First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 23-0932.01 Jery Payne x2157

SENATE BILL 23-271

SENATE SPONSORSHIP

Roberts and Van Winkle, Fenberg

HOUSE SPONSORSHIP

deGruy Kennedy and Snyder,

Senate Committees

House Committees

Finance Appropriations Finance Appropriations

A BILL FOR AN ACT

101	CONCERNING THE REGULATION OF COMPOUNDS THAT ARE RELATED
102	TO CANNABINOIDS, AND, IN CONNECTION THEREWITH, MAKING
103	AN APPROPRIATION.

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.)

Current law requires the manufacturer of cosmetic products, dietary supplements, food products, and food additives, including hemp products, to be registered with the department of public health and environment (department).

The bill creates a new framework for the department to regulate

HOUSE
Amended 2nd Reading
May 6, 2023

SENATE rd Reading Unamended April 27, 2023

SENATE Amended 2nd Reading April 26, 2023

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing law.

Dashes through the words or numbers indicate deletions from existing law.

and register hemp products and certain intoxicating hemp products and for the marijuana enforcement division in the department of revenue (division) to regulate intoxicating products or potentially intoxicating compounds that are or may be cannabinoids. This regulation includes:

- The power to promulgate rules authorizing or prohibiting chemical modification, conversion, or synthetic derivation to create certain types of intoxicating cannabinoids;
- Labeling and advertising requirements;
- Production and testing requirements; and
- Inspection, record-keeping, and tracking requirements.

Hemp- and marijuana-derived compounds and cannabinoids are classified into three classifications:

- Nonintoxicating cannabinoids;
- Potentially intoxicating compounds; and
- Intoxicating cannabinoids.

Nonintoxicating cannabinoids that are derived from hemp may be produced, distributed, or sold as a hemp product. With the exception of products manufactured or produced for export, which are referred to as "safe harbor hemp products", products containing potentially intoxicating compounds and intoxicating cannabinoids must only be produced, distributed, or sold by a person licensed by the division to produce, distribute, or sell the compound or cannabinoid as a product.

The bill clarifies that:

- Nonintoxicating cannabinoids, potentially intoxicating compounds, and intoxicating cannabinoids are marijuana or marijuana products for the purposes of the retail marijuana sales tax; and
- A person must be licensed to manufacture potentially intoxicating compounds or intoxicating cannabinoids.

The bill prohibits the following acts:

- Manufacturing, selling, or delivering products that contain intoxicating cannabinoids in excess of limits established by rule;
- Manufacturing a product containing hemp that is not a cosmetic, a dietary supplement, a food, a food additive, or an herb; or
- Manufacturing, producing, selling, distributing, or holding for sale or distribution a safe harbor hemp product without registering with the department.

The penalty for a violation is up to \$10,000. The bill specifies factors to consider in determining the amount of the penalty.

The bill requires the executive director of the department of revenue to analyze the feasibility of establishing a standing committee to evaluate cannabinoids and cannabis-derived products for the purpose of determining and making recommendations regarding their safety profiles

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and potential for intoxication. The department of revenue may engage experts to do this analysis.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 25-5-426, amend
3	(4)(b)(II) and (4)(b)(III); and repeal (2)(g.3), (2)(g.5), (4)(b)(IV), (4)(d),
4	and (4)(e) as follows:
5	25-5-426. Wholesale food manufacturing and storage -
6	definitions - legislative declaration - registration - fees - cash fund.
7	(2) As used in this section, unless the context otherwise requires:
8	(g.3) "Industrial hemp" has the meaning set forth in section
9	35-61-101 (7).
10	(g.5) "Industrial hemp product" means a finished product
11	containing industrial hemp that:
12	(I) Is a cosmetic, food, food additive, or herb;
13	(II) Is for human use or consumption;
14	(III) Contains any part of the hemp plant, including naturally
15	occurring cannabinoids, compounds, concentrates, extracts, isolates,
16	resins, or derivatives; and
17	(IV) Contains a delta-9 tetrahydrocannabinol concentration of no
18	more than three-tenths of one percent.
19	(4) (b) (II) Except as provided in subsection (4)(b)(IV) of this
20	section, A wholesale food manufacturer or storage facility with gross
21	annual sales of less than one hundred fifty thousand dollars shall pay the
22	department a registration fee of sixty dollars.
23	(III) Except as provided in subsection (4)(b)(IV) of this section,
24	A wholesale food manufacturer or storage facility with gross annual sales
25	of one hundred fifty thousand dollars or more shall pay the department a

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registration fee of three hundred dollars.

- (IV) A wholesale food manufacturer that produces an industrial hemp product shall pay the department a registration fee of three hundred dollars, regardless of its gross annual sales.
- (d) Industrial hemp products produced by wholesale food manufacturing facilities registered in accordance with this subsection (4) shall not be deemed adulterated, as defined in sections 25-5-410 and 25-5-416, unless the products meet one or more of the criteria set forth in section 25-5-410 or 25-5-416.
- (e) In addition to any powers listed in this section, the department may promulgate rules to prohibit, within final products made available for sale, the chemical modification, conversion, or synthetic derivation of intoxicating tetrahydrocannabinol isomers, including delta-8, delta-9, and delta-10, or other intoxicating tetrahydrocannabinol isomers that originate from industrial hemp or may be synthetically derived.
- SECTION 2. In Colorado Revised Statutes, add 25-5-427 as follows:

25-5-427. Classes of hemp-derived compounds and cannabinoids - definitions - registration required - prohibitions - safe harbor - rules - repeal. (1) Legislative declaration. The General Assembly finds, determines, and declares that the registration of Hemp product and safe harbor hemp product manufacturers and the regulation of premises and places where hemp products and safe harbor hemp products are manufactured for distribution, produced for distribution, packaged for distribution, processed for distribution, prepared for distribution, treated for distribution, transported for

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1	DISTRIBUTION, OR HELD FOR DISTRIBUTION IN ACCORDANCE WITH THIS
2	PART 4 AND ANY RULES PROMULGATED UNDER THIS PART 4:
3	(a) ARE NECESSARY TO PROTECT THE PUBLIC HEALTH;
4	(b) WILL BENEFIT CONSUMERS BY ENSURING THAT HEMP
5	PRODUCTS ARE SOLD AND DISTRIBUTED BY SAFE SOURCES;
6	(c) WILL ASSIST RETAILERS BY ENSURING THAT HEMP PRODUCTS
7	HAVE NOT BEEN ADULTERATED DURING MANUFACTURING, PRODUCTION,
8	PACKAGING, PROCESSING, PREPARING, TREATING, TRANSPORTING, AND
9	STORAGE; AND
10	(d) WILL CONTRIBUTE TO THE ECONOMIC HEALTH OF THE STATE BY
11	ENSURING THAT COLORADO HEMP PRODUCT AND SAFE HARBOR HEMP
12	PRODUCT MANUFACTURERS ARE PERMITTED TO SHIP THEIR PRODUCTS IN
13	INTERSTATE COMMERCE.
14	(2) Definitions. As used in this section, unless the context
15	OTHERWISE REQUIRES:
16	(a) "DIETARY SUPPLEMENT" HAS THE MEANING SET FORTH IN
17	SECTION 25-5-426 (2)(d).
18	(b) "Hemp" has the meaning set forth in section 35-61-101
19	(7).
20	(c) "Hemp manufacturer or storage facility" means a
21	FACILITY WHERE HEMP PRODUCTS ARE MANUFACTURED OR STORED.
22	(d) "Hemp product" means a finished product that contains
23	HEMP AND THAT:
24	(I) IS A COSMETIC, A DIETARY SUPPLEMENT, A FOOD, A FOOD
25	ADDITIVE, OR AN HERB;
26	(II) IS INTENDED FOR HUMAN USE OR CONSUMPTION;
27	(III) CONTAINS ANY PART OF THE HEMP PLANT, INCLUDING

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1	NATURALLY OCCURRING CANNABINOIDS, COMPOUNDS, CONCENTRATES,
2	EXTRACTS, ISOLATES, OR RESINS;
3	(IV) IS PRODUCED FROM HEMP;
4	(V) CONTAINS NO MORE THAN ONE AND THREE-FOURTHS
5	MILLIGRAMS OF THC PER SERVING; AND
6	(VI) CONTAINS A RATIO OF CANNABIDIOL TO THC OF GREATER
7	THAN OR EQUAL TO FIFTEEN TO ONE.
8	(e) "INTOXICATING CANNABINOID" MEANS A CANNABINOID THAT
9	IS CLASSIFIED AS AN INTOXICATING CANNABINOID IN THIS SECTION OR BY
10	RULE OF THE DEPARTMENT ACTING IN COORDINATION WITH THE STATE
11	LICENSING AUTHORITY, IN ACCORDANCE WITH SUBSECTIONS (4)(g) AND
12	(4)(h) OF THIS SECTION.
13	(f) "Manufacturing or processing", "manufacturing",
14	"MANUFACTURE", "PROCESS", OR "PROCESSING" HAS THE SAME MEANING
15	AS "MANUFACTURING OR PROCESSING", AS SET FORTH IN SECTION
16	25-5-426 (2)(h).
17	(g) "Nonintoxicating cannabinoid" <u>means a cannabinoid</u>
18	THAT IS CLASSIFIED AS A NONINTOXICATING CANNABINOID IN THIS
19	SECTION OR BY RULE OF THE DEPARTMENT ACTING IN COORDINATION WITH
20	THE STATE LICENSING AUTHORITY, IN ACCORDANCE WITH SUBSECTIONS
21	(4)(g) AND $(4)(h)$ OF THIS SECTION.
22	(h) "PHYSICAL SEPARATION" MEANS SEGREGATION OF THE
23	OPERATIONS OF A REGULATED HEMP FACILITY:
24	(I) INCLUDING THE PHYSICAL SEPARATION OF HEMP PRODUCTS AND
25	SAFE HARBOR HEMP PRODUCTS DURING MANUFACTURE, PRODUCTION,
26	STORAGE, AND DISTRIBUTION; AND
27	(II) THE USE OF SEDADATE FOI HOMENT FOR THE MANIJEACTURE OF

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1	PRODUCTION OF HEMP PRODUCTS AND SAFE HARBOR HEMP PRODUCTS.
2	(i) "POTENTIALLY INTOXICATING CANNABINOID" HAS THE
3	MEANING SET FORTH IN SECTION 44-10-103 (48.5).
4	(j) "Registrant" means a person registered under
5	SUBSECTION (5) OF THIS SECTION.
6	(k) "REGULATED HEMP FACILITY" MEANS:
7	(I) A HEMP MANUFACTURER OR STORAGE FACILITY; OR
8	(II) A SAFE HARBOR MANUFACTURER OR STORAGE FACILITY.
9	(I) "SAFE HARBOR HEMP PRODUCT" MEANS A HEMP-DERIVED
10	COMPOUND OR CANNABINOID, WHETHER A FINISHED PRODUCT OR IN THE
11	PROCESS OF BEING PRODUCED, THAT IS PERMITTED TO BE MANUFACTURED
12	FOR DISTRIBUTION, PRODUCED FOR DISTRIBUTION, PACKAGED FOR
13	DISTRIBUTION, PROCESSED FOR DISTRIBUTION, PREPARED FOR
14	DISTRIBUTION, TREATED FOR DISTRIBUTION, TRANSPORTED FOR
15	DISTRIBUTION, OR HELD FOR DISTRIBUTION IN COLORADO FOR EXPORT
16	FROM COLORADO BUT THAT IS NOT PERMITTED TO BE SOLD OR
17	DISTRIBUTED IN COLORADO.
18	(m) "SAFE HARBOR MANUFACTURER OR STORAGE FACILITY" OR
19	"SAFE HARBOR FACILITY" MEANS A FACILITY THAT MANUFACTURES FOR
20	DISTRIBUTION, PRODUCES FOR DISTRIBUTION, PACKAGES FOR
21	DISTRIBUTION, PROCESSES FOR DISTRIBUTION, PREPARES FOR
22	DISTRIBUTION, TREATS FOR DISTRIBUTION, TRANSPORTS FOR
23	DISTRIBUTION, OR HOLDS FOR DISTRIBUTION A SAFE HARBOR HEMP
24	PRODUCT.
25	(n) "SEMI-SYNTHETIC CANNABINOID" HAS THE MEANING SET
26	FORTH IN SECTION 44-10-208 (2)(b).
2.7	(o) "SERVING" MEANS THE SIZE OR PORTION CUSTOMARILY

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1	CONSUMED PER EATING OCCASION, EXPRESSED IN A COMMON HOUSEHOLD
2	MEASURE AS ESTABLISHED IN TABLE 2 OF 21 CFR 101.12.
3	(p) "STATE LICENSING AUTHORITY" HAS THE MEANING SET FORTH
4	IN SECTION 44-10-103 (69).
5	(q) "SYNTHETIC CANNABINOID" HAS THE MEANING SET FORTH IN
6	SECTION 44-10-208 (2)(c).
7	(r) "TETRAHYDROCANNABINOL" OR "THC" HAS THE MEANING SET
8	FORTH IN SECTION 44-10-208 (2)(d).
9	(s) "TINCTURE" MEANS A LIQUID HEMP PRODUCT THAT IS
10	PACKAGED IN A CONTAINER OF FOUR FLUID OUNCES OR LESS, THAT IS NOT
11	A BEVERAGE OR INTENDED FOR DRINKING, AND THAT CONSISTS OF A
12	SOLUTION:
13	(I) CONTAINING AT LEAST TWENTY-FIVE PERCENT
14	NON-DENATURED ALCOHOL OR A BASE OF GLYCERIN OR PLANT-BASED OIL;
15	(II) CONTAINING HEMP, HEMP CONCENTRATE, OR HEMP EXTRACT;
16	<u>AND</u>
17	(III) INTENDED FOR HUMAN USE.
18	(3) Powers and duties of the department - rules. THE
19	DEPARTMENT HAS THE POWER AND DUTY TO:
20	(a) GRANT OR DENY A REGISTRATION ISSUED UNDER SUBSECTION
21	(5) OF THIS SECTION AND TO GRANT OR DENY THE ANNUAL RENEWAL OF A
22	REGISTRATION;
23	(b) SUSPEND, DENY, OR REVOKE A REGISTRATION UNDER
24	CIRCUMSTANCES PRESCRIBED IN THIS SECTION OR IN RULES PROMULGATED
25	UNDER THIS SECTION;
26	(c) REVIEW ANY RECORDS OF A REGISTRANT THAT MANUFACTURES
27	FOR DISTRIBUTION, PRODUCES FOR DISTRIBUTION, PACKAGES FOR

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1	DISTRIBUTION, PROCESSES FOR DISTRIBUTION, PREPARES FOR
2	DISTRIBUTION, TREATS FOR DISTRIBUTION, TRANSPORTS FOR
3	DISTRIBUTION, OR HOLDS FOR DISTRIBUTION PRODUCTS SUBJECT TO THIS
4	SECTION AS NECESSARY TO VERIFY COMPLIANCE WITH THIS SECTION;
5	(d) PROMULGATE RULES NECESSARY TO AUTHORIZE OR PROHIBIT
6	CHEMICAL MODIFICATION, CONVERSION, OR SYNTHETIC DERIVATION OF
7	CANNABINOIDS OR OTHER HEMP-DERIVED COMPOUNDS, UNLESS
8	OTHERWISE PERMITTED BY THIS PART 4 OR BY ANY RULES PROMULGATED
9	UNDER THIS PART 4;
10	(e) $\underline{\text{(I)}}$ Promulgate rules, in coordination with the state
11	LICENSING AUTHORITY, ESTABLISHING THE AMOUNT OF ANY CANNABINOID
12	THAT MAKES THE CANNABINOID INTOXICATING;
13	(II) PROMULGATE RULES IMPLEMENTING SUBSECTION (8) OF THIS
14	SECTION;
15	(III) IF NECESSARY, PROMULGATE RULES CREATING A PROCESS TO
16	PREVENT CROSS CONTAMINATION BETWEEN HEMP PRODUCTS AND SAFE
17	HARBOR HEMP PRODUCTS AND SPECIFYING A SET OF REQUIREMENTS FOR:
18	(A) THE CO-LOCATION OF THE MANUFACTURE OF, PRODUCTION OF,
19	STORAGE OF, AND DISTRIBUTION OF HEMP PRODUCTS AND SAFE HARBOR
20	HEMP PRODUCTS; AND
21	(B) THE USE OF THE SAME EQUIPMENT FOR THE PRODUCTION OF
22	SAFE HARBOR HEMP PRODUCTS AND HEMP PRODUCTS.
23	(IV) PROMULGATE RULES PROHIBITING THE EXPORT OF A SAFE
24	HARBOR HEMP PRODUCT TO A STATE WHERE THE SAFE HARBOR HEMP
25	PRODUCT IS PROHIBITED BY STATE STATUTE; AND
26	(V) PROMULGATE RULES PROHIBITING THE MANUFACTURE,
27	PRODUCTION OR DISTRIBUTION OF A SAFE HARROR PRODUCT THAT IS ALSO

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1	<u>A SYNTHETIC</u> CANNABINOID;
2	(f) Promulgate rules governing <u>testing and labeling</u> , as
3	PROVIDED IN SUBSECTIONS $(4)(c)(II)$ AND $(4)(d)(III)$ OF THIS SECTION;
4	(g) PROMULGATE RULES AUTHORIZING, PROHIBITING, OR
5	REGULATING HEMP-DERIVED INGREDIENTS IN HEMP PRODUCTS THAT ARE
6	COMPOUNDS OTHER THAN CANNABINOIDS;
7	(h) PROMULGATE ANY OTHER RULES THAT ARE NECESSARY FOR
8	THE FAIR, IMPARTIAL, AND COMPREHENSIVE ADMINISTRATION OF THIS
9	PART 4 WITH RESPECT TO HEMP, HEMP PRODUCTS, OR SAFE HARBOR HEMP
10	PRODUCTS; AND
11	(i) Issue a cease-and-desist order or clean-up order to
12	ADDRESS VIOLATIONS OF THIS SECTION.
13	(4) Classifications of hemp-derived compounds and
14	cannabinoids - rules. (a) HEMP-DERIVED COMPOUNDS AND
15	CANNABINOIDS ARE DIVIDED INTO THREE CLASSIFICATIONS:
16	(I) NONINTOXICATING CANNABINOIDS;
17	(II) POTENTIALLY INTOXICATING CANNABINOIDS; AND
18	(III) INTOXICATING CANNABINOIDS.
19	(b) (I) NONINTOXICATING CANNABINOIDS INCLUDE:
20	(A) FULL SPECTRUM HEMP EXTRACT THAT CONTAINS NO MORE
21	THAN ONE AND THREE-FOURTHS MILLIGRAMS OF THC PER SERVING AND
22	CONTAINS A RATIO OF CANNABIDIOL TO THC OF GREATER THAN OR EQUAL
23	TO FIFTEEN TO ONE;
24	(B) Broad spectrum Hemp extract;
25	(C) CANNABIDIOL, ALSO KNOWN AS "CBD";
26	(D) TETRAHYDROCANNABIVARIN, ALSO KNOWN AS "THCV";
27	(E) CANNABICHROMENE, ALSO KNOWN AS "CBC";

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1	(F) CANNABICITRAN, ALSO KNOWN AS "CB1";
2	(G) CANNABICYCLOL, ALSO KNOWN AS "CBL";
3	(H) CANNABIELSOIN, ALSO KNOWN AS "CBE";
4	(I) CANNABIGEROL, ALSO KNOWN AS "CBG";
5	(J) CANNABIDIVARIN, ALSO KNOWN AS "CBDV"; AND
6	(K) CANNABINOL, ALSO KNOWN AS "CBN".
7	(II) NONINTOXICATING CANNABINOIDS THAT ARE DERIVED FROM
8	HEMP MAY BE USED AS AN INGREDIENT IN A HEMP PRODUCT OR AS A
9	FINISHED HEMP PRODUCT IN ACCORDANCE WITH THIS SECTION AND THE
10	RULES PROMULGATED UNDER THIS PART 4 OR IN ACCORDANCE WITH
11	ARTICLE 10 OF TITLE 44 AND THE RULES PROMULGATED UNDER ARTICLE
12	10 of title 44.
13	(c) (I) A PERSON SHALL NOT:
14	(A) MANUFACTURE, PRODUCE, OR DISTRIBUTE A POTENTIALLY
15	INTOXICATING CANNABINOID WITHIN COLORADO, AS AN INGREDIENT IN A
16	HEMP PRODUCT OR AS A FINISHED HEMP PRODUCT, UNLESS THE
17	POTENTIALLY INTOXICATING CANNABINOID IS A SAFE HARBOR HEMP
18	PRODUCT THAT IS EXPORTED FROM COLORADO; OR
19	(B) MARKET OR PROMOTE A HEMP PRODUCT AS CONTAINING THC
20	OR ANY OTHER POTENTIALLY INTOXICATING CANNABINOID.
21	(II) A PERSON THAT MANUFACTURES, PRODUCES, OR DISTRIBUTES
22	A PRODUCT CONTAINING A POTENTIALLY INTOXICATING CANNABINOID
23	SHALL LABEL THE PRODUCT IN ACCORDANCE WITH THE RULES
24	PROMULGATED UNDER THIS SECTION.
25	$\left(d\right)\left(I\right)$ Intoxicating cannabinoids include the following in
26	AN AMOUNT THAT EXCEEDS THE AMOUNT ESTABLISHED BY RULE OR, IF NO
7	DITE ESTABLISHES THE AMOUNT IN ANY AMOUNT.

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1	(A) Delta-10 THC and its isomers;
2	(B) DELTA-9 THC AND ITS ISOMERS;
3	(C) DELTA-8 THC AND ITS ISOMERS;
4	(D) DELTA-7 THC AND ITS ISOMERS;
5	(E) Delta-6a, 10a THC and its isomers;
6	(F) EXO-TETRAHYDROCANNABINOL;
7	(G) METABOLITES OF THC, INCLUDING 11-HYDROXY-THC,
8	3-HYDROXY-THC, or 7-HYDROXY-THC;
9	(H) HYDROGENATED FORMS OF THC, INCLUDING
10	HEXAHYDROCANNABINOL, HEXAHYDROCANNABIPHOROL, AND
11	HEXAHYDROCANNABIHEXOL;
12	(I) SYNTHETIC FORMS OF THC, INCLUDING DRONABINOL;
13	(J) ESTER FORMS OF THC, INCLUDING DELTA-8 THC-O-ACETATE,
14	DELTA-9 THC-O-ACETATE, AND HEXAHYDROCANNABINOL-O-ACETATE;
15	(K) TETRAHYDROCANNABIVARINS, INCLUDING DELTA-8
16	TETRAHYDROCANNABIVARIN BUT EXCLUDING DELTA-9
17	TETRAHYDROCANNABIVARIN;
18	(L) ANALOGUES OF TETRAHYDROCANNABINOLS WITH AN ALKYL
19	CHAIN OF FOUR OR MORE CARBON ATOMS, INCLUDING
20	TETRAHYDROCANNABIPHOROLS, TETRAHYDROCANNABIOCTYLS,
21	TETRAHYDROCANNABIHEXOLS, OR TETRAHYDROCANNABUTOLS; AND
22	(M) ANY COMBINATION OF THE COMPOUNDS, INCLUDING
23	HEXAHYDROCANNABIPHOROL-O-ESTER, LISTED IN THIS SUBSECTION
24	(4)(d)(I).
25	(II) A PERSON SHALL NOT:
26	(A) MANUFACTURE, PRODUCE, OR DISTRIBUTE AN INTOXICATING
27	CANNABINOID WITHIN COLORADO, AS AN INGREDIENT IN A HEMP PRODUCT

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1	OR AS A FINISHED HEMP PRODUCT, UNLESS THE INTOXICATING
2	CANNABINOID IS A SAFE HARBOR HEMP PRODUCT THAT IS EXPORTED FROM
3	Colorado; or
4	(B) Market or promote a safe harbor hemp product or
5	HEMP PRODUCT AS CONTAINING THC OR ANY OTHER INTOXICATING
6	CANNABINOID.
7	(III) A PERSON THAT MANUFACTURES, PRODUCES, OR DISTRIBUTES
8	A PRODUCT CONTAINING AN INTOXICATING CANNABINOID SHALL LABEL
9	THE PRODUCT IN ACCORDANCE WITH THE RULES PROMULGATED UNDER
10	THIS SECTION.
11	(e) (I) A PERSON SHALL NOT MANUFACTURE, PRODUCE, SELL, OR
12	OFFER TO SELL A SYNTHETIC CANNABINOID OR A PRODUCT CONTAINING A
13	SYNTHETIC CANNABINOID UNLESS AUTHORIZED BY RULE. IF SYNTHETIC
14	CANNABINOIDS ARE PERMITTED BY RULE, THE DEPARTMENT, IN
15	COORDINATION WITH THE STATE LICENSING AUTHORITY, SHALL
16	PROMULGATE RULES PROVIDING STANDARDS AND REQUIREMENTS FOR THE
17	MANUFACTURE AND PRODUCTION OF SYNTHETIC CANNABINOIDS IN
18	COLORADO. THE RULES MUST INCLUDE A LABELING REQUIREMENT FOR
19	ANY HEMP-DERIVED PRODUCT MANUFACTURED OR PRODUCED IN
20	COLORADO THAT CONTAINS A SEMI-SYNTHETIC OR SYNTHETIC
21	CANNABINOID AS AN INGREDIENT.
22	(II) TO BE SOLD, OFFERED FOR SALE, OR DISTRIBUTED,
23	SEMI-SYNTHETIC CANNABINOIDS MUST MEET PRODUCTION, TESTING, AND
24	LABELING REQUIREMENTS ESTABLISHED IN RULES PROMULGATED BY THE
25	DEPARTMENT UNDER SECTION 25 - 5 - 420 and subsection $(4)(e)(I)$ of this
26	SECTION.
27	(f) THE DEPARTMENT SHALL PROMULGATE RULES REQUIRING A

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1	CONSUMER NOTICE STATEMENT IF ANY HEMP-DERIVED PRODUCTS THAT
2	ARE MANUFACTURED FOR DISTRIBUTION, PRODUCED FOR DISTRIBUTION,
3	PACKAGED FOR DISTRIBUTION, PROCESSED FOR DISTRIBUTION, PREPARED
4	FOR DISTRIBUTION, TREATED FOR DISTRIBUTION, TRANSPORTED FOR
5	DISTRIBUTION, OR HELD FOR DISTRIBUTION IN THIS STATE CONTAIN
6	INTOXICATING CANNABINOIDS OR POTENTIALLY INTOXICATING
7	CANNABINOIDS.
8	(g) THE DEPARTMENT, IN COORDINATION WITH THE STATE
9	LICENSING AUTHORITY, MAY PROMULGATE RULES TO:
10	(I) CLASSIFY A HEMP-DERIVED COMPOUND OR CANNABINOID THAT
11	IS NOT CLASSIFIED IN THIS SUBSECTION (4); $\underline{\hspace{1cm}}$
12	(II) RECLASSIFY A HEMP-DERIVED COMPOUND OR CANNABINOID
13	CLASSIFIED IN THIS SUBSECTION (4) IF:
14	(A) THE STATE HAS ADOPTED OR FEDERAL LAW HAS ESTABLISHED
15	A PROCESS TO REVIEW AND APPROVE HEMP-DERIVED COMPOUNDS OR
16	CANNABINOIDS;
17	(B) THE REVIEW AND APPROVAL PROCESS DESCRIBED IN
18	$\hbox{\it SUBSECTION}(4)(g)(II)(A)\hbox{\it of this Section evaluates the intoxicating}$
19	POTENTIAL OF THE HEMP-DERIVED COMPOUND OR CANNABINOID; AND
20	(C) THE RECLASSIFICATION IS BASED ON THE FINDINGS OF THE
21	PROCESS AND EVALUATION DESCRIBED IN SUBSECTIONS $(4)(g)(II)(A)$ AND
22	(4)(g)(II)(B) of this section.
23	(h) TO RECLASSIFY A HEMP-DERIVED COMPOUND OR CANNABINOID,
24	UNDER SUBSECTION $(4)(g)$ OF THIS SECTION, THE RECLASSIFICATION MUST:
25	(I) BE SUPPORTED BY PEER-REVIEWED RESEARCH OR CLINICAL
26	TRIALS ESTABLISHING TO A REASONABLE DEGREE OF SCIENTIFIC
27	CERTAINTY THAT THE HEMP-DERIVED COMPOUND OR CANNABINOID OR A

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2	SHOULD BE RECLASSIFIED; OR
3	(II) BE BASED ON A THREAT TO HUMAN HEALTH, INCLUDING
4	SUBSTANTIAL REPORTS OF INTOXICATION OR ADVERSE HEALTH EVENT
5	REPORTS.
6	(5) Registration required - regulated hemp facilities -
7	application - fees - repeal. (a) Beginning July 1, 2023, and on or
8	BEFORE JULY 1 OF EACH YEAR THEREAFTER, THE OWNER OF A REGULATED
9	HEMP FACILITY SHALL SUBMIT A REGISTRATION APPLICATION TO THE
10	DEPARTMENT. TO SUBMIT AN APPLICATION, EACH HEMP MANUFACTURER
11	OR STORAGE FACILITY AND EACH SAFE HARBOR MANUFACTURER OR
12	STORAGE FACILITY MUST PAY AN ANNUAL APPLICATION FEE OF ONE
13	HUNDRED DOLLARS PLUS ANY ADDITIONAL REGISTRATION FEE SPECIFIED
14	IN SUBSECTION (5)(b) OF THIS SECTION. EACH REGISTRATION EXPIRES ON
15	June 30 of the year for which the registration is issued,
16	REGARDLESS OF WHETHER THE REGISTRATION WAS ISSUED AFTER JULY 1
17	FOR THE YEAR. NOTWITHSTANDING THAT A REGISTRATION IS VALID FOR
18	ONLY A PORTION OF A FISCAL YEAR, THE APPLICATION AND REGISTRATION
19	FEE DO NOT CHANGE.
20	(b) IN ADDITION TO THE APPLICATION FEE IMPOSED IN SUBSECTION
21	(5)(a) OF THIS SECTION, THE ANNUAL REGISTRATION FEE FOR A
22	REGULATED HEMP FACILITY IS ONE THOUSAND FIVE HUNDRED DOLLARS.
23	(c) (I) To be registered under subsection (5)(a) of this
24	SECTION, A SAFE HARBOR MANUFACTURER OR STORAGE FACILITY MUST
25	DEMONSTRATE COMPLIANCE WITH THE FEDERAL CURRENT GOOD
26	MANUFACTURING PRACTICES FOR FOOD OR DIETARY SUPPLEMENTS BEFORE
27	REGISTERING OR WITHIN TWELVE MONTHS AFTER THE PREVIOUS

PRODUCT CONTAINING A HEMP-DERIVED COMPOUND OR CANNABINOID

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1	REGISTRATION BY SUBMITTING TO THE DEPARTMENT:
2	(A) AN ATTESTATION FORM, AS PROVIDED BY THE DEPARTMENT,
3	WITHIN THIRTY DAYS AFTER THE EFFECTIVE DATE OF THIS SECTION AND
4	EACH YEAR THEREAFTER; AND
5	(B) EVIDENCE OF OBTAINING AN INSPECTION FROM AN APPROVED
6	THIRD-PARTY AUDITOR BY JULY 1, 2024, AND BY JULY 1 OF EACH YEAR
7	THEREAFTER.
8	(II) THE DEPARTMENT SHALL NOT REGISTER A PERSON AS A SAFE
9	HARBOR MANUFACTURER OR STORAGE FACILITY UNDER THIS SUBSECTION
10	(5) IF THE PERSON IS REGISTERED AS A HEMP MANUFACTURER OR STORAGE
11	FACILITY OR AS A WHOLESALE FOOD MANUFACTURING AND STORAGE
12	FACILITY, UNLESS EACH SAFE HARBOR HEMP PRODUCT:
13	(A) IS PHYSICALLY SEPARATED FROM HEMP PRODUCTS DURING THE
14	MANUFACTURE OF, PRODUCTION OF, STORAGE OF, AND DISTRIBUTION OF
15	THE SAFE HARBOR HEMP PRODUCT;
16	(B) IS MANUFACTURED, PRODUCED, STORED, AND DISTRIBUTED IN
17	ACCORDANCE WITH PROCEDURES THAT ARE APPROVED BY THE
18	DEPARTMENT AND THAT ENSURE NO CROSS CONTAMINATION BETWEEN
19	HEMP PRODUCTS AND SAFE HARBOR HEMP PRODUCTS; OR
20	(C) IS MANUFACTURED, PRODUCED, STORED, AND DISTRIBUTED IN
21	ACCORDANCE WITH RULES OF THE DEPARTMENT PROMULGATED IN
22	ACCORDANCE WITH SUBSECTION (3)(e)(III) OF THIS SECTION.
23	(III) TO BE EXPORTED FOR SALE OR DISTRIBUTION, EACH SAFE
24	HARBOR HEMP PRODUCT MUST BE TESTED AND LABELED IN ACCORDANCE
25	WITH RULES PROMULGATED UNDER SECTION 25-5-420 AND SUBSECTION
26	(4)(e) OF THIS SECTION.
27	(d) A REGISTRATION ISSUED UNDER THIS SUBSECTION (5) IS

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1	SUBJECT TO SUSPENSION OR REVOCATION, IN ACCORDANCE WITH ARTICLE
2	4 of title 24, if the registrant violates this part 4 or rules
3	PROMULGATED UNDER THIS PART 4.
4	(e) A REGISTRANT WHO VIOLATES THIS SECTION IS SUBJECT TO THE
5	CIVIL PENALTIES ESTABLISHED IN SUBSECTION (9) OF THIS SECTION.
6	(f) (I) Subsections (5)(a) to (5)(e) of this section do not
7	APPLY TO A REGULATED HEMP FACILITY UNTIL THE DEPARTMENT
8	PROMULGATES RULES IMPLEMENTING THIS SUBSECTION (5). A REGULATED
9	HEMP FACILITY MAY CONTINUE MANUFACTURING, PRODUCING, AND
10	DISTRIBUTING HEMP PRODUCTS AND SAFE HARBOR HEMP PRODUCTS UNTIL
11	THE DEPARTMENT PROMULGATES RULES IMPLEMENTING THIS SUBSECTION
12	(5) IF THE REGULATED HEMP FACILITY COMPLIES WITH THE CURRENTLY
13	APPLICABLE STATUTES AND RULES.
14	(II) This subsection $(5)(f)$ is repealed, effective July 1, 2025.
15	(6) Hemp products not adulterated. A PRODUCT CONTAINING
16	HEMP PRODUCED BY A REGISTRANT IS NOT DEEMED ADULTERATED, AS
17	DEFINED IN SECTIONS 25-5-410 AND 25-5-416, UNLESS THE PRODUCT
18	MEETS ONE OR MORE OF THE CRITERIA FOR ADULTERATION SET FORTH IN
19	SECTION 25-5-410 OR 25-5-416.
20	(7) Fees deposited in fund. The department shall transmit
21	FEES COLLECTED IN ACCORDANCE WITH SUBSECTION (5) OF THIS SECTION
22	TO THE STATE TREASURER, WHO SHALL CREDIT THE FEES TO THE
23	WHOLESALE FOOD MANUFACTURING AND STORAGE PROTECTION CASH
24	FUND ESTABLISHED IN SECTION 25-5-426 (5).
25	(8) Offenses. It is unlawful to engage in or knowingly
26	CAUSE A PERSON TO ENGAGE IN ANY OF THE FOLLOWING ACTS:
27	(a) Manufacturing, selling, or delivering or holding or

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1	OFFERING FOR SALE AN I PRODUCTS CONTAINING BEIGH AND INTOXICATING
2	CANNABINOIDS OR POTENTIALLY INTOXICATING CANNABINOIDS IN EXCESS
3	OF LIMITS ESTABLISHED BY RULES PROMULGATED UNDER SUBSECTION
4	(3)(e) OF THIS SECTION OR SECTION 25-5-420;
5	(b) MANUFACTURING A PRODUCT CONTAINING HEMP THAT IS NOT
6	A COSMETIC, A DIETARY SUPPLEMENT, A FOOD, A FOOD ADDITIVE, OR AN
7	HERB;
8	(c) Manufacturing, producing, selling, distributing, or
9	HOLDING FOR SALE OR DISTRIBUTION A HEMP PRODUCT WITHOUT
10	REGISTERING WITH THE DEPARTMENT UNDER THIS <u>SECTION</u> ;
11	(d) Manufacturing, producing, selling, distributing, or
12	HOLDING FOR SALE OR DISTRIBUTION A SAFE HARBOR HEMP PRODUCT
13	WITHOUT REGISTERING WITH THE DEPARTMENT UNDER THIS SECTION;
14	(e) (I) SELLING A HEMP PRODUCT WITH MORE THAN ONE-HALF
15	MILLIGRAM OF THC PER SERVING TO A PERSON UNDER TWENTY-ONE
16	YEARS OF AGE.
17	(II) THIS SUBSECTION (8)(e) DOES NOT APPLY TO:
18	(A) PRODUCTS WITH NO THC;
19	(B) TINCTURES;
20	(C) COSMETICS; OR
21	(D) A HEMP PRODUCT THAT THE UNITED STATES FOOD AND DRUG
22	ADMINISTRATION HAS DETERMINED IS GENERALLY RECOGNIZED AS SAFE
23	UNDER THE "FEDERAL FOOD, DRUG, AND COSMETIC ACT", 21 U.S.C. SEC.
24	301 ET SEQ.
25	(f) (I) SELLING A HEMP PRODUCT WITH ONE-HALF MILLIGRAM OR
26	LESS OF THC PER SERVING TO A PERSON UNDER TWENTY-ONE YEARS OF
27	AGE IN A PACKAGE OF MORE THAN TEN SERVINGS; OR

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I	(II) SELLING MORE THAN THREE PACKAGES WITH NO MORE THAN
2	TEN SERVINGS EACH OF HEMP PRODUCTS WITH ONE-HALF MILLIGRAM OR
3	LESS OF THC PER SERVING IN A PACKAGE TO A PERSON UNDER
4	TWENTY-ONE YEARS OF AGE.
5	(III) THIS SUBSECTION $(8)(f)$ DOES NOT APPLY TO:
6	(A) PRODUCTS WITH NO THC;
7	(B) TINCTURES;
8	(C) COSMETICS; OR
9	(D) A HEMP PRODUCT THAT THE UNITED STATES FOOD AND DRUG
10	ADMINISTRATION HAS DETERMINED IS GENERALLY RECOGNIZED AS SAFE
11	UNDER THE "FEDERAL FOOD, DRUG, AND COSMETIC ACT", 21 U.S.C. SEC.
12	301 ET SEQ.
13	(9) Penalties. A PERSON WHO VIOLATES THIS SECTION, THE RULES
14	PROMULGATED UNDER THIS SECTION, OR A FINAL CEASE-AND-DESIST
15	ORDER OR CLEAN-UP ORDER UNDER SUBSECTION (3)(i) OF THIS SECTION IS
16	SUBJECT TO A CIVIL PENALTY OF NOT MORE THAN TEN THOUSAND DOLLARS
17	PER DAY PER VIOLATION. THE DEPARTMENT OR THE COURT SHALL
18	TRANSMIT EACH CIVIL PENALTY COLLECTED UNDER THIS SUBSECTION (9)
19	TO THE STATE TREASURER, WHO SHALL CREDIT THE PENALTY TO THE
20	WHOLESALE FOOD MANUFACTURING AND STORAGE PROTECTION CASH
21	FUND ESTABLISHED IN SECTION 25-5-426 (5). IN DETERMINING THE
22	AMOUNT OF A CIVIL PENALTY UNDER THIS SUBSECTION (9), THE
23	DEPARTMENT OR THE COURT SHALL CONSIDER THE FOLLOWING FACTORS:
24	(a) THE ACTUAL OR POTENTIAL DAMAGE FROM THE VIOLATION;
25	(b) THE VIOLATOR'S COMPLIANCE HISTORY;
26	(c) Whether the violation was intentional, reckless, or
27	NEGLIGENT;

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1	(d) The effect upon or threat posed to the public health or
2	ENVIRONMENT AS A RESULT OF THE VIOLATION;
3	(e) THE DURATION OF THE VIOLATION; AND
4	(f) ANY ECONOMIC BENEFIT REALIZED BY THE VIOLATOR AS A
5	RESULT OF THE VIOLATION.
6	(10) Inspections and monitoring - rules. (a) FOR THE PURPOSE
7	OF ENFORCEMENT OF THIS SECTION, THE DEPARTMENT MAY CONDUCT
8	INSPECTIONS OF REGULATED HEMP FACILITIES IN ACCORDANCE WITH
9	SECTION 25-5-421.
10	(b) Unless the department approves, a county, a district
11	CREATED UNDER ARTICLE 1 OF TITLE 32, A MUNICIPALITY, OR A CITY AND
12	COUNTY SHALL NOT PERFORM A FOOD SAFETY INSPECTION AT A PREMISES
13	OR PLACE WHERE HEMP PRODUCTS OR SAFE HARBOR HEMP PRODUCTS ARE
14	MANUFACTURED FOR DISTRIBUTION, PRODUCED FOR DISTRIBUTION,
15	PACKAGED FOR DISTRIBUTION, PROCESSED FOR DISTRIBUTION, PREPARED
16	FOR DISTRIBUTION, TREATED FOR DISTRIBUTION, TRANSPORTED FOR
17	DISTRIBUTION, OR HELD FOR DISTRIBUTION.
18	(c) The department may promulgate rules establishing
19	MONITORING REQUIREMENTS FOR SAFE HARBOR HEMP PRODUCTS IN
20	ACCORDANCE WITH GOOD MANUFACTURING PRACTICES. THE RULES MAY
21	INCLUDE INVENTORY TRACKING, SURVEILLANCE, AND RECORD-KEEPING
22	REQUIREMENTS.
23	SECTION 3. In Colorado Revised Statutes, 44-10-103, repeal
24	(21) and (22); and add (17.5), (22.5), (42.5), (42.6), and (48.5) as
25	follows:
26	44-10-103. Definitions - rules. As used in this article 10, unless
27	the context otherwise requires:

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1	(17.5) "HEMP PRODUCT" HAS THE MEANING SET FORTH IN SECTION
2	25-5-427 (2)(d).
3	(21) "Industrial hemp" means a plant of the genus cannabis and
4	any part of the plant, whether growing or not, containing a delta-9
5	tetrahydrocannabinol concentration of no more than three-tenths of one
6	percent on a dry weight basis.
7	(22) "Industrial hemp product" means a finished product
8	containing industrial hemp that:
9	(a) Is a cosmetic, food, food additive, or herb;
10	(b) Is for human use or consumption;
11	(c) Contains any part of the hemp plant, including naturally
12	occurring cannabinoids, compounds, concentrates, extracts, isolates,
13	resins, or derivatives; and
14	(d) Contains a delta-9 tetrahydrocannabinol concentration of no
15	more than three-tenths of one percent on a dry weight basis.
16	(22.5) "Intoxicating cannabinoid" means a cannabinoid
17	THAT IS CLASSIFIED AS AN INTOXICATING CANNABINOID IN SECTION
18	44-10-208 OR BY THE STATE LICENSING AUTHORITY BY RULE, IN
19	COORDINATION WITH THE DEPARTMENT OF PUBLIC HEALTH AND
20	ENVIRONMENT, IN ACCORDANCE WITH SUBSECTIONS $(3)(f)$ AND $(3)(g)$ OF
21	THIS SECTION.
22	(42.5) "Nonintoxicating cannabinoid" means a cannabinoid
23	THAT IS CLASSIFIED AS A NONINTOXICATING CANNABINOID IN SECTION
24	44-10-208 OR BY THE STATE LICENSING AUTHORITY BY RULE, IN
25	COORDINATION WITH THE DEPARTMENT OF PUBLIC HEALTH AND
26	ENVIRONMENT, IN ACCORDANCE WITH SUBSECTIONS $(3)(f)$ AND $(3)(g)$ OF
27	THIS SECTION.

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1	(42.6) "NOVEL CANNABINOID" MEANS ANY CANNABINOID THAT
2	HAS NOT BEEN ASSESSED BY THE STATE OR A FEDERAL AGENCY FOR A
3	SAFETY PROFILE AND INTOXICATION PROFILE.
4	(48.5) (a) "POTENTIALLY INTOXICATING CANNABINOID" MEANS:
5	(I) A NOVEL CANNABINOID; AND
6	(II) A CANNABINOID THAT IS NOT A PHYTOCANNABINOID.
7	(b) "POTENTIALLY INTOXICATING CANNABINOID" DOES NOT
8	INCLUDE:
9	(I) NONINTOXICATING CANNABINOIDS; OR
10	(II) CANNABINOIDS OR COMPOUNDS THAT COMPRISE A NATURALLY
11	DERIVED FULL SPECTRUM HEMP EXTRACT OR BROAD SPECTRUM HEMP
12	EXTRACT.
13	SECTION 4. In Colorado Revised Statutes, add 44-10-207 and
14	44-10-208 as follows:
15	44-10-207. Feasibility study - standing committee - report -
16	definition - repeal. (1) (a) On or before July 1, 2024, the executive
17	DIRECTOR SHALL SUBMIT TO THE GENERAL ASSEMBLY A REPORT
18	ANALYZING THE FEASIBILITY OF ESTABLISHING A STANDING COMMITTEE
1.0	ANALIZING THE PEASIBILITY OF ESTABLISHING A STANDING COMMITTEE
19	TO EVALUATE CANNABINOIDS AND CANNABIS-DERIVED PRODUCTS FOR THE
20	
	TO EVALUATE CANNABINOIDS AND CANNABIS-DERIVED PRODUCTS FOR THE
20	TO EVALUATE CANNABINOIDS AND CANNABIS-DERIVED PRODUCTS FOR THE PURPOSE OF DETERMINING AND MAKING RECOMMENDATIONS REGARDING
20 21	TO EVALUATE CANNABINOIDS AND CANNABIS-DERIVED PRODUCTS FOR THE PURPOSE OF DETERMINING AND MAKING RECOMMENDATIONS REGARDING THEIR SAFETY PROFILES AND POTENTIAL FOR INTOXICATION. THE REPORT
202122	TO EVALUATE CANNABINOIDS AND CANNABIS-DERIVED PRODUCTS FOR THE PURPOSE OF DETERMINING AND MAKING RECOMMENDATIONS REGARDING THEIR SAFETY PROFILES AND POTENTIAL FOR INTOXICATION. THE REPORT MUST CONSIDER AND RECOMMEND LEGISLATIVE ACTION ADDRESSING THE
20212223	TO EVALUATE CANNABINOIDS AND CANNABIS-DERIVED PRODUCTS FOR THE PURPOSE OF DETERMINING AND MAKING RECOMMENDATIONS REGARDING THEIR SAFETY PROFILES AND POTENTIAL FOR INTOXICATION. THE REPORT MUST CONSIDER AND RECOMMEND LEGISLATIVE ACTION ADDRESSING THE FOLLOWING SUBJECTS:
2021222324	TO EVALUATE CANNABINOIDS AND CANNABIS-DERIVED PRODUCTS FOR THE PURPOSE OF DETERMINING AND MAKING RECOMMENDATIONS REGARDING THEIR SAFETY PROFILES AND POTENTIAL FOR INTOXICATION. THE REPORT MUST CONSIDER AND RECOMMEND LEGISLATIVE ACTION ADDRESSING THE FOLLOWING SUBJECTS: (I) THE APPROPRIATE STATE AGENCY OR AGENCIES TO BE

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1	INCLUDING THE PROCESS BY WHICH A STANDING COMMITTEE WOULD MAKE
2	SUCH A DETERMINATION;
3	(III) THE ABILITY OF A STANDING COMMITTEE TO DETERMINE THE
4	POTENTIAL FOR INTOXICATION OF CANNABINOIDS AND CANNABIS-DERIVED
5	PRODUCTS, INCLUDING THE PROCESS BY WHICH A STANDING COMMITTEE
6	WOULD MAKE SUCH A DETERMINATION;
7	(IV) RECOMMENDATIONS AS TO MEMBERS OF A STANDING
8	COMMITTEE AND A PROCESS TO MAKE APPOINTMENTS OF MEMBERS TO A
9	STANDING COMMITTEE;
10	(V) RECOMMENDATIONS REGARDING AN OPERABLE TIMELINE FOR
11	IMPLEMENTATION OF A STANDING COMMITTEE; AND
12	(VI) THE FISCAL EFFECTS OF AND THE RESOURCES NEEDED TO
13	IMPLEMENT AND ADMINISTER A STANDING COMMITTEE.
14	(b) TO INFORM THE FEASIBILITY REPORT DESCRIBED IN SUBSECTION
15	(1)(a) OF THIS SECTION, THE DEPARTMENT MAY ENGAGE EXPERTS,
16	INCLUDING:
17	(I) THE CHIEF MEDICAL OFFICER APPOINTED PURSUANT TO SECTION
18	25-1-105 or the designee of the Chief Medical Officer;
19	(II) THE STATE TOXICOLOGIST OR THE DESIGNEE OF THE STATE
20	TOXICOLOGIST;
21	(III) AN EPIDEMIOLOGIST WITH EXPERTISE IN DESIGNING AND
22	CONDUCTING OBSERVATIONAL STUDIES OR CLINICAL TRIALS;
23	(IV) A CLINICIAN FAMILIAR WITH DOSAGE FORMS AND ROUTES OF
24	ADMINISTRATION OF RELEVANT PRODUCTS;
25	(V) A MEDICAL TOXICOLOGIST; AND
26	(VI) A PHARMACOLOGIST WITH EXPERTISE IN DRUG
27	DEVELOPMENT.

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1	(2) AS USED IN THIS SECTION, "STATE TOXICOLOGIST" MEANS THE
2	DIRECTOR OF THE TOXICOLOGY AND ENVIRONMENTAL EPIDEMIOLOGY
3	OFFICE, OR A SUCCESSOR OFFICE, IN THE DEPARTMENT OF PUBLIC HEALTH
4	AND ENVIRONMENT.
5	(3) This section is repealed, effective July 1, 2025.
6	44-10-208. Classes of marijuana-derived cannabinoids and
7	compounds - definitions - privileges - prohibitions - rule-making -
8	rules. (1) Legislative declaration. The General assembly finds and
9	DECLARES THAT:
10	(a) The regulation of marijuana-derived potentially
11	INTOXICATING CANNABINOIDS AND INTOXICATING CANNABINOIDS, AND
12	THE REGULATION OF PREMISES WHERE POTENTIALLY INTOXICATING
13	CANNABINOIDS AND INTOXICATING CANNABINOIDS ARE MANUFACTURED,
14	PACKAGED, AND SOLD IN ACCORDANCE WITH THIS ARTICLE $10\mathrm{AND}\mathrm{RULES}$
15	PROMULGATED UNDER THIS ARTICLE 10:
16	(I) IS NECESSARY TO PROTECT THE PUBLIC HEALTH; AND
17	(II) WILL BENEFIT CONSUMERS BY ENSURING THAT THE
18	MANUFACTURE, SALE, AND DISTRIBUTION OF MARIJUANA-DERIVED
19	POTENTIALLY INTOXICATING CANNABINOIDS AND INTOXICATING
20	CANNABINOID PRODUCTS ARE REGULATED IN A WAY TO PROMOTE PUBLIC
21	HEALTH; AND
22	(b) The taxation of marijuana-derived potentially
23	INTOXICATING CANNABINOIDS AND INTOXICATING CANNABINOIDS MUST
24	BE ADDRESSED TO ENSURE BOTH COMPLIANCE WITH COLORADO VOTERS'
25	INTENT AND EQUITABLE ECONOMIC TREATMENT.
26	(2) Definitions . As used in this section, unless the context
27	OTHERWISE REQUIRES:

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1	(a) "Hemp" has the meaning set forth in section $35-61-101$
2	(7).
3	(b) (I) "Semi-synthetic cannabinoid" means a substance
4	THAT IS CREATED BY A CHEMICAL REACTION THAT CONVERTS ONE
5	CANNABINOID EXTRACTED FROM A CANNABIS PLANT DIRECTLY INTO A
6	DIFFERENT CANNABINOID.
7	(II) "Semi-synthetic cannabinoid" includes cannabinoids,
8	SUCH AS CANNABINOL THAT WAS PRODUCED BY THE CONVERSION OF
9	CANNABIDIOL.
10	(III) "SEMI-SYNTHETIC CANNABINOID" DOES NOT INCLUDE
11	CANNABINOIDS PRODUCED VIA DECARBOXYLATION OF NATURALLY
12	OCCURRING ACIDIC FORMS OF CANNABINOIDS, SUCH AS
13	TETRAHYDROCANNABINOLIC ACID, INTO THE CORRESPONDING NEUTRAL
14	CANNABINOID, SUCH AS THC, THROUGH THE USE OF HEAT OR LIGHT,
15	WITHOUT THE USE OF CHEMICAL REAGENTS OR CATALYSTS, AND THAT
16	RESULTS IN NO OTHER CHEMICAL CHANGE.
17	(c) (I) "Synthetic cannabinoid" means a cannabinoid-like
18	COMPOUND THAT WAS PRODUCED BY USING CHEMICAL SYNTHESIS,
19	CHEMICAL MODIFICATION, OR CHEMICAL CONVERSION, INCLUDING BY
20	USING IN-VITRO BIOSYNTHESIS OR OTHER BIOCONVERSION OF SUCH A
21	METHOD.
22	(II) "SYNTHETIC CANNABINOID" DOES NOT INCLUDE:
23	(A) A COMPOUND PRODUCED THROUGH THE DECARBOXYLATION
24	OF NATURALLY OCCURRING CANNABINOIDS FROM THEIR ACIDIC FORMS; OR
25	(B) A SEMI-SYNTHETIC CANNABINOID.
26	(d) (I) "TETRAHYDROCANNABINOL" OR "THC" MEANS THE
27	SUBSTANCE CONTAINED IN THE PLANT CANNABIS SPECIES, IN THE

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1	RESINOUS EXTRACTS OF THE CANNABIS SPECIES, OR A CARBOXYLIC ACID
2	OF, DERIVATIVE OF, SALT OF, ISOMER OF, OR SALT OR ACID OF AN ISOMER
3	OF THESE SUBSTANCES.
4	(II) "TETRAHYDROCANNABINOL" OR "THC" INCLUDES:
5	(A) DELTA-10 THC AND ITS ISOMERS;
6	(B) DELTA-9 THC AND ITS ISOMERS;
7	(C) DELTA-8 THC AND ITS ISOMERS;
8	(D) DELTA-7 THC AND ITS ISOMERS;
9	(E) Delta-6a, 10a THC and its isomers; and
10	(F) EXO-TETRAHYDROCANNABINOL;
11	(III) "TETRAHYDROCANNABINOL" OR "THC" MAY ALSO CONTAIN:
12	(A) PRODUCTS OF ANY OF THE COMPOUNDS LISTED IN
13	SUBSECTIONS $(2)(d)(II)(A)$ to $(2)(d)(II)(F)$ of this section; or
14	(B) METABOLITES OF ANY OF THE COMPOUNDS LISTED IN
15	SUBSECTIONS $(2)(d)(II)(A)$ TO $(2)(d)(II)(F)$ OF THIS SECTION.
16	(3) Classification of marijuana-derived compounds and
17	cannabinoids - rules. (a) Marijuana-derived compounds and
18	CANNABINOIDS ARE DIVIDED INTO THREE CLASSIFICATIONS:
19	(I) NONINTOXICATING CANNABINOIDS;
20	(II) POTENTIALLY INTOXICATING CANNABINOIDS; AND
21	(III) INTOXICATING CANNABINOIDS.
22	(b) (I) NONINTOXICATING CANNABINOIDS INCLUDE:
23	(A) FULL SPECTRUM HEMP EXTRACT THAT CONTAINS NO MORE
24	THAN ONE AND THREE-FOURTHS MILLIGRAMS OF THC PER SERVING AND
25	CONTAINS A RATIO OF CANNABIDIOL TO THC OF GREATER THAN OR EQUAL
26	TO FIFTEEN TO ONE;
27	(B) Broad spectrum Hemp extract;

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1	(C) CANNABIDIOL, ALSO KNOWN AS "CBD";
2	(D) TETRAHYDROCANNABIVARIN, ALSO KNOWN AS "THCV";
3	(E) CANNABICHROMENE, ALSO KNOWN AS "CBC";
4	(F) CANNABICITRAN, ALSO KNOWN AS "CBT";
5	(G) CANNABICYCLOL, ALSO KNOWN AS "CBL";
6	(H) CANNABIELSOIN, ALSO KNOWN AS "CBE";
7	(I) CANNABIGEROL, ALSO KNOWN AS "CBG";
8	(J) CANNABIDIVARIN, ALSO KNOWN AS "CBDV"; AND
9	(K) CANNABINOL, ALSO KNOWN AS "CBN".
10	(II) (A) NONINTOXICATING CANNABINOIDS THAT ARE DERIVED
11	FROM HEMP MAY BE USED AS AN INGREDIENT IN A HEMP PRODUCT OR AS
12	A FINISHED HEMP PRODUCT IN ACCORDANCE WITH SECTION 25-5-427 AND
13	THE RULES PROMULGATED UNDER PART 4 OF ARTICLE 5 OF TITLE 25 OR IN
14	ACCORDANCE WITH THIS ARTICLE 10 AND ANY RULES PROMULGATED
15	UNDER THIS ARTICLE 10.
16	(B) A RETAIL MARIJUANA PRODUCT CONTAINING A
17	MARIJUANA-DERIVED NONINTOXICATING CANNABINOID AS AN INGREDIENT
18	IS SUBJECT TO RETAIL MARIJUANA SALES TAX IN ACCORDANCE WITH
19	SECTION 39-28.8-202.
20	(c) (I) A LICENSEE UNDER THIS ARTICLE 10 MAY MANUFACTURE,
21	PROCESS, TRANSFER, OR SELL POTENTIALLY INTOXICATING CANNABINOIDS
22	THAT ARE DERIVED FROM MARIJUANA IN ACCORDANCE WITH THIS ARTICLE
23	10 AND THE RULES PROMULGATED UNDER THIS ARTICLE 10.
24	(II) A RETAIL MARIJUANA PRODUCT CONTAINING A
25	MARIJUANA-DERIVED POTENTIALLY INTOXICATING CANNABINOID AS AN
26	<u>INGREDIENT IS SUBJECT TO RETAIL MARIJUANA</u> SALES TAX IN ACCORDANCE
27	WITH SECTION 39-28.8-202.

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1	(a) (1) INTOXICATING CANNABINOIDS INCLUDE THE FOLLOWING IN
2	AN AMOUNT THAT EXCEEDS THE AMOUNT ESTABLISHED BY RULE OR, IF NO
3	RULE ESTABLISHES THE AMOUNT, IN ANY AMOUNT:
4	(A) DELTA-10 THC AND ITS ISOMERS;
5	(B) DELTA-9 THC AND ITS ISOMERS;
6	(C) DELTA-8 THC AND ITS ISOMERS;
7	(D) DELTA-7 THC AND ITS ISOMERS;
8	(E) Delta-6a, 10a THC and its isomers;
9	(F) EXO-TETRAHYDROCANNABINOL;
10	(G) METABOLITES OF THC, INCLUDING 11-HYDROXY-THC,
11	3-HYDROXY-THC, OR 7-HYDROXY-THC;
12	(H) HYDROGENATED FORMS OF THC, INCLUDING
13	HEXAHYDROCANNABINOL, HEXAHYDROCANNABIPHOROL, AND
14	HEXAHYDROCANNABIHEXOL;
15	(I) SYNTHETIC FORMS OF THC, INCLUDING DRONABINOL;
16	(J) ESTER FORMS OF THC, INCLUDING DELTA-8 THC-O-ACETATE,
17	DELTA-9 THC-O-ACETATE, AND HEXAHYDROCANNABINOL-O-ACETATE;
18	(K) VARIN FORMS OF THC, INCLUDING DELTA-8
19	TETRAHYDROCANNABIVARIN BUT EXCLUDING DELTA-9
20	TETRAHYDROCANNABIVARIN;
21	(L) ANALOGUES OF TETRAHYDROCANNABINOLS WITH AN ALKYL
22	CHAIN OF FOUR OR MORE CARBON ATOMS, INCLUDING
23	TETRAHYDROCANNABIPHOROLS, TETRAHYDROCANNABIOCTYLS,
24	TETRAHYDROCANNABIHEXOLS, OR TETRAHYDROCANNABUTOLS; AND
25	(M) ANY COMBINATION OF THE COMPOUNDS, INCLUDING
26	HEXAHYDROCANNABIPHOROL-O-ESTER, LISTED IN THIS SUBSECTION
27	(3)(d)(I).

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1	(II) (A) A PERSON LICENSED UNDER THIS ARTICLE $10\mathrm{May}$ use an
2	INTOXICATING CANNABINOID THAT IS DERIVED FROM MARIJUANA AS AN
3	INGREDIENT IN A REGULATED MARIJUANA PRODUCT OR AS A FINISHED
4	REGULATED MARIJUANA PRODUCT IN ACCORDANCE WITH THIS ARTICLE 10
5	AND THE RULES PROMULGATED UNDER THIS ARTICLE 10.
6	(B) A RETAIL MARIJUANA PRODUCT CONTAINING A
7	MARIJUANA-DERIVED INTOXICATING CANNABINOID AS AN INGREDIENT IS
8	<u>SUBJECT TO RETAIL MARIJUANA SALES TAX IN ACCORDANCE</u> WITH SECTION
9	39-28.8-202.
10	(e) (I) A PERSON SHALL NOT MANUFACTURE, PRODUCE, SELL, OR
11	OFFER TO SELL A SYNTHETIC CANNABINOID OR A PRODUCT CONTAINING A
12	SYNTHETIC CANNABINOID UNLESS AUTHORIZED BY RULE. IF SYNTHETIC
13	CANNABINOIDS ARE PERMITTED BY RULE, THE STATE LICENSING
14	AUTHORITY, IN COORDINATION WITH THE DEPARTMENT OF PUBLIC HEALTH
15	AND ENVIRONMENT, SHALL PROMULGATE RULES PROVIDING STANDARDS
16	AND REQUIREMENTS FOR THE MANUFACTURE AND PRODUCTION OF
17	SYNTHETIC CANNABINOIDS IN COLORADO. THE RULES MUST INCLUDE A
18	REQUIREMENT THAT MARIJUANA-DERIVED PRODUCTS MANUFACTURED OR
19	PRODUCED IN COLORADO THAT CONTAIN A SEMI-SYNTHETIC OR
20	SYNTHETIC CANNABINOID AS AN INGREDIENT ARE LABELED IN
21	$\label{eq:accordance} \textbf{ACCORDANCE WITH RULES PROMULGATED PURSUANT TO THIS ARTICLE 10.}$
22	(II) THE STATE LICENSING AUTHORITY MAY PROMULGATE RULES
23	THAT ARE NECESSARY FOR THE FAIR, IMPARTIAL, AND COMPREHENSIVE
24	ADMINISTRATION OF THIS SECTION.
25	(III) A PERSON LICENSED UNDER THIS ARTICLE 10 THAT PRODUCES
26	SEMI-SYNTHETIC CANNABINOIDS SHALL COMPLY WITH THE PRODUCTION,
27	TESTING, AND LABELING REQUIREMENTS ESTABLISHED BY RULE OF THE

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1	STATE LICENSING AUTHORITY.
2	(f) THE STATE LICENSING AUTHORITY, IN COORDINATION WITH THE
3	DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT, MAY PROMULGATE
4	RULES TO:
5	(I) CLASSIFY A MARIJUANA-DERIVED COMPOUND OR CANNABINOID
6	THAT IS NOT CLASSIFIED IN THIS SUBSECTION (3);
7	(II) RECLASSIFY A MARIJUANA-DERIVED COMPOUND OR
8	CANNABINOID CLASSIFIED IN THIS SUBSECTION (3) IF:
9	(A) THE STATE HAS ADOPTED OR FEDERAL LAW HAS ESTABLISHED
10	A PROCESS TO REVIEW AND APPROVE MARIJUANA-DERIVED COMPOUNDS
11	OR CANNABINOIDS;
12	(B) THE REVIEW AND APPROVAL PROCESS DESCRIBED IN
13	SUBSECTION (3)(f)(II)(A) OF THIS SECTION EVALUATES THE INTOXICATING
14	POTENTIAL OF THE MARIJUANA-DERIVED COMPOUND OR CANNABINOID;
15	AND
16	(C) THE RECLASSIFICATION IS BASED ON THE FINDINGS OF THE
17	PROCESS AND EVALUATION DESCRIBED IN SUBSECTIONS (3)(f)(II)(A) AND
18	(3)(f)(II)(B) OF THIS SECTION.
19	(g) TO RECLASSIFY A MARIJUANA-DERIVED COMPOUND OR
20	CANNABINOID, UNDER SUBSECTION (3)(f) OF THIS SECTION, THE
21	RECLASSIFICATION MUST:
22	(I) BE SUPPORTED BY PEER- REVIEWED RESEARCH OR CLINICAL
23	TRIALS ESTABLISHING TO A REASONABLE DEGREE OF SCIENTIFIC
24	CERTAINTY THAT THE MARIJUANA-DERIVED COMPOUND OR CANNABINOID
25	OR A PRODUCT CONTAINING A MARIJUANA-DERIVED COMPOUND OR
26	CANNABINOID SHOULD BE RECLASSIFIED; OR
27	(II) BE BASED ON A THREAT TO HUMAN HEALTH, INCLUDING

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1	SUBSTANTIAL REPORTS OF INTOXICATION OR ADVERSE HEALTH EVENT
2	REPORTS.
3	(4) Rules. In addition to any powers listed in this section,
4	THE STATE LICENSING AUTHORITY MAY PROMULGATE RULES:
5	(a) Necessary to authorize or prohibit chemical
6	MODIFICATION, CONVERSION, OR SYNTHETIC DERIVATION OF
7	CANNABINOIDS OR MARIJUANA-DERIVED COMPOUNDS, UNLESS OTHERWISE
8	PERMITTED BY THIS ARTICLE 10 and the rules promulgated under
9	THIS ARTICLE 10; OR
10	(b) AUTHORIZING, PROHIBITING, OR REGULATING
11	MARIJUANA-DERIVED INGREDIENTS IN MEDICAL OR RETAIL MARIJUANA
12	PRODUCTS THAT ARE COMPOUNDS OTHER THAN CANNABINOIDS.
13	
14	SECTION 5 In Coloredo Davigad Statutas 14 10 502 amond
14	SECTION 5. In Colorado Revised Statutes, 44-10-502, amend
15	(7) as follows:
15	(7) as follows:
15 16	(7) as follows: 44-10-502. Medical marijuana cultivation facility license -
15 16 17	(7) as follows: 44-10-502. Medical marijuana cultivation facility license - rules - definitions. (7) (a) A medical marijuana cultivation facility shall
15 16 17 18	(7) as follows: 44-10-502. Medical marijuana cultivation facility license - rules - definitions. (7) (a) A medical marijuana cultivation facility shall only obtain medical marijuana seeds or immature plants from its own
15 16 17 18 19	(7) as follows: 44-10-502. Medical marijuana cultivation facility license - rules - definitions. (7) (a) A medical marijuana cultivation facility shall only obtain medical marijuana seeds or immature plants from its own medical marijuana, commonly owned from the retail marijuana of an
15 16 17 18 19 20	(7) as follows: 44-10-502. Medical marijuana cultivation facility license - rules - definitions. (7) (a) A medical marijuana cultivation facility shall only obtain medical marijuana seeds or immature plants from its own medical marijuana, commonly owned from the retail marijuana of an identical direct beneficial owner, or marijuana that is properly transferred
15 16 17 18 19 20 21	(7) as follows: 44-10-502. Medical marijuana cultivation facility license - rules - definitions. (7) (a) A medical marijuana cultivation facility shall only obtain medical marijuana seeds or immature plants from its own medical marijuana, commonly owned from the retail marijuana of an identical direct beneficial owner, or marijuana that is properly transferred from another medical marijuana business pursuant to the inventory
15 16 17 18 19 20 21 22	(7) as follows: 44-10-502. Medical marijuana cultivation facility license - rules - definitions. (7) (a) A medical marijuana cultivation facility shall only obtain medical marijuana seeds or immature plants from its own medical marijuana, commonly owned from the retail marijuana of an identical direct beneficial owner, or marijuana that is properly transferred from another medical marijuana business pursuant to the inventory tracking requirements imposed by rule. IN ACCORDANCE WITH THE RULES
15 16 17 18 19 20 21 22 23	44-10-502. Medical marijuana cultivation facility license - rules - definitions. (7) (a) A medical marijuana cultivation facility shall only obtain medical marijuana seeds or immature plants from its own medical marijuana, commonly owned from the retail marijuana of an identical direct beneficial owner, or marijuana that is properly transferred from another medical marijuana business pursuant to the inventory tracking requirements imposed by rule. IN ACCORDANCE WITH THE RULES PROMULGATED BY THE STATE LICENSING AUTHORITY, A MEDICAL
15 16 17 18 19 20 21 22 23 24	44-10-502. Medical marijuana cultivation facility license - rules - definitions. (7) (a) A medical marijuana cultivation facility shall only obtain medical marijuana seeds or immature plants from its own medical marijuana, commonly owned from the retail marijuana of an identical direct beneficial owner, or marijuana that is properly transferred from another medical marijuana business pursuant to the inventory tracking requirements imposed by rule. IN ACCORDANCE WITH THE RULES PROMULGATED BY THE STATE LICENSING AUTHORITY, A MEDICAL MARIJUANA CULTIVATION FACILITY MAY OBTAIN IMMATURE PLANTS,

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1	(I) ANOTHER MEDICAL OR RETAIL MARIJUANA CULTIVATION
2	FACILITY;
3	(II) A RETAIL MARIJUANA TESTING FACILITY;
4	(III) AN ENTITY LICENSED OR OTHERWISE APPROVED TO OPERATE
5	IN ANOTHER JURISDICTION; OR
6	(IV) ANY OTHER SOURCE PERMITTED BY RULE OF THE STATE
7	LICENSING AUTHORITY.
8	(b) (I) THE STATE LICENSING AUTHORITY SHALL PROMULGATE
9	RULES ALLOWING A REGULATED MARIJUANA CULTIVATION FACILITY TO
10	TRANSFER IMMATURE PLANTS, MARIJUANA SEEDS, AND MARIJUANA
11	GENETIC MATERIAL, AS GENETIC MATERIAL IS DEFINED IN RULE OF THE
12	STATE LICENSING AUTHORITY, FROM:
13	(A) ANOTHER MEDICAL OR RETAIL MARIJUANA CULTIVATION
14	FACILITY;
15	(B) A RETAIL MARIJUANA TESTING FACILITY;
16	(C) AN ENTITY LICENSED OR OTHERWISE APPROVED TO OPERATE
17	IN ANOTHER JURISDICTION; OR
18	(D) ANY OTHER SOURCE PERMITTED BY RULE OF THE STATE
19	LICENSING AUTHORITY.
20	(II) THE RULES PROMULGATED UNDER THIS SUBSECTION (7)(b)
21	MUST INCLUDE INVENTORY TRACKING, REPORTING, AND
22	RECORDING-KEEPING REQUIREMENTS.
23	SECTION 6. In Colorado Revised Statutes, 44-10-503, add
24	(1)(c) as follows:
25	44-10-503. Medical marijuana products manufacturer license
26	- rules - definition. (1) (c) A PERSON MUST BE LICENSED AS A MEDICAL
27	MARIJUANA PRODUCTS MANUFACTURER, INCLUDING PAYING THE LICENSE

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1	AND APPLICATION FEES, TO MANUFACTURE POTENTIALLY INTOXICATING
2	CANNABINOIDS OR INTOXICATING CANNABINOIDS FROM MEDICAL
3	MARIJUANA TO BE USED AS AN INGREDIENT OR AS A FINISHED MEDICAL
4	MARIJUANA PRODUCT.
5	
6	SECTION 7. In Colorado Revised Statutes, 44-10-602, amend
7	(12) as follows:
8	44-10-602. Retail marijuana cultivation facility license - rules
9	- definitions. (12) (a) A retail marijuana cultivation facility shall only
10	obtain retail marijuana seeds or immature plants from its own retail
11	marijuana, commonly owned from the medical marijuana of an identical
12	direct beneficial owner, or marijuana that is properly transferred from
13	another retail marijuana business pursuant to the inventory tracking
14	requirements imposed by rule. IN ACCORDANCE WITH THE RULES
15	PROMULGATED BY THE STATE LICENSING AUTHORITY, A RETAIL
16	MARIJUANA CULTIVATION FACILITY MAY OBTAIN IMMATURE PLANTS,
17	MARIJUANA SEEDS, AND MARIJUANA GENETIC MATERIAL, AS GENETIC
18	MATERIAL IS DEFINED IN RULE OF THE STATE LICENSING AUTHORITY,
19	FROM:
20	(I) ANOTHER MEDICAL OR RETAIL MARIJUANA CULTIVATION
21	FACILITY;
22	(II) A RETAIL MARIJUANA TESTING FACILITY;
23	(III) AN ENTITY LICENSED OR OTHERWISE APPROVED TO OPERATE
24	IN ANOTHER JURISDICTION; OR
25	(IV) ANY OTHER SOURCE PERMITTED BY RULE OF THE STATE
26	LICENSING AUTHORITY.
2.7	(b) (I) THE STATE LICENSING AUTHORITY SHALL PROMULGATE

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1	RULES ALLOWING A REGULATED MARIJUANA CULTIVATION FACILITY TO
2	TRANSFER IMMATURE PLANTS, MARIJUANA SEEDS, AND MARIJUANA
3	GENETIC MATERIAL, AS GENETIC MATERIAL IS DEFINED IN RULE OF THE
4	STATE LICENSING AUTHORITY, FROM:
5	(A) ANOTHER MEDICAL OR RETAIL MARIJUANA CULTIVATION
6	FACILITY;
7	(B) A RETAIL MARIJUANA TESTING FACILITY;
8	(C) AN ENTITY LICENSED OR OTHERWISE APPROVED TO OPERATE
9	IN ANOTHER JURISDICTION; OR
10	(D) ANY OTHER SOURCE PERMITTED BY RULE OF THE STATE
11	LICENSING AUTHORITY.
12	(II) THE RULES PROMULGATED UNDER THIS SUBSECTION (12)(b)
13	MUST INCLUDE INVENTORY TRACKING, REPORTING, AND
14	RECORDING-KEEPING REQUIREMENTS.
15	SECTION 8. In Colorado Revised Statutes, 44-10-603, add (1)(f)
16	as follows:
17	44-10-603. Retail marijuana products manufacturer license -
18	rules - definition. (1) (f) A PERSON MUST BE LICENSED AS A RETAIL
19	MARIJUANA PRODUCTS MANUFACTURER, INCLUDING PAYING THE LICENSE
20	AND APPLICATION FEES, TO MANUFACTURE POTENTIALLY INTOXICATING
21	CANNABINOIDS OR INTOXICATING CANNABINOIDS FROM RETAIL
22	MARIJUANA TO BE USED AS AN INGREDIENT OR AS FINISHED RETAIL
23	MARIJUANA PRODUCTS IN ACCORDANCE WITH THIS ARTICLE 10.
24	SECTION 9. In Colorado Revised Statutes, 6-1-725, amend (1)
25	as follows:
26	6-1-725. Synthetic cannabinoids - incense - deceptive trade
27	practice. (1) Except in accordance with article 10 of title 44 or

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1	ARTICLE 4 OF TITLE 25, it is unlawful for any person or entity to distribute,
2	dispense, manufacture, display for sale, offer for sale, attempt to sell, or
3	sell to a purchaser any product that contains any amount of any synthetic
4	cannabinoid, as defined in section 18-18-102 (34.5). C.R.S.
5	SECTION 10. In Colorado Revised Statutes, 18-18-406.1,
6	amend (1) as follows:
7	18-18-406.1. Unlawful use or possession of synthetic
8	cannabinoids or salvia divinorum. (1) On and after January 1, 2012
9	EXCEPT AS PROVIDED IN SECTION 25-5-427 OR ARTICLE 10 OF TITLE 44, it
10	is unlawful for any person to use or possess any amount of any synthetic
11	cannabinoid or salvia divinorum.
12	SECTION 11. In Colorado Revised Statutes, 18-18-406.2,
13	amend (1) introductory portion as follows:
14	18-18-406.2. Unlawful distribution, manufacturing,
15	dispensing, sale, or cultivation of synthetic cannabinoids or salvia
16	
	divinorum. (1) EXCEPT AS PROVIDED IN SECTION 25-5-427 OR ARTICLE
17	divinorum. (1) EXCEPT AS PROVIDED IN SECTION 25-5-427 OR ARTICLE 10 OF TITLE 44, it is unlawful for any person knowingly to:
17	10 OF TITLE 44, it is unlawful for any person knowingly to:
17 18	10 OF TITLE 44, it is unlawful for any person knowingly to: SECTION 12. In Colorado Revised Statutes, 30-15-401, amend
17 18 19	10 OF TITLE 44, it is unlawful for any person knowingly to: SECTION 12. In Colorado Revised Statutes, 30-15-401, amend (1.7) as follows:
17 18 19 20	10 OF TITLE 44, it is unlawful for any person knowingly to: SECTION 12. In Colorado Revised Statutes, 30-15-401, amend (1.7) as follows: 30-15-401. General regulations - definitions. (1.7) In addition
17 18 19 20 21	10 OF TITLE 44, it is unlawful for any person knowingly to: SECTION 12. In Colorado Revised Statutes, 30-15-401, amend (1.7) as follows: 30-15-401. General regulations - definitions. (1.7) In addition to any other powers, a board of county commissioners may charge a fee
17 18 19 20 21 22	10 OF TITLE 44, it is unlawful for any person knowingly to: SECTION 12. In Colorado Revised Statutes, 30-15-401, amend (1.7) as follows: 30-15-401. General regulations - definitions. (1.7) In addition to any other powers, a board of county commissioners may charge a fee for a local license and adopt resolutions or ordinances to establish
17 18 19 20 21 22 23	10 OF TITLE 44, it is unlawful for any person knowingly to: SECTION 12. In Colorado Revised Statutes, 30-15-401, amend (1.7) as follows: 30-15-401. General regulations - definitions. (1.7) In addition to any other powers, a board of county commissioners may charge a fee for a local license and adopt resolutions or ordinances to establish requirements on businesses engaged in the storage, extraction, processing,
17 18 19 20 21 22 23 24	10 OF TITLE 44, it is unlawful for any person knowingly to: SECTION 12. In Colorado Revised Statutes, 30-15-401, amend (1.7) as follows: 30-15-401. General regulations - definitions. (1.7) In addition to any other powers, a board of county commissioners may charge a fee for a local license and adopt resolutions or ordinances to establish requirements on businesses engaged in the storage, extraction, processing, or manufacturing of industrial hemp, as defined in section 35-61-101 (7),

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1	regulations conflict with state law.
2	SECTION 13. In Colorado Revised Statutes, 31-15-501, amend
3	(1)(r) as follows:
4	31-15-501. Powers to regulate businesses. (1) The governing
5	bodies of municipalities have the following powers to regulate
6	businesses:
7	(r) To charge a fee for a local license and establish licensing
8	requirements on businesses engaged in the storage, extraction, processing,
9	or manufacturing of industrial hemp, as defined in section 35-61-101 (7).
10	or industrial hemp products, as defined in section 25-5-426 (2)(g.5)
11	25-5-427 (2)(d). A municipality shall not impose additional food
12	production regulations on industrial hemp processors or HEMP products
13	if the regulations conflict with state law.
14	SECTION 14. In Colorado Revised Statutes, 39-28.8-101
15	amend (4) and (7) as follows:
16	39-28.8-101. Definitions. Unless the context otherwise requires
17	any terms not defined in this article 28.8 have the meanings set forth in
18	article 26 of this title 39. As used in this article 28.8, unless the context
19	otherwise requires:
20	(4) "Industrial "Hemp" means the plant of the genus cannabis and
21	any part of such plant, whether growing or not, with a delta-9
22	tetrahydrocannabinol concentration that does not exceed three-tenths
23	percent on a dry weight basis HAS THE MEANING SET FORTH IN SECTION
24	<u>35-61-101 (7).</u>
25	(7) (a) (I) "Retail marijuana" means all parts of the plant of the
26	genus cannabis whether growing or not, the seeds thereof OF THE PLANT
27	the resin extracted from any part of the plant, and every compound

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1	manufacture, salt, derivative, mixture, or preparation of the plant, its
2	seeds, or its resin, including marijuana concentrate;
3	(II) "RETAIL MARIJUANA" INCLUDES:
4	(A) A NONINTOXICATING CANNABINOID, AS DEFINED IN SECTION
5	44-10-103 (42.5), PRODUCED FROM <u>RETAIL MARIJUANA;</u>
6	(B) A POTENTIALLY INTOXICATING CANNABINOID, AS DEFINED IN
7	SECTION 44-10-103 (48.5), PRODUCED FROM <u>RETAIL MARIJUANA</u> ; AND
8	(C) AN INTOXICATING CANNABINOID, AS DEFINED IN SECTION
9	44-10-103 (22.5), PRODUCED FROM <u>RETAIL MARIJUANA.</u>
10	(b) "Retail marijuana" does not include industrial hemp, nor does
11	it include fiber produced from the stalks, oil, cake made from the seeds
12	of the plant, sterilized seed of the plant that is incapable of germination,
13	or the weight of any other ingredient combined with marijuana to prepare
14	topical or oral administrations, food, drink, or other product.
15	SECTION 15. In Colorado Revised Statutes, 39-28.8-501,
16	amend (2)(b)(IV)(I) as follows:
17	39-28.8-501. Marijuana tax cash fund - creation - distribution
18	- legislative declaration - repeal. (2) (b) (IV) Subject to the limitation
19	in subsection (5) of this section, the general assembly may annually
20	appropriate any money in the fund for the following purposes:
21	(I) To research, regulate, study, and test industrial hemp or hemp
22	seeds;
23	SECTION 16. Appropriation. (1) For the 2023-24 state fiscal
24	year, \$1,574,061 is appropriated to the department of public health and
25	environment. This appropriation consists of \$1,168,485 from the general
26	fund and \$405,576 from the wholesale food manufacturing and storage
27	protection cash fund created in section 25-5-426 (5), C.R.S. To

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1	implement this act, the department may use this appropriation as follows:
2	(a) \$787,821 from general fund for administration and support
3	related to disease control and public health response, which amount is
4	based on an assumption that the department will require an additional 1.9
5	FTE. Of this amount, \$212,532 is further appropriated to the department
6	for the 2024-25 state fiscal year for the same purpose;
7	(b) \$405,576 from the wholesale food manufacturing and storage
8	protection cash fund for environmental health programs, which amount
9	is based on an assumption that the department will require an additional
10	3.5 FTE; and
11	(c) \$380,664 from the general fund for the purchase of legal
12	services.
13	(2) Any money appropriated in subsection (1)(c) of this section
14	not expended prior to July 1, 2024, is further appropriated to the
15	department for the 2024-25 state fiscal year for the same purpose.
16	(3) For the 2023-24 state fiscal year, \$295,024 is appropriated to
17	the marijuana cash fund created in section 44-10-801 (1)(a), C.R.S. This
18	appropriation is from the general fund. The department of revenue is
19	responsible for the accounting related to this appropriation.
20	(4) For the 2023-24 state fiscal year, \$295,024 is appropriated to
21	the department of revenue. This appropriation is from reappropriated
22	funds in the marijuana cash fund under subsection (3) of this section. To
23	implement this act, the department may use the appropriation as follows:
24	(a) \$237,924 for activities related to hemp and marijuana derived
25	cannabinoids, which amount is based on an assumption that the
26	department will require an additional 1.5 FTE; and
27	(b) \$57,100 for the purchase of legal services.

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1	(5) Any money appropriated in subsection (4)(a) of this section
2	not expended prior to July 1, 2024, is further appropriated to the
3	department for the 2024-25 state fiscal year for the same purpose.
4	(6) For the 2023-24 state fiscal year, \$437,764 is appropriated to
5	the department of law. This appropriation is from reappropriated funds
6	received from the departments of public health and environment and
7	revenue under subsection (1)(c) and (4)(b) of this section and is based on
8	an assumption that the department of law will require an additional 1.3
9	FTE. To implement this act, the department of law may use this
10	appropriation to provide legal services for the departments of public
11	health and environment and revenue.
11 12	health and environment and revenue. (7) Of the amount appropriated in subsection (6) of this section,
12	(7) Of the amount appropriated in subsection (6) of this section,
12 13	(7) Of the amount appropriated in subsection (6) of this section, \$380,664 is further appropriated to the department for the 2024-25 state
12 13 14	(7) Of the amount appropriated in subsection (6) of this section, \$380,664 is further appropriated to the department for the 2024-25 state fiscal year to provide legal services to the department of public health and
12 13 14 15	(7) Of the amount appropriated in subsection (6) of this section, \$380,664 is further appropriated to the department for the 2024-25 state fiscal year to provide legal services to the department of public health and environment.
12 13 14 15 16	(7) Of the amount appropriated in subsection (6) of this section, \$380,664 is further appropriated to the department for the 2024-25 state fiscal year to provide legal services to the department of public health and environment. SECTION 17. Applicability. This act applies to offenses
12 13 14 15 16 17	(7) Of the amount appropriated in subsection (6) of this section, \$380,664 is further appropriated to the department for the 2024-25 state fiscal year to provide legal services to the department of public health and environment. SECTION 17. Applicability. This act applies to offenses committed or conduct occurring on or after the effective date of this act.

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