT DELIVERER FOR |
| 19 | RETAIL MARIJUANA CONCENTRATE MUST INCLUDE THE POTENCY OF THE |
| 20 | RETAIL MARIJUANA CONCENTRATE NEXT TO THE NAME OF THE PRODUCT |
| 21 | AND SAFETY WARNINGS AND HEALTH RISKS FOR RETAIL MARIJUANA |
| 22 | CONCENTRATES PROMULGATED BY RULE. |
| 23 | (9)(a) An independent deliverer licensee with a retail |
| 24 | MARIJUANA TRANSPORTER LICENSE MAY TRANSPORT RETAIL MARIJUANA |
| 25 | OR RETAIL MARIJUANA PRODUCTS BETWEEN LICENSEES LICENSED |
| 26 | PREMISES; EXCEPT THAT THE INDEPENDENT DELIVERER LICENSEE SHALL |
| 27 | NOT MAKE DELIVERIES OF RETAIL MARIJUANA OR RETAIL MARIJUANA |

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| 1 | PRODUCTS TO INDIVIDUALS WHILE ALSO TRANSPORTING RETAIL |
|----|------------------------------------------------------------------|
| 2 | MARIJUANA OR RETAIL MARIJUANA PRODUCTS BETWEEN LICENSEES' |
| 3 | LICENSED PREMISES. |
| 4 | (b) THE INDEPENDENT DELIVERER SHALL CHARGE A ONE-DOLLAR |
| 5 | SURCHARGE ON EACH DELIVERY. THE INDEPENDENT DELIVERER SHALL |
| 6 | REMIT THE SURCHARGES COLLECTED ON A MONTHLY BASIS TO THE |
| 7 | MUNICIPALITY WHERE THE INDEPENDENT DELIVERY BUSINESS IS LOCATED, |
| 8 | OR TO THE COUNTY IF THE INDEPENDENT DELIVERY BUSINESS IS IN AN |
| 9 | UNINCORPORATED AREA, FOR LOCAL LAW ENFORCEMENT COSTS RELATED |
| 10 | TO MARIJUANA ENFORCEMENT. FAILURE TO COMPLY WITH THIS |
| 11 | SUBSECTION (9)(b) MAY RESULT IN NONRENEWAL OF THE INDEPENDENT |
| 12 | DELIVERY LICENSE. |
| 13 | (c) An independent deliverer may deliver retail marijuana |
| 14 | AND RETAIL MARIJUANA PRODUCTS ONLY TO THE INDIVIDUAL WHO PLACED |
| 15 | THE ORDER AND WHO: |
| 16 | (I) IS TWENTY-ONE YEARS OF AGE OR OLDER; |
| 17 | (II) RECEIVES THE DELIVERY OF RETAIL MARIJUANA OR RETAIL |
| 18 | MARIJUANA PRODUCTS PURSUANT TO RULES; AND |
| 19 | (III) POSSESSES AN ACCEPTABLE FORM OF IDENTIFICATION. |
| 20 | (d) Any person delivering retail marijuana or retail |
| 21 | MARIJUANA PRODUCTS MUST POSSESS A VALID OCCUPATIONAL LICENSE |
| 22 | AND BE A CURRENT EMPLOYEE OF THE INDEPENDENT DELIVERER; MUST |
| 23 | HAVE UNDERGONE TRAINING REGARDING PROOF-OF-AGE IDENTIFICATION |
| 24 | AND VERIFICATION, INCLUDING ALL FORMS OF IDENTIFICATION THAT ARE |
| 25 | DEEMED ACCEPTABLE BY THE STATE LICENSING AUTHORITY; AND MUST |
| 26 | HAVE ANY OTHER TRAINING REQUIRED BY THE STATE LICENSING |
| 27 | AUTHORITY. |

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| 1 | (e) IN ACCORDANCE WITH THIS SUBSECTION (9) AND RULES |
|----|------------------------------------------------------------------|
| 2 | ADOPTED TO IMPLEMENT THIS SUBSECTION (9), AN INDEPENDENT |
| 3 | DELIVERER: |
| 4 | (I) SHALL NOT DELIVER RETAIL MARIJUANA OR RETAIL MARIJUANA |
| 5 | PRODUCTS IN EXCESS OF THE AMOUNTS ESTABLISHED BY THE STATE |
| 6 | LICENSING AUTHORITY; |
| 7 | (II) SHALL DELIVER ONLY TO AN INDIVIDUAL AT THE ADDRESS |
| 8 | PROVIDED IN THE ORDER; |
| 9 | (III) SHALL NOT DELIVER MORE THAN ONCE PER DAY TO THE SAME |
| 10 | INDIVIDUAL OR RESIDENCE; |
| 11 | (IV) (A) SHALL DELIVER ONLY TO PRIVATE RESIDENCES; |
| 12 | (B) FOR PURPOSES OF THIS SECTION, "PRIVATE RESIDENCES" |
| 13 | MEANS PRIVATE PREMISES WHERE A PERSON LIVES, SUCH AS A PRIVATE |
| 14 | DWELLING PLACE OR PLACE OF HABITATION, AND SPECIFICALLY EXCLUDES |
| 15 | ANY PREMISES LOCATED AT A SCHOOL OR ON THE CAMPUS OF AN |
| 16 | INSTITUTION OF HIGHER EDUCATION, OR ANY OTHER PUBLIC PROPERTY; |
| 17 | (V) SHALL DELIVER RETAIL MARIJUANA OR RETAIL MARIJUANA |
| 18 | PRODUCTS ONLY BY A MOTOR VEHICLE THAT COMPLIES WITH THIS SECTION |
| 19 | AND THE RULES PROMULGATED PURSUANT TO THIS SECTION AND SECTION |
| 20 | 44-10-203 (2)(dd); |
| 21 | (VI) SHALL USE AN EMPLOYEE TO CONDUCT DELIVERIES; AND |
| 22 | (VII) SHALL USE AN ASSOCIATED LICENSED PREMISES TO STORE, |
| 23 | PACKAGE, AND LABEL THE RETAIL MARIJUANA OR RETAIL MARIJUANA |
| 24 | PRODUCTS. |
| 25 | (f) (I) AT THE TIME OF THE ORDER, THE INDEPENDENT DELIVERER |
| 26 | SHALL REQUIRE THE INDIVIDUAL TO PROVIDE INFORMATION NECESSARY TO |
| 27 | VERIFY THE INDIVIDUAL IS AT LEAST TWENTY-ONE YEARS OF AGE. THE |

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| 1 | PROVIDED INFORMATION MUST, AT A MINIMUM, INCLUDE THE FOLLOWING: |
|----|--------------------------------------------------------------------------------|
| 2 | (A) THE INDIVIDUAL'S NAME AND DATE OF BIRTH; |
| 3 | (B) The address of the residence where the order is |
| 4 | DELIVERED; AND |
| 5 | (C) ANY OTHER INFORMATION REQUIRED BY STATE LICENSING |
| 6 | AUTHORITY RULE. |
| 7 | (II) PRIOR TO TRANSFERRING POSSESSION OF THE ORDER TO AN |
| 8 | INDIVIDUAL, THE INDEPENDENT DELIVERER DELIVERING THE ORDER SHALL |
| 9 | INSPECT THE INDIVIDUAL'S IDENTIFICATION AND VERIFY THAT THE |
| 10 | INFORMATION PROVIDED AT THE TIME THE ORDER IS PLACED MATCHES THE |
| 11 | NAME AND AGE ON THE INDIVIDUAL'S IDENTIFICATION. |
| 12 | (g) The independent deliverer shall not sell retail |
| 13 | MARIJUANA OR RETAIL MARIJUANA PRODUCTS DIRECTLY FROM THE |
| 14 | DELIVERY VEHICLE. |
| 15 | (h) (I) Unless otherwise provided by the state licensing |
| 16 | AUTHORITY BY RULES PROMULGATED PURSUANT TO THIS ARTICLE 10 , ALL |
| 17 | REQUIREMENTS APPLICABLE TO OTHER LICENSES ISSUED PURSUANT TO |
| 18 | THIS ARTICLE $\overline{10}$ MAY APPLY TO THE DELIVERY OF RETAIL MARIJUANA AND |
| 19 | RETAIL MARIJUANA PRODUCTS, INCLUDING, BUT NOT LIMITED TO |
| 20 | INVENTORY TRACKING, TRANSPORTATION, AND PACKAGING AND LABELING |
| 21 | REQUIREMENTS. |
| 22 | (II) THE ADVERTISING REGULATIONS AND PROHIBITIONS ADOPTED |
| 23 | PURSUANT TO SECTION 44-10-203 (3)(a) APPLY TO INDEPENDENT |
| 24 | DELIVERY OPERATIONS PURSUANT TO THIS SUBSECTION (9). |
| 25 | (i) IT IS NOT A VIOLATION OF ANY PROVISION OF STATE CIVIL OR |
| 26 | CRIMINAL LAW FOR AN INDEPENDENT DELIVERER, OR SUCH PERSON WHO |
| 27 | HAS MADE TIMELY AND SUFFICIENT APPLICATION FOR THE RENEWAL OF A |

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| 1 | RETAIL MARIJUANA DELIVERY PERMIT, OR ITS LICENSEES, TO POSSESS, |
|----|---------------------------------------------------------------------|
| 2 | TRANSPORT, AND DELIVER RETAIL MARIJUANA OR RETAIL MARIJUANA |
| 3 | PRODUCTS IN AMOUNTS THAT DO NOT EXCEED AMOUNTS ESTABLISHED BY |
| 4 | THE STATE LICENSING AUTHORITY. |
| 5 | (j) A LOCAL LAW ENFORCEMENT AGENCY MAY REQUEST STATE |
| 6 | LICENSING AUTHORITY REPORTS, INCLUDING COMPLAINTS, INVESTIGATIVE |
| 7 | ACTION, AND FINAL AGENCY ACTION ORDERS, RELATED TO CRIMINAL |
| 8 | ACTIVITY MATERIALLY RELATED TO RETAIL MARIJUANA DELIVERY IN THE |
| 9 | LAW ENFORCEMENT AGENCY'S JURISDICTION, AND THE STATE LICENSING |
| 10 | AUTHORITY SHALL PROMPTLY PROVIDE ANY REPORTS IN ITS POSSESSION |
| 11 | FOR THE LAW ENFORCEMENT AGENCY'S JURISDICTION. |
| 12 | (k) (I) NOTWITHSTANDING ANY PROVISIONS OF THIS SECTION, |
| 13 | DELIVERY OF RETAIL MARIJUANA OR RETAIL MARIJUANA PRODUCTS IS NOT |
| 14 | PERMITTED IN ANY MUNICIPALITY, COUNTY, OR CITY AND COUNTY UNLESS |
| 15 | THE MUNICIPALITY, COUNTY, OR CITY AND COUNTY, BY EITHER A |
| 16 | MAJORITY OF THE REGISTERED ELECTORS OF THE MUNICIPALITY, COUNTY, |
| 17 | OR CITY AND COUNTY VOTING AT A REGULAR ELECTION OR SPECIAL |
| 18 | ELECTION CALLED IN ACCORDANCE WITH THE "COLORADO MUNICIPAL |
| 19 | ELECTION CODE OF 1965", ARTICLE 10 OF TITLE 31, OR THE "UNIFORM |
| 20 | ELECTION CODE OF 1992", ARTICLES 1 TO 13 OF TITLE 1, AS APPLICABLE, |
| 21 | OR A MAJORITY OF THE MEMBERS OF THE GOVERNING BOARD FOR THE |
| 22 | MUNICIPALITY, COUNTY, OR CITY AND COUNTY VOTE TO ALLOW THE |
| 23 | DELIVERY OF RETAIL MARIJUANA OR RETAIL MARIJUANA PRODUCTS |
| 24 | PURSUANT TO THIS SECTION. |
| 25 | (II) AN ORDINANCE ADOPTED PURSUANT TO SUBSECTION $(9)(k)(I)$ |
| 26 | OF THIS SECTION MAY PROHIBIT DELIVERY OF RETAIL MARIJUANA AND |
| 27 | RETAIL MARIJUANA PRODUCTS FROM AN INDEPENDENT DELIVERER THAT |

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| 1 | IS OUTSIDE A MUNICIPALITY'S, COUNTY'S, CITY'S, OR CITY AND COUNTY'S |
|----|---------------------------------------------------------------------|
| 2 | JURISDICTIONAL BOUNDARIES TO AN ADDRESS WITHIN ITS JURISDICTIONAL |
| 3 | BOUNDARIES. |
| 4 | (1) NOTWITHSTANDING ANY PROVISIONS OF THIS SECTION, |
| 5 | DELIVERY OF RETAIL MARIJUANA OR RETAIL MARIJUANA PRODUCTS IS NOT |
| 6 | PERMITTED AT ANY SCHOOL OR ON THE CAMPUS OF ANY INSTITUTION OF |
| 7 | HIGHER EDUCATION. |
| 8 | (m) THE STATE LICENSING AUTHORITY MAY BEGIN ISSUING |
| 9 | INDEPENDENT DELIVERY LICENSES TO QUALIFIED INDEPENDENT |
| 10 | DELIVERER APPLICANTS ON AND AFTER, BUT NOT EARLIER THAN, JANUARY |
| 11 | 2, 2024. |
| 12 | (10) An accelerator independent delivery licensee may |
| 13 | OPERATE WITH AN INDEPENDENT DELIVERY LICENSEE IF BEFORE AN |
| 14 | ACCELERATOR INDEPENDENT DELIVERY LICENSEE OPERATES, THE |
| 15 | INDEPENDENT DELIVERY LICENSEE HAS ITS PREMISES ENDORSED |
| 16 | PURSUANT TO RULE AND EACH ACCELERATOR INDEPENDENT DELIVERY |
| 17 | LICENSEE IS APPROVED TO OPERATE WITH THE ENDORSED LICENSEE. |
| 18 | (11) AN INDEPENDENT DELIVERY LICENSEE THAT HOSTS AN |
| 19 | ACCELERATOR INDEPENDENT DELIVERY LICENSEE MAY, PURSUANT TO |
| 20 | RULE, PROVIDE TECHNICAL AND COMPLIANCE ASSISTANCE AND CAPITAL |
| 21 | ASSISTANCE TO AN ACCELERATOR INDEPENDENT DELIVERY LICENSEE |
| 22 | OPERATING ON ITS PREMISES WITH SHARED OPERATIONS PRIVILEGES. |
| 23 | (12) An independent delivery licensee that hosts an |
| 24 | ACCELERATOR INDEPENDENT DELIVERER MAY BE ELIGIBLE FOR |
| 25 | INCENTIVES AVAILABLE THROUGH THE DEPARTMENT OF REVENUE OR THE |
| 26 | OFFICE OF ECONOMIC DEVELOPMENT AND INTERNATIONAL TRADE, |
| 27 | INCLUDING, BUT NOT LIMITED TO, A REDUCTION IN APPLICATION OR |

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| 1 | LICENSE FEES. |
|----|--------------------------------------------------------------------|
| 2 | SECTION 14. In Colorado Revised Statutes, add 44-10-614 as |
| 3 | follows: |
| 4 | 44-10-614. Retail marijuana accelerator independent delivery |
| 5 | license - repeal. (1) A RETAIL MARIJUANA ACCELERATOR INDEPENDENT |
| 6 | DELIVERY LICENSE MAY BE ISSUED TO A SOCIAL EQUITY LICENSEE TO |
| 7 | EXERCISE THE PRIVILEGES OF A RETAIL MARIJUANA INDEPENDENT |
| 8 | DELIVERY LICENSEE ON THE PREMISES OF AN ACCELERATOR-ENDORSED |
| 9 | INDEPENDENT DELIVERY LICENSEE. THE RETAIL MARIJUANA |
| 10 | ACCELERATOR INDEPENDENT DELIVERY LICENSEE MAY RECEIVE |
| 11 | TECHNICAL ASSISTANCE AND FINANCIAL SUPPORT FROM THE RETAIL |
| 12 | MARIJUANA INDEPENDENT DELIVERY LICENSEE WITH AN ACCELERATOR |
| 13 | ENDORSEMENT. |
| 14 | (2) THE STATE LICENSING AUTHORITY SHALL BEGIN ACCEPTING |
| 15 | APPLICATIONS FOR RETAIL MARIJUANA ACCELERATOR INDEPENDENT |
| 16 | DELIVERY LICENSES ON JANUARY 2, 2024. |
| 17 | SECTION 15. In Colorado Revised Statutes, add 44-10-615 as |
| 18 | follows: |
| 19 | 44-10-615. Retail marijuana accelerator transporter license |
| 20 | (1) A RETAIL MARIJUANA ACCELERATOR TRANSPORTER LICENSE MAY BE |
| 21 | ISSUED TO A SOCIAL EQUITY LICENSEE TO EXERCISE THE PRIVILEGES OF A |
| 22 | RETAIL MARIJUANA TRANSPORTER LICENSEE ON THE PREMISES OF AN |
| 23 | ACCELERATOR-ENDORSED TRANSPORTER LICENSEE. THE RETAIL |
| 24 | MARIJUANA ACCELERATOR TRANSPORTER LICENSEE MAY RECEIVE |
| 25 | TECHNICAL ASSISTANCE AND FINANCIAL SUPPORT FROM THE RETAIL |
| 26 | MARIJUANA TRANSPORTER LICENSEE WITH AN ACCELERATOR |
| 27 | ENDORSEMENT. |

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| 1 | (2) The state licensing authority may begin accepting |
|----|--------------------------------------------------------------------------|
| 2 | APPLICATIONS FOR RETAIL MARIJUANA ACCELERATOR TRANSPORTER |
| 3 | LICENSES ON JANUARY 2, 2024. |
| 4 | SECTION 16. In Colorado Revised Statutes, 44-10-1401, amend |
| 5 | (2) as follows: |
| 6 | 44-10-1401. Sunset review - repeal of article. (2) Prior to the |
| 7 | repeal of this article 10, the department of regulatory agencies shall |
| 8 | conduct a sunset review as described in section 24-34-104 (5). AS A PART |
| 9 | OF THE SUNSET REVIEW, THE DEPARTMENT OF REGULATORY AGENCIES |
| 10 | SHALL ANALYZE, EVALUATE, AND SUBMIT RECOMMENDATIONS |
| 11 | CONCERNING SOCIAL EQUITY LICENSING AND THE INDEPENDENT DELIVERY |
| 12 | LICENSE. |
| 13 | SECTION 17. In Colorado Revised Statutes, 24-34-104, amend |
| 14 | (29)(a)(XII) as follows: |
| 15 | 24-34-104. General assembly review of regulatory agencies |
| 16 | and functions for repeal, continuation, or reestablishment - |
| 17 | legislative declaration - repeal. (29) (a) The following agencies, |
| 18 | functions, or both, are scheduled for repeal on September 1, 2028: |
| 19 | (XII) The "Colorado Marijuana Code", article 10 of title 44, |
| 20 | INCLUDING SOCIAL EQUITY LICENSING AND THE INDEPENDENT DELIVERY |
| 21 | LICENSE; |
| 22 | SECTION 18. In Colorado Revised Statutes, 24-48.5-128, add |
| 23 | (3)(e) as follows: |
| 24 | 24-48.5-128. Program - marijuana entrepreneurs - social |
| 25 | equity licensees - committee - report - marijuana entrepreneur fund |
| 26 | - creation - legislative declaration - definitions. (3) Loans, grants, |
| 27 | and technical assistance. (e) (I) THERE IS CREATED IN THE OFFICE THE |

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| 1 | PROGRAM GRANT COMMITTEE THAT IS RESPONSIBLE FOR REVIEWING |
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| 2 | GRANT APPLICATIONS, SELECTING GRANT RECIPIENTS, AND DETERMINING |
| 3 | GRANT AWARDS ISSUED PURSUANT TO THIS SECTION. ON OR BEFORE |
| 4 | SEPTEMBER 1, 2023, OR UPON REAUTHORIZATION OF THE PROGRAM, THE |
| 5 | OFFICE DIRECTOR SHALL APPOINT THE FOLLOWING MEMBERS TO SERVE ON |
| 6 | THE COMMITTEE: |
| 7 | (A) FIVE PERSONS WHO OWN A BUSINESS THAT IS CURRENTLY |
| 8 | LOCATED AND OPERATING IN COLORADO; |
| 9 | (B) FIVE PERSONS WITH EXPERIENCE REPRESENTING MARIJUANA |
| 10 | LICENSEES; AND |
| 11 | (C) FIVE PERSONS WHO ARE INTERESTED COMMUNITY MEMBERS. |
| 12 | (II) TO THE EXTENT PRACTICABLE, THE MEMBERSHIP OF THE |
| 13 | COMMITTEE MUST INCLUDE PERSONS FROM THROUGHOUT THE STATE AND |
| 14 | REFLECT THE RACIAL, ETHNIC, AND GEOGRAPHIC DIVERSITY OF THE STATE. |
| 15 | (III) THE MEMBERSHIP OF THE COMMITTEE MUST INCLUDE NOT |
| 16 | MORE THAN THREE LICENSEES, AS DEFINED BY SECTION 44-10-103 (25). |
| 17 | (IV) MEMBERS OF THE COMMITTEE SERVE TWO-YEAR TERMS AND |
| 18 | MAY BE REAPPOINTED FOR AN ADDITIONAL TWO-YEAR TERM. MEMBERS |
| 19 | OF THE COMMITTEE SERVE AT THE PLEASURE OF THE OFFICE DIRECTOR. IF |
| 20 | A MEMBER OF THE COMMITTEE LEAVES THE COMMITTEE PRIOR TO THE |
| 21 | EXPIRATION OF THE MEMBER'S TERM, THE OFFICE DIRECTOR SHALL |
| 22 | APPOINT A NEW MEMBER TO SERVE FOR THE REMAINDER OF THE TERM. |
| 23 | (V) MEMBERS OF THE COMMITTEE SERVE WITHOUT |
| 24 | COMPENSATION OR REIMBURSEMENT OF EXPENSES. |
| 25 | SECTION 19. In Colorado Revised Statutes, 39-28.8-202, |
| 26 | amend (1)(a)(I) as follows: |
| 27 | 39-28.8-202. Retail marijuana sales tax. (1) (a) (I) In addition |

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1 to the tax imposed pursuant to part 1 of article 26 of this title 39 and the 2 sales tax imposed by a local government pursuant to title 29, 30, 31, or 3 32, but except as otherwise set forth in subsections (1)(a)(II) and 4 (1)(a)(III) of this section, beginning January 1, 2014, and through June 5 30, 2017, there is imposed upon all RETAIL sales of retail marijuana and 6 retail marijuana products by a retailer a tax at the rate of ten percent of 7 the amount of the sale. Beginning July 1, 2017, there is imposed upon all 8 sales of retail marijuana and retail marijuana products by a retailer a tax 9 at the rate of fifteen percent of the amount of the sale. The tax imposed 10 by this section is computed in accordance with schedules or forms 11 prescribed by the executive director of the department; except that a retail 12 marijuana store RETAILER is not allowed to retain any portion of the retail 13 marijuana sales tax collected pursuant to this part 2 to cover the expenses 14 of collecting and remitting the tax. The executive director may 15 promulgate rules to implement this section. 16 **SECTION 20.** Appropriation. (1) For the 2023-24 state fiscal 17 year, \$330,625 is appropriated to the marijuana cash fund created in 18 section 44-10-801 (1)(a), C.R.S. This appropriation is from the general 19 fund. The department of revenue is responsible for the accounting related 20 to this appropriation. 21 (2) For the 2023-24 state fiscal year, \$330,625 is appropriated to 22 the department of revenue. This appropriation is from reappropriated 23 funds in the marijuana cash funds fund under subsection (1) of this 24 section. Any money appropriated in this subsection (2) not expended 25 prior to July 1, 2024, is further appropriated to the department for the 26 2024-25 state fiscal year for the same purposes. To implement this act,

the department may use the appropriation as follows:

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| 1 | (a) \$216,426 for marijuana enforcement, which amount is based |
|----|------------------------------------------------------------------------------|
| 2 | on an assumption that the department will require an additional 1.1 FTE; |
| 3 | and |
| 4 | (b) \$114,199 for the purchase of legal services. |
| 5 | (3) For the 2023-24 state fiscal year, \$114,199 is appropriated to |
| 6 | the department of law. This appropriation is from reappropriated funds |
| 7 | received from the department of revenue under subsection (2)(b) of this |
| 8 | section and is based on an assumption that the department of law will |
| 9 | require an additional 0.4 FTE. To implement this act, the department of |
| 10 | law may use this appropriation to provide legal services for the |
| 11 | department of revenue. Any money appropriated in this subsection (3) not |
| 12 | expended prior to July 1, 2024, is further appropriated to the department |
| 13 | for the 2024-25 state fiscal year for the same purpose. |
| 14 | SECTION 21. Act subject to petition - effective date. This act |
| 15 | takes effect at 12:01 a.m. on the day following the expiration of the |
| 16 | ninety-day period after final adjournment of the general assembly; except |
| 17 | that, if a referendum petition is filed pursuant to section 1 (3) of article |
| 18 | V of the state constitution against this act or an item, section, or part of |
| 19 | this act within such period, then the act, item, section, or part will not |
| 20 | take effect unless approved by the people at the general election to be |
| 21 | held in November 2024 and, in such case, will take effect on the date of |
| 22 | the official declaration of the vote thereon by the governor. |

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