



## Petition in Favor of SB17-111

Currently, a medical marijuana center can sell to, or buy from, other medical licensees up to 30% of its inventory. However, due to the increasing demand for infused products and other medicinal commodities that require greater plant material, medical centers have a difficult time meeting demands of edibles, concentrates, and specific strains of marijuana flower.

Senate Bill 111 simply addresses these medical marijuana inventory shortfalls without increasing the amount of marijuana grown. The bill gives the Marijuana Enforcement Division (MED) authority to change the current 30% rule (exception to vertical integration) to address inventory issues that are being experienced within individual businesses and the medical market as a whole. It is important to remember that there are a number of inventory restrictions in the medical marijuana market that do not exist in the recreational market, including the requirement that a patient register with a store and that that store only can grow the plants needed to meet patient needs (up to 6 plants per patient per cycle) regardless of where they buy their medicine.

Business owners have been told by MED that if they were granted authority to change 70-30, then they would change the inventory requirement to 50-50 during next rulemaking, which allows medical centers to buy and sell more product, again, without increasing the amount of marijuana grown in the vertically integrated system. The bill also allows businesses owned by the same group of individuals to transfer product among their stores if they run out of product on their shelves but have it in another location.

### What the bill does:

- Gives more flexibility to medical stores to keep high demand product on their shelves for patients.
- Creates a more reasonable inventory control mechanism for businesses to comply with.
- Allows for businesses to sell more of their unusable product (trim) to infused products manufacturers within the existing regulatory framework.
- Creates greater competition among infused product manufacturers, where currently limited amounts of trim are sold to the highest bidder.
- Simplifies inventory for businesses with more than one storefront.

### What the bill does not do:

- Upend the regulatory frame-work put in place by HB 10-1264, including vertical integration and plant limits.
- Increase costs for marijuana centers, grows, and manufacturers.
- Increase regulatory burdens on otherwise small businesses.
- Limit product availability or cause other harm to patients.
- Create black-market diversion in a highly regulated industry.

As business owners operating with the highest ethical standards, compliant with all the MED rules and regulations, and seeking to grow our small businesses, we are dismayed by recent accusations made in a letter sent to the House Committee on Finance that we would support any legislation that created a mechanism for diversion to the black market. We support SB 17-111 and feel it is the most responsible way to address shortages in the medical marijuana market. Thank you.



The following medical centers are in favor of Senate Bill 111:

Michelle Staley

Herbal Alternatives 402-50687

~~Felix Thomas~~

~~Sticky Buds~~

Hollie Kuzmicki

Healing House 402-00355

Hannah Oldenburg

Walking Rowen 402-00805

Janner Wood

L B Little Brown House 402-00294

Sharon Casado

THE HERBAL CENTER 402-01079

SHARON HOBBS

THE KIND ROOM 402-00498

Britanni Trujillo

Back to the Garden 402-00000

Paul Barath

Colorado Harvest 402-00418

Thuy Lam

The Kind Meds 402-00945

Shaina Jackson

Kermaceuticals 402-00693

Micelle Brooks

Purple Dragon 402-00024

Kelsey Richards

Sense of Healing 402-00429

Joseph Gira

Sense of Healing 402-00429

Pineapple Exchange 402-01038

High Street Growers 402 R. 0016

Cross Genetics 402 00867

Higher Grade Cannabis 402-004

Fox Cannabis 402-00800

Standing Arkimbo 402-00729

Doctors Orders 402 00714

Simply Pure 402-01650

Grand Street Cannabis 402-00161

High Level Health 402-00062

LA Cares Care Bar Dispensary 402-00916

Peak Dispensary 402-00408

Top Shelf, LLC 402-01158

Madelyn Souded

Janette Gutierrez

Ramona Winters

Jillian Paul Brown

Heather Gonzalez

Max Williams

Ryan Kozel

~~Justin Williams~~

Renell Messer

Dawn Anderson

Stacy Kelly

Heather Howell

~~Bob Travis~~



Parker Rick

~~Anthony~~

~~Ashley~~

~~[Signature]~~

Dominic Mirles

Kiya Vanderay

Madalya Moore

Alicia Gunson

Caleb Smedley

Rachel Martinor

Matt Goldman

Jordan Fawner

Taylor Lehman

Ashia Overt

Kind Love 402-00925

The Green Report 402-01060

Greenfields 402-01080

Mr. Nace Gay's 402-00368

Reefers Madness Company 402-00409

Denco - 402-00870

Denco - 402-00870

Cross Genetics - medical 402-01064

Rocky Mountain High 402-00701

402-00553

Sweet Leaf 402-00879

House of Dankness 402-00403

Lyon's finest 2 402-00902

Nugs 402-00243

The Herbal Center - Peria 402-00921



