Senate Bill 936

Sponsored by Senators BURDICK, KRUSE, BEYER; Representatives BUCKLEY, HELM, LININGER, WILSON

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure as introduced.

Makes changes to law providing for registration of marijuana grow sites under Oregon Medical Marijuana Act. Requires person responsible for grow site to register with authority if person pro-cesses marijuana into medical marijuana products. Provides for regulation of medical marijuana products. Directs Oregon Health Authority to develop and maintain database of information for tracking

produced and processed marijuana.

Specifies amount of marijuana that may be kept and number of marijuana plants that may be produced at single address.

Makes other changes to Oregon Medical Marijuana Act, including changes to harmonize Oregon Medical Marijuana Act with chapter 1, Oregon Laws 2015. Becomes operative March 1, 2016.

Declares emergency, effective on passage.

1	A BILL FOR AN ACT
2	Relating to marijuana; creating new provisions; amending ORS 181.534, 181.537, 475.300, 475.302,
3	$475.303,\ 475.304,\ 475.306,\ 475.309,\ 475.312,\ 475.314,\ 475.316,\ 475.319,\ 475.320,\ 475.323,\ 475.326,$
4	475.328, 475.331, 475.334, 475.338, 475.340 and 475.342 and section 2, chapter 79, Oregon Laws
5	2014; repealing ORS 475.324; and declaring an emergency.
6	Be It Enacted by the People of the State of Oregon:
7	
8	DEFINITIONS
9	
10	SECTION 1. ORS 475.302 is amended to read:
11	475.302. As used in ORS 475.300 to 475.346:
12	(1) "Attending physician" means a physician licensed under ORS chapter 677 who has primary
13	responsibility for the care and treatment of a person diagnosed with a debilitating medical condition.
14	[(2) "Authority" means the Oregon Health Authority.]
15	(2) "Cannabinoid edible" means food or potable liquid into which a cannabinoid extract
16	or the dried leaves or flowers of marijuana have been incorporated.
17	(3)(a) "Cannabinoid extract" means a product containing cannabinoids that have been
18	separated from marijuana, generally by chemical processes.
19	(b) "Cannabinoid extract" does not include:
20	(A) A product containing cannabinoids that have been separated from marijuana by me-
21	chanical processes;
22	(B) A product containing cannabinoids that have been separated from marijuana using
23	glycerin, fats, oils or water; or
24	(C) If no heat or pressure is used to separate the cannabinoids from the marijuana, a
25	product containing cannabinoids that have been separated from marijuana using ethanol or

carbon dioxide. 1 2 [(3)] (4) "Debilitating medical condition" means: (a) Cancer, glaucoma, agitation incident to Alzheimer's disease, positive status for human 3 immunodeficiency virus or acquired immune deficiency syndrome, or a side effect related to the 4 treatment of [these] those medical conditions; 5 (b) A medical condition or treatment for a medical condition that produces, for a specific pa-6 tient, one or more of the following: 7 (A) Cachexia; 8 9 (B) Severe pain; 10 (C) Severe nausea; (D) Seizures, including seizures caused by epilepsy; or 11 12 (E) Persistent muscle spasms, including spasms caused by multiple sclerosis; 13 (c) Post-traumatic stress disorder; or (d) Any other medical condition or side effect related to the treatment of a medical condition 14 15 adopted by the Oregon Health Authority by rule or approved by the authority pursuant to a peti-16 tion [submitted] filed under ORS 475.334. [(4)(a)] (5)(a) "Delivery" has the meaning given that term in ORS 475.005. 17 18 (b) "Delivery" does not include transfer of: 19 (A) Marijuana by a registry identification cardholder to another registry identification cardholder if no consideration is paid for the transfer; 20(B) Usable marijuana or immature marijuana plants from a registry identification cardholder, 2122the designated primary caregiver of a registry identification cardholder or a marijuana grow site to 23a medical marijuana facility registered under ORS 475.314; or (C) Usable marijuana or immature marijuana plants from a medical marijuana facility registered 94 under ORS 475.314 to a registry identification cardholder or the designated primary caregiver of a 25registry identification cardholder. 2627[(5)] (6)(a) "Designated primary caregiver" means an individual: (A) Who is 18 years of age or older [who]; 28(B) Who has significant responsibility for managing the well-being of a person who has been 2930 diagnosed with a debilitating medical condition [and who]; and 31 (C) Who is designated as [such on that] the person responsible for managing the well-being of a person who has been diagnosed with a debilitating medical condition on the person's ap-32plication for a registry identification card or in other written notification submitted to the au-33 34 thority. (b) "Designated primary caregiver" does not include [the] a person's attending physician. 35[(6) "Marijuana" has the meaning given that term in ORS 475.005.] 36 37 (7)(a) "Marijuana" means the plant Cannabis family Cannabaceae, any part of the plant 38 Cannabis family Cannabaceae and the seeds of the plant Cannabis family Cannabaceae. (b) "Marijuana" does not include industrial hemp, as defined in ORS 571.300. 39 [(7)] (8) "Marijuana grow site" means a location registered under ORS 475.304 where marijuana 40 is produced for use by a registry identification cardholder. 41 (9)(a) "Medical marijuana product" means a cannabinoid edible, a cannabinoid extract, a 42 product described in subsection (3)(b) of this section or any other product into which 43 cannabinoids or the dried leaves or flowers of marijuana have been incorporated. 44 (b) "Medical marijuana product" does not include industrial hemp, as defined in ORS 45

1	571.300.
2	[(8)] (10) "Medical use of marijuana" means the production, processing, possession, delivery[,
3	distribution] or administration of marijuana, or use of paraphernalia used to administer marijuana,
4	[as necessary for the exclusive benefit of a person] to mitigate the symptoms or effects of [the
5	person's] \mathbf{a} debilitating medical condition.
6	(11) "Processing" means the conversion of marijuana into medical marijuana products.
7	[(9) "Production" has the meaning given that term in ORS 475.005.]
8	(12) "Production" means planting, cultivating, growing, trimming and harvesting
9	marijuana, and drying marijuana leaves or flowers.
10	[(10)] (13) "Registry identification card" means a document issued by the authority under ORS
11	475.309 that identifies a person authorized to engage in the medical use of marijuana and, if the
12	person has a designated primary caregiver under ORS 475.312, the person's designated primary
13	caregiver.
14	(14) "Registry identification cardholder" means a person to whom a registry identification
15	card has been issued under ORS 475.309 (6)(a).
16	[(11)] (15)(a) "Usable marijuana" means the dried leaves and flowers of [the plant Cannabis
17	family Moraceae] marijuana[,] and any mixture or preparation thereof, including any medical
18	marijuana product, that [are] is appropriate for medical use as allowed in ORS 475.300 to 475.346.
19	(b) "Usable marijuana" does not include:
20	(A) The unprocessed seeds, stalks and roots of [the plant] marijuana [.]; or
21	(B) Waste material that is a by-product of processing marijuana.
22	[(12)] (16) "Written documentation" means a statement signed by the attending physician of a
23	person diagnosed with a debilitating medical condition or copies of the person's relevant medical
24	records.
25	
26	REGISTRY IDENTIFICATION CARDHOLDERS
27	AND DESIGNATED PRIMARY CAREGIVERS
28	
29	SECTION 2. ORS 475.309 is amended to read:
30	475.309. [(1) Except as provided in ORS 475.316, 475.320 and 475.342, a person engaged in or as-
31	sisting in the medical use of marijuana is excepted from the criminal laws of the state for possession,
32	delivery or production of marijuana, aiding and abetting another in the possession, delivery or pro-
33	duction of marijuana or any other criminal offense in which possession, delivery or production of
34	marijuana is an element if the following conditions have been satisfied:]
35	[(a)(A) The person holds a registry identification card issued pursuant to this section, has applied
36	for a registry identification card pursuant to subsection (9) of this section, is the designated primary
37	caregiver of the cardholder or applicant, or is the person responsible for a marijuana grow site that
38	is producing marijuana for the cardholder and is registered under ORS 475.304; and]
39	[(B) The person who has a debilitating medical condition, the person's primary caregiver and the
40	person responsible for a marijuana grow site that is producing marijuana for the cardholder and is
41	registered under ORS 475.304 are collectively in possession of, delivering or producing marijuana for
42	medical use in amounts allowed under ORS 475.320; or]
43	[(b) The person is responsible for or employed by a medical marijuana facility registered under
44	ORS 475.314 and does not commit any of the acts described in this subsection anywhere other than at
45	the medical marijuana facility.]

1 [(2) The Oregon Health Authority shall establish and maintain a program for the issuance of reg-2 istry identification cards to persons who meet the requirements of this section. Except as provided in 3 subsection (3) of this section, the authority shall issue a registry identification card to any person who 4 pays a fee in the amount established by the authority and provides the following:]

5 [(a) Valid, written documentation from the person's attending physician stating that the person has 6 been diagnosed with a debilitating medical condition and that the medical use of marijuana may miti-7 gate the symptoms or effects of the person's debilitating medical condition;]

8

9 [(c) The name, address and telephone number of the person's attending physician;]

[(b) The name, address and date of birth of the person;]

10 [(d) The name and address of the person's designated primary caregiver, if the person has desig-11 nated a primary caregiver at the time of application; and]

12 [(e) A written statement that indicates whether the marijuana used by the cardholder will be 13 produced at a location where the cardholder or designated primary caregiver is present or at another 14 location.]

15 [(3) The authority shall issue a registry identification card to a person who is under 18 years of 16 age if the person submits the materials required under subsection (2) of this section, and the custodial 17 parent or legal guardian with responsibility for health care decisions for the person under 18 years of 18 age signs a written statement that:]

19 [(a) The attending physician of the person under 18 years of age has explained to that person and 20 to the custodial parent or legal guardian with responsibility for health care decisions for the person 21 under 18 years of age the possible risks and benefits of the medical use of marijuana;]

[(b) The custodial parent or legal guardian with responsibility for health care decisions for the person under 18 years of age consents to the use of marijuana by the person under 18 years of age for medical purposes;]

[(c) The custodial parent or legal guardian with responsibility for health care decisions for the
person under 18 years of age agrees to serve as the designated primary caregiver for the person under
18 years of age; and]

[(d) The custodial parent or legal guardian with responsibility for health care decisions for the person under 18 years of age agrees to control the acquisition of marijuana and the dosage and frequency of use by the person under 18 years of age.]

[(4) A person applying for a registry identification card pursuant to this section may submit the information required in this section to a county health department for transmittal to the authority. A county health department that receives the information pursuant to this subsection shall transmit the information to the authority within five days of receipt of the information. Information received by a county health department pursuant to this subsection shall be confidential and not subject to disclosure, except as required to transmit the information to the authority.]

37 [(5)(a) The authority shall verify the information contained in an application submitted pursuant 38 to this section and shall approve or deny an application within thirty days of receipt of the 39 application.]

40 [(b) In addition to the authority granted to the authority under ORS 475.316 to deny an application,
41 the authority may deny an application for the following reasons:]

42 [(A) The applicant did not provide the information required pursuant to this section to establish 43 the applicant's debilitating medical condition and to document the applicant's consultation with an at-44 tending physician regarding the medical use of marijuana in connection with such condition, as pro-45 vided in subsections (2) and (3) of this section;]

SB 936 [(B) The authority determines that the information provided was falsified; or] 1 2 [(C) The applicant has been prohibited by a court order from obtaining a registry identification 3 card.] [(c) Denial of a registry identification card shall be considered a final authority action, subject to 4 judicial review. Only the person whose application has been denied, or, in the case of a person under 5 the age of 18 years of age whose application has been denied, the person's parent or legal guardian, 6 shall have standing to contest the authority's action.] 7 [(d) Any person whose application has been denied may not reapply for six months from the date 8 9 of the denial, unless so authorized by the authority or a court of competent jurisdiction.] [(6)(a) If the authority has verified the information submitted pursuant to subsections (2) and (3) 10 of this section and none of the reasons for denial listed in subsection (5)(b) of this section is applicable, 11 12the authority shall issue a serially numbered registry identification card within five days of verification 13 of the information. The registry identification card shall state:] [(A) The cardholder's name, address and date of birth;] 14 15 [(B) The date of issuance and expiration date of the registry identification card;] [(C) The name and address of the person's designated primary caregiver, if any;] 16 [(D) Whether the marijuana used by the cardholder will be produced at a location where the 17 cardholder or designated primary caregiver is present or at another location; and] 18 19 [(E) Any other information that the authority may specify by rule.] [(b) When the person to whom the authority has issued a registry identification card pursuant to 20this section has specified a designated primary caregiver, the authority shall issue an identification 2122card to the designated primary caregiver. The primary caregiver's registry identification card shall 23contain the information provided in paragraph (a) of this subsection.] [(7)(a) A person who possesses a registry identification card shall:] 24 25[(A) Notify the authority of any change in the person's name, address, attending physician or des-26ignated primary caregiver.] 27[(B) If applicable, notify the designated primary caregiver of the cardholder, the person responsible

for the marijuana grow site that produces marijuana for the cardholder and any person responsible for a medical marijuana facility that transfers usable marijuana or immature marijuana plants to the cardholder under ORS 475.314 of any change in status including, but not limited to:]

31 [(i) The assignment of another individual as the designated primary caregiver of the cardholder;]

[(ii) The assignment of another individual as the person responsible for a marijuana grow site
 producing marijuana for the cardholder; or]

34 [(iii) The end of the eligibility of the cardholder to hold a valid registry identification card.]

35 [(C) Annually submit to the authority:]

(i) Updated written documentation from the cardholder's attending physician of the person's de bilitating medical condition and that the medical use of marijuana may mitigate the symptoms or effects
 of the person's debilitating medical condition; and]

[(ii) The name of the person's designated primary caregiver if a primary caregiver has been des ignated for the upcoming year.]

[(b) If a person who possesses a registry identification card fails to comply with this subsection,
the card shall be deemed expired. If a registry identification card expires, the identification card of any
designated primary caregiver of the cardholder shall also expire.]

[(8)(a) A person who possesses a registry identification card pursuant to this section and who has
 been diagnosed by the person's attending physician as no longer having a debilitating medical condi-

1 tion or whose attending physician has determined that the medical use of marijuana is contraindicated

2 for the person's debilitating medical condition shall return the registry identification card and any 3 other associated Oregon Medical Marijuana Program cards to the authority within 30 calendar days 4 of notification of the diagnosis or notification of the contraindication.]

5 [(b) If, due to circumstances beyond the control of the registry identification cardholder, a 6 cardholder is unable to obtain a second medical opinion about the cardholder's continuing eligibility 7 to use medical marijuana before the 30-day period specified in paragraph (a) of this subsection has 8 expired, the authority may grant the cardholder additional time to obtain a second opinion before re-9 quiring the cardholder to return the registry identification card and any associated cards.]

[(9) A person who has applied for a registry identification card pursuant to this section but whose 10 application has not yet been approved or denied, and who is contacted by any law enforcement officer 11 12in connection with the person's administration, possession, delivery or production of marijuana for 13 medical use may provide to the law enforcement officer a copy of the written documentation submitted to the authority pursuant to subsection (2) or (3) of this section and proof of the date of mailing or other 14 15 transmission of the documentation to the authority. This documentation shall have the same legal effect 16 as a registry identification card until such time as the person receives notification that the application 17 has been approved or denied.]

[(10)(a) A registry identification cardholder has the primary responsibility of notifying the designated primary caregiver, the person responsible for the marijuana grow site that produces marijuana for the cardholder and any person responsible for a medical marijuana facility that transfers usable marijuana or immature marijuana plants to the cardholder under ORS 475.314 of any change in status of the cardholder.]

[(b) If the authority is notified by the cardholder that a primary caregiver or person responsible for a marijuana grow site has changed, the authority shall notify the primary caregiver or the person responsible for the marijuana grow site by mail at the address of record confirming the change in status and informing the caregiver or person responsible for the marijuana grow site that their card is no longer valid and must be returned to the authority.]

[(11) The authority shall revoke the registry identification card of a cardholder if a court has issued an order that prohibits the cardholder from participating in the medical use of marijuana or otherwise participating in the Oregon Medical Marijuana Program under ORS 475.300 to 475.346. The cardholder shall return the registry identification card to the authority within seven calendar days of notification of the revocation. If the cardholder is a patient, the patient shall return the patient's card and all other associated Oregon Medical Marijuana Program cards.]

[(12) The authority shall revoke the registration of a medical marijuana facility registered under ORS 475.314 if a court has issued an order that prohibits the person responsible for the medical marijuana facility from participating in the Oregon Medical Marijuana Program under ORS 475.300 to 475.346.]

[(13) The authority and employees and agents of the authority acting within the course and scope
 of their employment are immune from any civil liability that might be incurred or imposed for the
 performance of or failure to perform duties required by this section.]

(1) The Oregon Health Authority shall establish a program for the issuance of registry
 identification cards to applicants who meet the requirements of this section.

(2) The authority shall issue a registry identification card to an applicant who is 18 years
of age or older if the applicant pays a fee in an amount established by the authority by rule
and submits to the authority an application containing the following information:

(a) Written documentation from the applicant's attending physician stating that the at-1 2 tending physician has diagnosed the applicant as having a debilitating medical condition and that the medical use of marijuana may mitigate the symptoms or effects of the applicant's 3 debilitating medical condition; 4 $\mathbf{5}$ (b) The name, address and date of birth of the applicant; (c) The name, address and telephone number of the applicant's attending physician; 6 (d) Proof of residency, as required by the authority by rule; 7 (e) The name and address of the applicant's designated primary caregiver, if the applicant 8 9 is designating a primary caregiver under ORS 475.312; and (f) The information described in ORS 475.304 (2), if the registry identification cardholder 10 produces marijuana or designates another person under ORS 475.304 to produce marijuana 11 12for the registry identification cardholder. (3) The authority shall issue a registry identification card to an applicant who is under 13 18 years of age if: 14 (a) The applicant pays the fee and submits the application described in subsection (2) of 15 this section; and 16 (b) The custodial parent or legal guardian who is responsible for the health care decisions 17 18 of the applicant signs and submits to the authority a written statement that: 19 (A) The attending physician of the applicant has explained to the applicant and to the 20custodial parent or legal guardian the possible risks and benefits of the medical use of marijuana; 2122(B) The custodial parent or legal guardian consents to the medical use of marijuana by 23the applicant; (C) The custodial parent or legal guardian agrees to serve as the designated primary 24 25caregiver of the applicant; and (D) The custodial parent or legal guardian agrees to control the acquisition, dosage and 2627frequency of use of marijuana by the applicant. (4) A person applying for a registry identification card pursuant to this section may 28submit the information required by this section to a county health department for trans-2930 mittal to the authority. A county health department that receives the information pursuant 31 to this subsection shall transmit the information to the authority within five days after receiving the information. Information received by a county health department pursuant to 32this subsection is confidential and not subject to public disclosure. 33 34 (5) The authority shall approve or deny an application within 30 days after receiving the application. 35(6)(a) If the authority approves an application, the authority shall issue a serially num-36 37 bered registry identification card to the applicant within five days after approving the appli-38 cation. The registry identification card must include the following information: (A) The registry identification cardholder's name, address and date of birth; 39 (B) The issuance date and expiration date of the registry identification card; 40 (C) If the registry identification cardholder designated a primary caregiver under ORS 41 475.312, the name and address of the registry identification cardholder's designated primary 42 43 caregiver; (D) If the registry identification cardholder produces marijuana or has designated an-44 other person under ORS 475.304 to produce marijuana, the information described in ORS 45

1 475.304 (2); and

2 (E) Any other information required by the authority by rule.

3 (b) If the registry identification cardholder designated a primary caregiver under ORS
4 475.312, the authority shall issue an identification card to the designated primary caregiver.
5 The identification card must contain the information provided in paragraph (a) of this sub6 section.

7 (7)

(7)(a) A registry identification cardholder shall:

8 (A) In a form and manner prescribed by the authority, notify the authority of any change
 9 concerning the registry identification cardholder's:

10 (i) Name, address or attending physician;

(ii) Designated primary caregiver, including the designation of a primary caregiver made
 at a time other than at the time of applying for or renewing a registry identification card;
 or

(iii) Person responsible for a marijuana grow site, including the designation of a person
 responsible for a marijuana grow site made at a time other than at the time of applying for
 or renewing a registry identification card.

(B) Annually renew the registry identification card by paying a fee in an amount established by the authority by rule and submitting to the authority an application that contains
the following information:

(i) Updated written documentation from the registry identification cardholder's attending
 physician stating that the registry identification cardholder still has a debilitating medical
 condition and that the medical use of marijuana may mitigate the symptoms or effects of the
 registry identification cardholder's debilitating medical condition;

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(ii) The information described in subsection (2)(b) to (f) of this section; and

(iii) If the registry identification cardholder is under 18 years of age, a statement signed
by the custodial parent or legal guardian of the registry identification cardholder that meets
the requirements of subsection (3) of this section.

(b) If a registry identification cardholder fails to comply with this subsection, the authority, subject to subsection (9) of this section, may revoke the registry identification card.
If a registry identification card is revoked, any associated identification card issued under subsection (6)(b) of this section or marijuana grow site registration card issued under ORS 475.304 (6) shall also be revoked.

(8)(a) If the attending physician of a registry identification cardholder determines that the registry identification cardholder no longer has a debilitating medical condition or determines that the medical use of marijuana is contraindicated for the registry identification cardholder's debilitating medical condition, the registry identification cardholder shall return the registry identification card to the authority within 30 calendar days after receiving notice of the determination.

(b) If, because of circumstances beyond the control of the registry identification cardholder, a registry identification cardholder is unable to obtain a second medical opinion about the registry identification cardholder's continuing eligibility to use medical marijuana before having to return the registry identification card to the authority, the authority may grant the registry identification cardholder additional time to obtain a second medical opinion.

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(9)(a) The authority may deny an application for a registry identification card or an ap-

plication to renew a registry identification card, or may revoke or suspend a registry iden-1

2 tification card, if:

(A) The applicant or registry identification cardholder does not provide the information 3 required by this section; 4

 $\mathbf{5}$ (B) The authority determines that the applicant or registry identification cardholder provided false information; or 6

(C) The authority determines that the applicant or registry identification cardholder vi-7 olated a provision of ORS 475.300 to 475.346 or a rule adopted under ORS 475.300 to 475.346. 8

9 (b) Denial of an application for a registry identification card or an application to renew a registry identification card, or revocation of a registry identification card, is a final agency 10 action subject to judicial review. Only the applicant or, if the applicant is under 18 years of 11 12age, the custodial parent or legal guardian of the applicant has standing to contest the denial 13 or revocation.

(c) A person whose application has been denied or whose registry identification card has 14 15 been revoked under this subsection may not reapply for a registry identification card for six months from the date of the denial or revocation unless otherwise authorized by the au-16 17 thority.

18 (10)(a) The authority may deny a designation made under ORS 475.312 or revoke or suspend an identification card issued under subsection (6)(b) of this section if the authority de-19 termines that the designee or the registry identification cardholder violated a provision of 20ORS 475.300 to 475.346 or a rule adopted under ORS 475.300 to 475.346. 21

22(b) Denial of a designation or revocation of an identification card is a final agency action 23subject to judicial review. Only the person whose designation has been denied or whose identification card has been revoked has standing to contest the denial or revocation. 94

25(c) A person whose designation has been denied or whose identification card has been revoked under this subsection may not be designated under ORS 475.312 for six months from 2627the date of the denial or revocation unless otherwise authorized by the authority.

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SECTION 3. ORS 475.312 is amended to read:

475.312. (1) If a person who possesses a registry identification card issued pursuant to ORS 2930 475.309] is applying for a registry identification card under ORS 475.309, or who is a registry 31 identification cardholder, chooses to [have a designated] designate, or to change the designation 32of, a primary caregiver, the person must [designate the primary caregiver by including] include the primary caregiver's name and address: 33

34 (a) On the person's application for a registry identification card;

[(b) In the annual updated information required under ORS 475.309; or] 35

(b) On the person's application to renew a registry identification card; or 36

37 (c) [In a written,] In a form and manner prescribed by the authority, in a signed statement [submitted to] notifying the Oregon Health Authority of the designation. 38

(2) A [person described in this section] registry identification cardholder may have only one 39 designated primary caregiver at any given time. 40

(3) If a registry identification cardholder who previously designated a primary caregiver 41 chooses to designate a different primary caregiver, the authority shall notify the previous 42 designee of the new designation and issue an identification card to the newly designated 43 primary caregiver. 44

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SECTION 4. The amendments to ORS 475.309 and 475.312 by sections 2 and 3 of this 2015

Act apply to: 1 2 (1) Applications received by the Oregon Health Authority for a registry identification card on or after the operative date specified in section 52 of this 2015 Act; 3 (2) Applications received by the authority to renew a registry identification card on or 4 after the operative date specified in section 52 of this 2015 Act; and $\mathbf{5}$ (3) Registry identification cards updated by the authority on or after the operative date 6 specified in section 52 of this 2015 Act. 7 8 9 MEDICAL MARIJUANA PRODUCERS 10 SECTION 5. ORS 475.304 is amended to read: 11 12475.304. [(1) The Oregon Health Authority shall establish by rule a marijuana grow site registra-13 tion system to authorize production of marijuana by a registry identification cardholder, a designated primary caregiver who grows marijuana for the cardholder or a person who is responsible for a 14 15 marijuana grow site. The marijuana grow site registration system adopted must require a registry 16 identification cardholder to submit an application to the authority that includes:] [(a) The name of the person responsible for the marijuana grow site;] 1718 [(b) The address of the marijuana grow site;] 19 [(c) The registry identification card number of the registry cardholder for whom the marijuana is being produced; and] 20[(d) Any other information the authority considers necessary.] 2122[(2) The authority shall issue a marijuana grow site registration card to a registry identification cardholder who has met the requirements of subsection (1) of this section.] 23[(3) A person who has been issued a marijuana grow site registration card under this section must 24 display the registration card at the marijuana grow site at all times when marijuana is being 25produced.] 2627[(4) A marijuana grow site registration card must be obtained and posted for each registry identification cardholder for whom marijuana is being produced at a marijuana grow site.] 28[(5) All usable marijuana, plants, seedlings and seeds associated with the production of marijuana 2930 for a registry identification cardholder by a person responsible for a marijuana grow site are the 31 property of the registry identification cardholder and must be provided to the registry identification cardholder, or, if the marijuana is usable marijuana or an immature marijuana plant, transferred to 32a medical marijuana facility registered under ORS 475.314, upon request.] 33 34 [(6)(a) The authority shall conduct a criminal records check under ORS 181.534 of any person whose name is submitted as a person responsible for a marijuana grow site.] 35[(b) A person convicted of a Class A or Class B felony under ORS 475.752 to 475.920 for the 36 37 manufacture or delivery of a controlled substance in Schedule I or Schedule II may not be issued a 38 marijuana grow site registration card or produce marijuana for a registry identification cardholder for five years from the date of conviction.] 39 40 [(c) A person convicted more than once of a Class A or Class B felony under ORS 475.752 to 475.920 for the manufacture or delivery of a controlled substance in Schedule I or Schedule II may not 41 be issued a marijuana grow site registration card or produce marijuana for a registry identification 42 cardholder.] 43 [(7) A registry identification cardholder or the designated primary caregiver of the cardholder may 44 reimburse the person responsible for a marijuana grow site for the costs of supplies and utilities as-45

1 sociated with the production of marijuana for the registry identification cardholder. No other costs as-

2 sociated with the production of marijuana for the registry identification cardholder, including the cost

3 of labor, may be reimbursed.]

4 [(8) The authority may adopt rules imposing a fee in an amount established by the authority for 5 registration of a marijuana grow site under this section.]

6 (1) The Oregon Health Authority shall establish by rule a marijuana grow site registra-7 tion system to track and regulate the production of marijuana by a registry identification 8 cardholder or a person designated by the registry identification cardholder to produce 9 marijuana for the registry identification cardholder.

10 (2) Rules adopted under this section must require an applicant for a registry identifica-11 tion card or a registry identification cardholder who produces marijuana or who designates 12 another person to produce marijuana to submit an application to the authority containing 13 the following information at the time of making an application under ORS 475.309 (2), re-14 newing a registry identification card under ORS 475.309 (7)(a)(B) or notifying the authority 15 of a change or designation under ORS 475.309 (7)(a)(A):

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(a) The name of the person responsible for the marijuana grow site;

(b) Proof that the person responsible for the marijuana grow site is a resident of this
state;

19 (c) The address of the marijuana grow site;

(d) The registry identification card number of the registry identification cardholder for
 whom the marijuana is being produced; and

(e) Any other information that the authority considers necessary to track the production
 of marijuana under ORS 475.300 to 475.346.

(3)(a) The authority shall conduct a criminal records check under ORS 181.534 of any
 person whose name is submitted as the person responsible for a marijuana grow site under
 this section.

(b) A person convicted of a Class A or Class B felony under ORS 475.752 to 475.920 for the manufacture or delivery of a controlled substance in Schedule I or Schedule II may not act as or be designated a person responsible for a marijuana grow site for five years from the date of conviction.

(c) A person convicted more than once of a Class A or Class B felony under ORS 475.752
to 475.920 for the manufacture or delivery of a controlled substance in Schedule I or Schedule
II may not act as or be designated a person responsible for a marijuana grow site.

(4) Subject to subsection (11) of this section, the authority shall issue a marijuana grow
 site registration card if the requirements of subsections (2) and (3) of this section are met.

(5) A person who holds a marijuana grow site registration card under this section must
 display the card at the marijuana grow site at all times when marijuana is being produced
 at the site.

(6) A marijuana grow site registration card must be obtained and posted for each registry
 identification cardholder for whom marijuana is being produced at a marijuana grow site.

(7)(a) All mature marijuana plants, immature marijuana plants, seeds and dried leaves
and flowers of marijuana associated with the production of marijuana for a registry identification cardholder by a person responsible for a marijuana grow site are the property of
the registry identification cardholder.

45

(b) All mature marijuana plants, immature marijuana plants, seeds and dried leaves and

1 flowers of marijuana associated with the production of marijuana for a registry identification

cardholder by a person responsible for a marijuana grow site must be transferred to the
 registry identification cardholder upon request of the registry identification cardholder.

4 (c) All immature marijuana plants and dried leaves and flowers of marijuana associated 5 with the production of marijuana for a registry identification cardholder by a person re-6 sponsible for a marijuana grow site must be transferred to a medical marijuana facility reg-7 istered under ORS 475.314 upon request of the registry identification cardholder. For 8 purposes of this paragraph, a request to transfer immature marijuana plants and dried 9 marijuana leaves and flowers constitutes an assignment of the right to possess the immature 10 marijuana plants and dried marijuana leaves and flowers.

(d) Information related to transfers made under this subsection to a registry identifica tion cardholder or a registered medical marijuana facility must be submitted to the authority
 in the manner required by section 7 of this 2015 Act.

(8) A registry identification cardholder or the designated caregiver of a registry identification cardholder may reimburse a person responsible for a marijuana grow site for the costs of supplies and utilities associated with the production of marijuana for the registry identification cardholder. No other costs associated with the production of marijuana for the registry identification cardholder, including the cost of labor, may be reimbursed.

19 (9) The authority may inspect:

(a) A marijuana grow site to ensure compliance with this section and section 7 of this
2015 Act and ORS 475.320 and any rule adopted under this section and section 7 of this 2015
Act and ORS 475.320; and

(b) The records of a marijuana grow site to ensure compliance with this section and
 section 7 of this 2015 Act and any rule adopted under this section and section 7 of this 2015
 Act.

(10) The authority may refuse to register a registry identification cardholder or designee under this section or revoke or suspend the registration of a person responsible for a marijuana grow site if the authority determines that the applicant or the person responsible for a marijuana grow site violated a provision of ORS 475.300 to 475.346 or a rule adopted under ORS 475.300 to 475.346.

(11) The authority may require a person responsible for a marijuana grow site, prior to
 issuing a marijuana grow site registration card under subsection (4) of this section, to pay
 a fee reasonably calculated to pay costs incurred under this section and sections 7 and 14
 of this 2015 Act.

35 <u>SECTION 6.</u> Section 7 of this 2015 Act is added to and made a part of ORS 475.300 to 36 475.346.

37 <u>SECTION 7.</u> (1) A person responsible for a marijuana grow site under ORS 475.304 must 38 submit to the Oregon Health Authority, in a form, manner and frequency established by the 39 authority by rule, the following information related to the production of marijuana:

40 (a) The number of mature marijuana plants and immature marijuana plants and the
 41 amount of dried marijuana leaves and flowers in the person's possession;

(b) The number of mature marijuana plants and immature marijuana plants and the
amount of dried marijuana leaves and flowers that the person transfers to each registry
identification cardholder for whom the person produces marijuana; and

45 (c) The number of immature marijuana plants and the amount of dried marijuana leaves

and flowers that the person transfers to each medical marijuana facility registered under
 ORS 475.314.

3 (2) In addition to reporting the information as required by subsection (1) of this section, 4 a person responsible for a marijuana grow site under ORS 475.304 must keep a record of the 5 information described in subsection (1) of this section for at least seven years after the date 6 on which the person submits the information to the authority.

SECTION 8. (1) Except as provided in subsection (2) of this section, section 7 of this 2015
 Act and the amendments to ORS 475.304 by section 5 of this 2015 Act apply to persons who
 have registered with the Oregon Health Authority under ORS 475.304 before, on or after the
 operative date specified in section 52 of this 2015 Act.

(2) The amendments to ORS 475.304 by section 5 of this 2015 Act pertaining to registering
 a person as a person responsible for a marijuana grow site apply to applications submitted
 to the authority under ORS 475.304 on or after the operative date specified in 52 of this 2015
 Act.

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17

MEDICAL MARIJUANA PROCESSORS

18 <u>SECTION 9.</u> Sections 10 to 12 of this 2015 Act are added to and made a part of ORS
 19 475.300 to 475.346.

20 <u>SECTION 10.</u> (1) A person responsible for a marijuana grow site may not process 21 marijuana unless the marijuana is processed at a marijuana processing site registered under 22 section 11 of this 2015 Act.

(2) A person responsible for a medical marijuana facility registered under ORS 475.314
 must verify that a person responsible for a marijuana grow site is registered under section
 11 of this 2015 Act before accepting from the person a medical marijuana product.

(3)(a) Subject to paragraph (b) of this subsection, this section does not apply to a registry
 identification cardholder or the designated primary caregiver of a registry identification
 cardholder who processes marijuana into a medical marijuana product for the registry iden tification cardholder's personal use, provided that the medical marijuana product is not
 transferred to a person other than the registry identification cardholder.

(b) A registry identification cardholder or the designated primary caregiver of a registry
 identification cardholder may not process marijuana into a cannabinoid extract.

33 <u>SECTION 11.</u> (1) The Oregon Health Authority shall establish by rule a marijuana pro 34 cessing site registration system to track and regulate the processing of marijuana by a per 35 son responsible for a marijuana grow site.

36 (2) Rules adopted under this section must require a person responsible for a marijuana
 37 grow site to submit an application to the authority containing the following information:

38

(a) The name of the person responsible for the marijuana processing site;

(b) Proof that the person responsible for the marijuana processing site is a resident of
 this state;

41 (c) The address of the marijuana processing site;

42 (d) The registry identification card number of the registry identification cardholder for
 43 whom the marijuana is being processed;

44 (e) Documentation, as required by the authority by rule, that demonstrates that the 45 marijuana processing site meets the requirements under subsection (3) of this section; and

1 (f) Any other information that the authority considers necessary to track the processing 2 of marijuana under ORS 475.300 to 475.346.

3 (3) To qualify for registration under this section, a marijuana processing site must meet
4 any public health and safety standards established by the authority related to:

5 (a) Cannabinoid edibles, if the marijuana processing site processes marijuana into 6 cannabinoid edibles;

7 (b) Cannabinoid extracts, if the marijuana processing site processes marijuana into 8 cannabinoid extracts;

9 (c) Medical marijuana products described in ORS 475.302 (3)(b), if the marijuana pro10 cessing site processes marijuana into medical marijuana products described in ORS 475.302
11 (3)(b); or

(d) Any other type of medical marijuana product identified by the authority by rule, if
 the marijuana processing site processes that type of medical marijuana product.

(4) Subject to subsection (8) of this section, the authority shall issue a marijuana pro cessing site registration card to a person responsible for a marijuana grow site if the re quirements of subsections (2) and (3) of this section are met.

(5) A person who holds a marijuana processing site registration card under this section
must display the card at the marijuana processing site at all times when marijuana is being
processed at the site.

(6)(a) All medical marijuana products associated with the processing of marijuana for a
 registry identification cardholder by a person responsible for a marijuana processing site are
 the property of the registry identification cardholder.

(b) All medical marijuana products must be transferred to the registry identification
 cardholder upon request of the registry identification cardholder.

(c) All medical marijuana products must be transferred to a medical marijuana facility
 registered under ORS 475.314 upon request of the registry identification cardholder. For
 purposes of this paragraph, a request to transfer medical marijuana products constitutes an
 assignment of the right to possess the medical marijuana products.

(d) Information related to transfers made under this subsection to a registry identifica tion cardholder or a registered medical marijuana facility must be submitted to the authority
 in the manner required by section 12 of this 2015 Act.

(7) A registry identification cardholder or the designated primary caregiver of a registry identification cardholder may reimburse a person responsible for a marijuana processing site for the costs of supplies and utilities associated with the processing of marijuana for the registry identification cardholder. No other costs associated with the processing of marijuana for the registry identification cardholder, including the cost of labor, may be reimbursed.

37 (8) The authority may inspect:

(a) A marijuana processing site to ensure compliance with this section and sections 10
and 12 of this 2015 Act and any rule adopted under this section and sections 10 and 12 of this
2015 Act; and

(b) The records of a marijuana processing site to ensure compliance with this section and
sections 10 and 12 of this 2015 Act and any rule adopted under this section and sections 10
and 12 of this 2015 Act.

44 (9) The authority may refuse to register an applicant under this section or revoke or 45 suspend the registration of a person responsible for a marijuana processing site if the au-

thority determines that the applicant or the person responsible for a marijuana processing 1 2 site violated a provision of ORS 475.300 to 475.346 or a rule adopted under ORS 475.300 to 475.346. 3 (10) The authority may require a person responsible for a marijuana processing site, prior 4 to issuing a marijuana processing site registration card under subsection (4) of this section, 5 to pay a fee reasonably calculated to pay costs incurred under this section and sections 10, 6 12 and 14 of this 2015 Act. 7 (11) The State Department of Agriculture, pursuant to an agreement or otherwise, shall 8 9 assist the authority in implementing and enforcing the provisions of this section and rules adopted under the provisions of this section. 10 SECTION 12. (1) A person responsible for a marijuana processing site under section 11 11 12of this 2015 Act must submit to the Oregon Health Authority, in a form, manner and fre-13 quency established by the authority by rule, the following information related to the processing marijuana: 14 (a) The amount and type of cannabinoid edibles that the person transfers to: 15 (A) Each registry identification cardholder for whom the person processes marijuana; 16 17 and 18 (B) Each medical marijuana facility registered under ORS 475.314. (b) The amount and type of cannabinoid extracts that the person transfers to: 19 (A) Each registry identification cardholder for whom the person processes marijuana; 20and 21 22(B) Each medical marijuana facility registered under ORS 475.314. (c) The amount and type of medical marijuana products described in ORS 475.302 (3)(b) 2394 that the person transfers to: (A) Each registry identification cardholder for whom the person processes marijuana; 25and 2627(B) Each medical marijuana facility registered under ORS 475.314. (d) The amount of any other type of medical marijuana product identified by the au-28thority by rule that the person transfers to: 2930 (A) Each registry identification cardholder for whom the person processes marijuana; 31 and (B) Each medical marijuana facility registered under ORS 475.314. 32(2) In addition to reporting the information as required by subsection (1) of this section, 33 34 a person responsible for a marijuana processing site under section 11 of this 2015 Act must keep a record of the information described in subsection (1) of this section for at least seven 35 years after the date on which the person submits the information to the authority. 36 37 38 DATABASE 39 SECTION 13. Section 14 of this 2015 Act is added to and made a part of ORS 475.300 to 40 475.346. 41 SECTION 14. The Oregon Health Authority shall develop and maintain a database of in-42 formation related to the production of marijuana by persons responsible for a marijuana 43 grow site under ORS 475.304 and the processing of marijuana by persons responsible for a 44 marijuana processing site under section 11 of this 2015 Act. At a minimum, the database 45

must include all information submitted to the authority under sections 7 and 12 of this 2015 1 2 Act. 3 PROVISIONS THAT APPLY TO ALL CARDHOLDERS 4 5 (Proof of Issuance) 6 7 SECTION 15. ORS 475.306 is amended to read: 8 9 475.306. [(1) A person who possesses a registry identification card issued pursuant to ORS 475.309 may engage in, and a designated primary caregiver of such a person may assist in, the medical use 10 of marijuana only as justified to mitigate the symptoms or effects of the person's debilitating medical 11 12condition.] 13 [(2) A person who is a registry identification cardholder must possess the registry identification card when using or transporting marijuana in a location other than the residence of the cardholder.] 14 15 [(3) The Oregon Health Authority shall define by rule when a marijuana plant is mature and when it is immature. The rule shall provide that a plant that has no flowers and that is less than 12 inches 16 in height and less than 12 inches in diameter is a seedling or a start and is not a mature plant.] 17 18 A person to whom a registry identification card has been issued under ORS 475.309 (6)(a), an identification card has been issued under ORS 475.309 (6)(b), a marijuana grow site regis-19 tration card has been issued under ORS 475.304 or a marijuana processing site registration 20card has been issued under section 11 of this 2015 Act may not possess marijuana or medical 2122marijuana products in a location other than the address identified on the card unless the 23person is carrying the card. 94 25(Possession Limits) 2627SECTION 16. ORS 475.320 is amended to read: 475.320. [(1)(a) A registry identification cardholder or the designated primary caregiver of the 28cardholder may possess up to six mature marijuana plants and 24 ounces of usable marijuana.] 2930 [(b) Notwithstanding paragraph (a) of this subsection, if a registry identification cardholder has 31 been convicted of a Class A or Class B felony under ORS 475.752 to 475.920 for the manufacture or delivery of a controlled substance in Schedule I or Schedule II, the registry identification cardholder 32or the designated primary caregiver of the cardholder may possess one ounce of usable marijuana at 33 34 any given time for a period of five years from the date of the conviction.] [(2) A person authorized under ORS 475.304 to produce marijuana at a marijuana grow site:] 35[(a) May produce marijuana for and provide marijuana:] 36 37 [(A) To a registry identification cardholder or a cardholder's designated primary caregiver as au-38 thorized under this section; or] [(B) If the marijuana is usable marijuana or an immature marijuana plant and the registry iden-39 tification cardholder authorizes the person responsible for the marijuana grow site to transfer the us-40 able marijuana or immature marijuana plant to a medical marijuana facility registered under ORS 41 475.314, to the medical marijuana facility.] 42 [(b) May possess up to six mature plants and up to 24 ounces of usable marijuana for each 43 cardholder or caregiver for whom marijuana is being produced.] 44 [(c) May produce marijuana for no more than four registry identification cardholders or designated 45

1 primary caregivers concurrently.]

2 [(d) Must obtain and display a marijuana grow site registration card issued under ORS 475.304

for each registry identification cardholder or designated primary caregiver for whom marijuana is be ing produced.]

5 [(e) Must provide all marijuana produced for a registry identification cardholder or designated 6 primary caregiver to the cardholder or caregiver at the time the person responsible for a marijuana 7 grow site ceases producing marijuana for the cardholder or caregiver.]

8 [(f) Must return the marijuana grow site registration card to the registry identification cardholder 9 to whom the card was issued when requested to do so by the cardholder or when the person responsible 10 for a marijuana grow site ceases producing marijuana for the cardholder or caregiver.]

11 [(3) Except as provided in subsections (1) and (2) of this section, a registry identification 12 cardholder, the designated primary caregiver of the cardholder and the person responsible for a 13 marijuana grow site producing marijuana for the registry identification cardholder may possess a 14 combined total of up to six mature plants and 24 ounces of usable marijuana for that registry iden-15 tification cardholder.]

[(4)(a) A registry identification cardholder and the designated primary caregiver of the cardholder
 may possess a combined total of up to 18 marijuana seedlings or starts as defined by rule of the Oregon
 Health Authority.]

19 [(b) A person responsible for a marijuana grow site may possess up to 18 marijuana seedlings or 20 starts as defined by rule of the authority for each registry identification cardholder for whom the per-21 son responsible for the marijuana grow site is producing marijuana.]

(1) Subject to subsection (2) of this section, a registry identification cardholder, the des ignated primary caregiver of the registry identification cardholder and the person responsible
 for a marijuana grow site under ORS 475.304 who grows marijuana for the registry identifi cation cardholder may jointly possess:

26 (a) 24 ounces or less of dried marijuana leaves or flowers;

27 (b) 6 or fewer mature marijuana plants; and

28 (c) 12 or fewer immature marijuana plants.

(2) The person responsible for a marijuana grow site under ORS 475.304 may produce
 marijuana for no more than four registry identification cardholders concurrently.

(3) If the address of a person responsible for a marijuana grow site under ORS 475.304 is
 located within city limits in an area zoned for residential use:

(a) No more than 48 ounces of dried marijuana leaves or flowers may be kept at the ad dress;

35 (b) No more than 12 mature marijuana plants may be produced at the address; and

36 (c) No more than 24 immature marijuana plants may be produced at the address.

(4) If the address of a person responsible for a marijuana grow site under ORS 475.304 is
 located in an area other than an area described in paragraph (a) of this subsection:

(a) No more than 96 ounces of dried marijuana leaves or flowers may be kept at the ad dress;

41 (b) No more than 24 mature marijuana plants may be produced at the address; and

42 (c) No more than 48 immature marijuana plants may be produced at the address.

43 (5) If a law enforcement officer determines that a registry identification cardholder, the

designated primary caregiver of a registry identification cardholder or a person responsible
 for a marijuana grow site under ORS 475.304 who grows marijuana for a registry identifica-

tion cardholder possesses an amount of dried marijuana leaves and flowers or a number of 1 mature or immature marijuana plants in excess of the quantities specified in this section, 2 the law enforcement officer may confiscate only the excess amount of dried marijuana leaves 3 and flowers or the excess number of mature or immature marijuana plants. 4 5 **MEDICAL MARIJUANA FACILITIES** 6 7 (Registration) 8 9 SECTION 17. ORS 475.314, as amended by section 5, chapter 79, Oregon Laws 2014, is amended 10 to read: 11 12475.314. [(1) The Oregon Health Authority shall establish by rule a medical marijuana facility 13 registration system to authorize the transfer of usable marijuana and immature marijuana plants from:] 14 15 [(a) A registry identification cardholder, the designated primary caregiver of a registry identification cardholder, or a person responsible for a marijuana grow site to the medical marijuana facility; 16 or]17 18 [(b) A medical marijuana facility to a registry identification cardholder or the designated primary caregiver of a registry identification cardholder.] 19 (1) The Oregon Health Authority shall establish by rule a system for registering medical 20marijuana facilities for the purpose of tracking and regulating the transfer of usable 2122marijuana and immature marijuana plants from medical marijuana facilities to registry 23identification cardholders and the designated primary caregivers of registry identification cardholders. 94 25(2) The registration system established under subsection (1) of this section must require an applicant for a medical marijuana facility to submit an application to the authority that includes: 2627(a) The name of the individual who owns the medical marijuana facility or, if a business entity owns the medical marijuana facility, each individual who has a financial interest in the 28medical marijuana facility; 2930 [(a)] (b) The name of the [person] individual or individuals responsible for the medical 31 marijuana facility, if different from the name of the individual who owns the medical marijuana facility; 32[(b)] (c) The address of the medical marijuana facility; 33 34 [(c)] (d) Proof that [the person] each individual responsible for the medical marijuana facility 35is a resident of [Oregon] this state; [(d)] (e) Documentation, as required by the authority by rule, that demonstrates the medical 36 37 marijuana facility meets the *qualifications* for a medical marijuana facility as described in **re**-38 quirements under subsection (3) of this section; and [(e)] (f) Any other information that the authority considers necessary. 39 (3) To qualify for registration under this section, a medical marijuana facility: 40 [(a) Must be located in an area that is zoned for commercial, industrial or mixed use or as agri-41 cultural land;] 42 (a) May not be located in an area that is zoned for residential use, if the medical 43 marijuana facility is located in an area that is under the jurisdiction of a city; 44 (b) May not be located at the same address as a marijuana grow site; 45



1 receive the usable marijuana or immature marijuana plants.]

2 [(b) A registered medical marijuana facility shall maintain:]

3 [(A) A copy of each authorization form described in paragraph (a) of this subsection; and]

4 [(B) Documentation of each transfer of usable marijuana or immature marijuana plants.]

5 (7) The individual or individuals responsible for a medical marijuana facility shall main-6 tain documentation of each transfer of usable marijuana and immature marijuana plants.

- [(7) A medical marijuana facility registered under this section may possess usable marijuana and
 immature marijuana plants in excess of the limits imposed on registry identification cardholders and
 designated primary caregivers under ORS 475.320.]
- 10 [(8)(a) A registered medical marijuana facility may not transfer any tetrahydrocannabinol-infused 11 product that is meant to be swallowed or inhaled, unless the product is packaged in child-resistant 12 safety packaging that meets standards established by the authority by rule.]
- [(b) A registered medical marijuana facility may not transfer any tetrahydrocannabinol-infused
 product that is manufactured or packaged in a manner that is attractive to minors, as determined by
 the authority by rule.]
- 16 [(9)] (8) The authority may inspect:
- 17 [(a) The premises of an applicant for a medical marijuana facility or a registered medical 18 marijuana facility to ensure compliance with the qualifications for a medical marijuana facility de-19 scribed in subsection (3) of this section; and]

(a) The premises of a proposed medical marijuana facility or a registered medical
 marijuana facility to ensure compliance with this section and sections 25 and 27 of this 2015
 Act and any rules adopted under this section or section 25 of this 2015 Act; and

- (b) The records of a registered medical marijuana facility to ensure compliance with subsection
 [(6)(b)] (7) of this section.
- [(10)(a) A registry identification cardholder or the designated primary caregiver of a registry identification cardholder may reimburse a medical marijuana facility registered under this section for the normal and customary costs of doing business, including costs related to transferring, handling, securing, insuring, testing, packaging and processing usable marijuana and immature marijuana plants and the cost of supplies, utilities and rent or mortgage.]
- 30 [(b) A medical marijuana facility may reimburse a person responsible for a marijuana grow site 31 under this section for the normal and customary costs of doing business, including costs related to 32 transferring, handling, securing, insuring, testing, packaging and processing usable marijuana and 33 immature marijuana plants and the cost of supplies, utilities and rent or mortgage.]
- [(11)] (9) Subject to the provisions of ORS chapter 183, the authority may revoke the registration of a medical marijuana facility [*registered under this section*] for failure to comply with ORS 475.300 to 475.346, rules adopted under ORS 475.300 to 475.346 or ordinances adopted pursuant to section 2, chapter 79, Oregon Laws 2014. [*The authority may release to the public a final order revoking a medical marijuana facility registration.*]
- 39

[(12)] (10) The authority shall adopt rules to implement this section, including rules that:

(a) Require a registered medical marijuana facility [registered under this section] to annually
 renew [that registration; and] the registration for that facility;

42 (b) Establish fees for registering and renewing registration for a medical marijuana facility
43 [under this section.];

44 (c) Require installation at each medical marijuana facility of a minimum security system
 45 that includes video surveillance, an alarm system and a safe;

1	(d) Require that usable marijuana and immature marijuana plants transferred by a
2	medical marijuana facility be tested to ensure the public health and safety; and
3	(e) Impose any other standard on the operation of a medical marijuana facility to ensure
4	the public health and safety.
5	
6	(Designation and Assignment of Responsibility)
7	
8	SECTION 18. Section 19 of this 2015 Act is added to and made a part of ORS 475.300 to
9	475.346.
10	SECTION 19. (1) An individual responsible for a medical marijuana facility registered
11	under ORS 475.314 may designate or assign that responsibility to another individual.
12	(2) If a designation or assignment is made under this section, the designee or assignee
13	must submit to the Oregon Health Authority proof that the designee or assignee meets the
14	requirements and restrictions set forth in ORS 475.314 (2)(d) and (4).
15	(3) The authority may prescribe the form and manner of making a submission under
16	subsection (2) of this section.
17	
18	(Secured Party)
19	
20	SECTION 20. Section 21 of this 2015 Act is added to and made a part of ORS 475.300 to
21	475.346.
22	SECTION 21. (1) In the event that a medical marijuana facility registered under ORS
23	475.314 is foreclosed or otherwise ceases operations as described in ORS chapter 79, a secured
24	party, as defined in ORS 79.0102, may continue operations at the medical marijuana facility
25	upon submitting to the Oregon Health Authority proof that the secured party or, if the se-
26	cured party is a business entity, any individual who has a financial interest in the secured
27	party, meets the requirements and restrictions set forth in ORS 475.314 (4).
28	(2) The authority may prescribe the form and manner of making a submission under this
29	section.
30	
31	(School Zone)
32	
33	SECTION 22. Section 23 of this 2015 Act is added to and made a part of ORS 475.300 to
34	475.346.
35	SECTION 23. If a school described in ORS 475.314 (3)(d) is established within 1,000 feet
36	of a medical marijuana facility registered under ORS 475.314, the medical marijuana facility
37	may remain at its current location unless the medical marijuana facility is removed from the
38	registry established under ORS 475.314.
39	
40	(Safety Standards)
41	
42	SECTION 24. Section 25 of this 2015 Act is added to and made a part of ORS 475.300 to
43	475.346.
44	SECTION 25. (1) A medical marijuana facility registered under ORS 475.314 may not
45	transfer a medical marijuana product to a registry identification cardholder or the desig-

1	nated primary caregiver of the registry identification cardholder if:
2	(a) The medical marijuana product is not packaged in child-resistant safety packaging
3	that meets standards established by the Oregon Health Authority;
4	(b) The medical marijuana product is manufactured or packaged in a manner that is at-
5	tractive to minors, as determined by the authority; or
6	(c) The medical marijuana product is marketed in a manner that is untruthful or mis-
7	leading or that otherwise creates a significant risk to the public health and safety, as de-
8	termined by the authority.
9	(2) If a registered medical marijuana facility processes marijuana into medical marijuana
10	products, the medical marijuana facility must meet any public health and safety standards
11	established by the authority by rule related to:
12	(a) Cannabinoid edibles, if the medical marijuana facility processes marijuana into
13	cannabinoid edibles;
14	(b) Cannabinoid extracts, if the medical marijuana facility processes marijuana into
15	cannabinoid extracts;
16	(c) Medical marijuana products described in ORS 475.302 (3)(b), if the medical marijuana
17	facility processes marijuana into medical marijuana products described in ORS 475.302 (3)(b);
18	or
19	(d) Any other type of medical marijuana product identified by the authority by rule, if
20	the medical marijuana facility processes that type of medical marijuana product.
20 21	(3) The authority shall adopt rules to implement this section.
21	(b) The authority shan adopt rules to implement this section.
23	(Testing)
	(Testing)
24	SECTION 26. Section 27 of this 2015 Act is added to and made a part of ORS 475.300 to
25 96	475.346.
26	
27	SECTION 27. Testing of usable marijuana and immature marijuana plants as required
28	under ORS 475.314 (10) must be conducted by a laboratory accredited under ORS 438.605 to
29	438.620.
30	
31	CONFIDENTIALITY
32	
33	SECTION 28. Section 29 of this 2015 Act is added to and made a part of ORS 475.300 to
34	
35	SECTION 29. (1) Any personally identifiable information, as defined in ORS 432.005, other
36	than a name submitted with an application under 475.314 or section 11 of this 2015 Act, that
37	the Oregon Health Authority collects and maintains for purposes of registering a marijuana
38	grow site under ORS 475.304, a marijuana processing site under section 11 of this 2015 Act
39	or a medical marijuana facility under ORS 475.314 is confidential and not subject to public
40	disclosure under ORS 192.410 to 192.505.
41	(2) Any record that the authority keeps or maintains for purposes related to the instal-
42	lation or maintenance of a security system by a registered medical marijuana facility is
43	confidential and not subject to public disclosure under ORS 192.410 to 192.505.
44	
45	EXEMPTIONS FROM CRIMINAL LIABILITY

1	AND AFFIRMATIVE DEFENSE
2	
$\frac{3}{4}$	SECTION 30. Section 31 of this 2015 Act is added to and made a part of ORS 475.300 to 475.346.
5	SECTION 31. Except as provided in ORS 475.316, a person engaged in or assisting in the
6	medical use of marijuana is exempt from the criminal laws of this state for possession, de-
7	livery or manufacture of marijuana, aiding and abetting another in the possession, delivery
8	or manufacture of marijuana or any other criminal offense in which possession, delivery or
9	manufacture of marijuana is an element if:
10	(1) The person holds a registry identification card.
11	(2) The person has applied for a registry identification card under ORS 475.309 and the
12	person has proof of written documentation described in ORS 475.309 (2)(a) and the date on
13	which the person submitted the application to the Oregon Health Authority. An exemption
14	under this subsection applies only until the authority approves or denies the application.
15	(3) The person is designated as a primary caregiver under ORS 475.312.
16	(4) The person is responsible for or is employed by a marijuana grow site registered un-
17	der ORS 475.304.
18	(5) The person is responsible for or is employed by a marijuana processing site registered
19	under section 11 of this 2015 Act.
20	(6) The person owns, is responsible for or is employed by a medical marijuana facility
21	registered under ORS 475.314.
22	(7) The person is authorized to conduct tests pursuant to section 27 of this 2015 Act.
23	SECTION 32. ORS 475.319 is amended to read:
24	475.319. (1) Except as provided in ORS 475.316 [and 475.342], [it is] a person has an affirmative
25	defense to a criminal charge of possession [or production], delivery or manufacture of marijuana,
26	or any other criminal offense in which possession [or production], delivery or manufacture of
27	marijuana is an element, [that] if the person charged with the offense [is a person who]:
28	(a) [Has been] Was diagnosed with a debilitating medical condition within 12 months [prior to
29	arrest and been] of the date on which the person was arrested and was advised by the person's
30	attending physician that the medical use of marijuana may mitigate the symptoms or effects of that
31	debilitating medical condition;
32	(b) Is engaged in the medical use of marijuana; and
33	(c) Possesses, delivers or [or produces] manufactures marijuana only in [amounts] quantities
34	permitted under ORS 475.320.
35	(2) [It is not necessary for a person asserting an affirmative defense pursuant to this section to have
36	received] A person does not need to have been issued a registry identification card [in order] to
37	assert the affirmative defense established in this section.
38	(3) [No] A person engaged in the medical use of marijuana who claims that marijuana provides
39	medically necessary benefits and who is charged with a crime pertaining to [such] the use of
40	marijuana [shall be] is not precluded from presenting a defense of choice of evils, as set forth in
41	ORS 161.200, or from presenting evidence supporting the necessity of marijuana for treatment of a
42	specific disease or medical condition, provided that [the amount of marijuana at issue is no greater
43	than permitted under ORS 475.320 and the patient]:
44	(a) The person possesses, delivers or manufactures marijuana only in quantities permit-
45	ted under ORS 475.320; and

[23]

(b) The person has taken a substantial step [to comply] toward complying with the provisions of ORS 475.300 to 475.346.

(4) [Anv] A defendant proposing to use the affirmative defense [provided for by] established in 3 this section in a criminal action shall, not less than five days before the trial of the cause, file and 4 serve upon the district attorney a written notice of the intention to [offer such a] assert the affir-5 mative defense [that]. The notice must specifically [states] state the reasons why the defendant is 6 entitled to assert the affirmative defense and the factual basis for [such] the affirmative defense. 7 If the defendant fails to file and serve [such] the notice, the defendant is not permitted to assert the 8 9 affirmative defense at the trial of the cause unless the court [for good cause] orders, for good cause, 10 otherwise.

11 SECTION 33. ORS 475.316 is amended to read:

12475.316. [(1) No person authorized to possess, deliver or produce marijuana for medical use pur-13 suant to ORS 475.300 to 475.346 shall be excepted from the criminal laws of this state or shall be deemed to have established an affirmative defense to criminal charges of which possession, delivery or 14 15 production of marijuana is an element if the person, in connection with the facts giving rise to such charges:] A person is not exempt from the criminal laws of this state for possession, delivery 16 17 or manufacture of marijuana, aiding and abetting another in the possession, delivery or 18 manufacture of marijuana or any other criminal offense in which possession, delivery or manufacture of marijuana is an element, and the person may not assert the affirmative de-19 20 fense established in ORS 475.319, if the person, in connection with conduct constituting an 21element of the offense:

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[(a)] (1) Drives under the influence of marijuana as provided in ORS 813.010;

[(b)] (2) Engages in the medical use of marijuana in a public place, as [that term is] defined in ORS 161.015, [or] in public view or in a correctional facility, as defined in ORS 162.135 (2), or **a** youth correction facility, as defined in ORS 162.135 (6);

[(c)] (3) Delivers marijuana to any individual who the person knows is not in possession of a registry identification card or to any individual or entity that the person knows has not been designated to receive marijuana or assigned a possessory interest in marijuana by an individual in possession of a registry identification card;

30 [(d) Delivers marijuana for consideration to any individual, even if the individual is in possession 31 of a registry identification card;]

32 [(e) Manufactures or produces marijuana at a place other than a marijuana grow site authorized 33 under ORS 475.304; or]

(4) Produces marijuana at an address other than an address identified on a registry
 identification card under ORS 475.309 (6)(a)(D) or (E); or

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[(f)] (5) [Manufactures or] Produces or processes marijuana at more than one address.

[(2) In addition to any other penalty allowed by law, a person who the Oregon Health Authority
finds has willfully violated the provisions of ORS 475.300 to 475.346, or rules adopted under ORS
475.300 to 475.346, may be precluded from obtaining or using a registry identification card for the
medical use of marijuana for a period of up to six months, at the discretion of the authority.]

42 CIVIL PENALTIES 43

44 SECTION 34. Section 35 is added to and made a part of ORS 475.300 to 475.346.

45 <u>SECTION 35.</u> (1) In addition to any other liability or penalty provided by law, the Oregon

1	Health Authority may impose for each violation of a provision of ORS 475.300 to 475.346 or for each violation of a mula adopted under a provision of ORS 475 200 to 475 246 a civil penalty.
2	for each violation of a rule adopted under a provision of ORS 475.300 to 475.346 a civil penalty that does not exceed \$5,000.
3	(2) The authority shall impose civil penalties under this section in the manner provided
4 5	by ORS 183.745.
6	(3) All moneys collected pursuant to this section shall be deposited in the Oregon Health
7	Authority Fund established under ORS 413.101 and are continuously appropriated to the au-
8	thority for the purpose of carrying out the duties, functions and powers of the authority
9	under ORS 475.300 to 475.346.
10	
11	EXEMPTION FROM CIVIL LIABILITY
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13	SECTION 36. Section 37 of this 2015 Act is added to and made a part of ORS 475.300 to
14	475.346.
15	SECTION 37. The Oregon Health Authority and the Oregon Liquor Control Commission,
16	and the officers, employees and agents of the authority and commission, are immune from
17	any cause of action for the performance of, or the failure to perform, duties required by ORS
18	475.300 to 475.346.
19	
20	OTHER AMENDMENTS
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22	SECTION 38. ORS 475.300 is amended to read:
23	475.300. The people of the state of Oregon [hereby] find that:
24	(1) Patients and doctors have found marijuana to be an effective treatment for suffering caused
25	by debilitating medical conditions[,] and, therefore, marijuana [should] must be treated like other
26	medicines;
27	(2) Oregonians suffering from debilitating medical conditions should be allowed to use [small
28	amounts of] marijuana without fear of civil or criminal penalties when [their doctors advise that such
29	use] a doctor advises that using marijuana may provide a medical benefit [to them] and when
30	other reasonable restrictions are met regarding that use;
31	(3) ORS 475.300 to 475.346 are intended to allow Oregonians with debilitating medical conditions
32	who may benefit from the medical use of marijuana to be able to [discuss freely with their] freely
33	discuss with doctors the possible risks and benefits of medical marijuana use and to have the ben-
34	efit of [their doctor's] professional medical advice; and
35	(4) ORS 475.300 to 475.346 are intended [to make only those changes to existing Oregon laws that
36	are necessary] to protect patients and [their] doctors from criminal and civil penalties[,] and are not
37	intended to change current civil and criminal laws governing the use of marijuana for nonmedical
38	purposes.
39	SECTION 39. ORS 475.303 is amended to read:
40	475.303. (1) There is [created] established within the Oregon Health Authority the Advisory
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	Committee on Medical Marijuana [in the Oregon Health Authority], consisting of 11 members ap-
42	pointed by the Director of the Oregon Health Authority.
42 43	pointed by the Director of the Oregon Health Authority.(2) The director shall appoint members of the committee from [persons who possess registry
42	pointed by the Director of the Oregon Health Authority.

1 thority under ORS 475.300 to 475.346 and who are advocates of the medical use of marijuana.

2 (3) The committee shall advise the director on the administrative aspects of [the Oregon Medical

3 Marijuana Program, review current and proposed administrative rules of the program and provide

4 annual input on the fee structure of the program.] ORS 475.300 to 475.346, including rules and fees

5 adopted under and proposed to be adopted under ORS 475.300 to 475.346.

6 (4) The committee shall meet at least four times per year, at times and places specified by the 7 director.

8 (5) The authority shall provide staff support to the committee.

9 (6) All agencies of state government, as defined in ORS 174.111, are directed to assist the com-10 mittee in the performance of its duties and, to the extent permitted by laws relating to 11 confidentiality, to furnish information and advice that the members of the committee consider nec-12 essary to perform their duties.

13 **SECTION 40.** ORS 475.323 is amended to read:

475.323. (1) [Possession of a registry identification card, designated primary caregiver identification 14 15 card pursuant to ORS 475.309 or proof of registration as a medical marijuana facility under ORS 16 475.314] Registration under ORS 475.300 to 475.346 or possession of proof of registration under ORS 475.300 to 475.346 does not [alone] constitute probable cause to search the person or property 17 18 of the [cardholder] registrant or otherwise subject the person or property of the [cardholder] reg-19 istrant to inspection by [any governmental] a government agency. However, the [Oregon Health 20 Authority may inspect a medical marijuana facility registered under ORS 475.314] Oregon Health Authority may inspect a marijuana grow site registered under ORS 475.304, a marijuana 2122processing site registered under section 11 of this 2015 Act or a medical marijuana facility 23registered under ORS 475.314 at any reasonable time to determine whether [the facility] the person responsible for the marijuana grow site, the person responsible for the marijuana pro-24 25cessing site or the medical marijuana facility is in compliance with ORS 475.300 to 475.346 and rules adopted under ORS 475.300 to 475.346. 26

27(2) Any property interest possessed, owned or used in connection with the medical use of marijuana or acts incidental to the medical use of marijuana that has been seized by state or local 28law enforcement officers may not be harmed, neglected, injured or destroyed while in the possession 2930 of [any] a law enforcement agency[.], except that a law enforcement agency has no responsibility 31 to maintain live marijuana plants lawfully seized. [No] Such property interest may not be forfeited under any provision of law providing for the forfeiture of property [other than as], except pursuant 32to a sentence imposed after conviction of a criminal offense. [Usable] Marijuana and equipment or 33 34 paraphernalia used to produce, process or administer marijuana that was seized by [any] a law 35enforcement [office] officer shall be returned immediately [upon a determination by] if the district attorney in whose county the property was seized, or the district attorney's designee, determines 36 37 that the person from whom the marijuana, equipment or paraphernalia [used to administer 38 marijuana] was seized is entitled to the protections [contained in] provided by ORS 475.300 to 475.346. The determination may be evidenced[, for example,] by a decision not to prosecute, the dis-39 40 missal of charges or acquittal.

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SECTION 41. ORS 475.326 is amended to read:

42 475.326. [No attending physician may be subjected to civil penalty or discipline by the Oregon
43 Medical Board for:] The Oregon Medical Board may not impose a civil penalty or take other
44 disciplinary action against an attending physician for:

45 (1) Advising a person [whom the attending physician has] diagnosed as having a debilitating

medical condition[, or a person who the attending physician knows has been so diagnosed] by the attending physician or another physician licensed under ORS chapter 677[,] about the risks and benefits [of] associated with the medical use of marijuana or that the medical use of marijuana may mitigate the symptoms or effects of the person's debilitating medical condition, provided that the advice is based on the attending physician's personal assessment of the person's medical history and current medical condition; or

7 (2) Providing the written documentation necessary for issuance or renewal of a registry iden-8 tification card under ORS 475.309[, *if*] or renewal of a registry identification card under ORS 9 **475.309**, provided that the documentation is based on the attending physician's personal assessment 10 of the [applicant's] person's medical history and current medical condition and the attending phy-11 sician has discussed with the person the potential [medical] risks and benefits [of] associated with 12 the medical use of marijuana [with the applicant].

13 **SECTION 42.** ORS 475.328 is amended to read:

475.328. (1) [No] A professional licensing board may **not** impose a civil penalty or take other disciplinary action against a licensee based on the licensee's medical use of marijuana [*in accordance with*] **under** the provisions of ORS 475.300 to 475.346 or actions taken by the licensee [*that are necessary to carry out the licensee's role as a designated primary caregiver to a person who possesses a lawful registry identification card*] **pursuant to the licensee's designation as a primary caregiver under ORS 475.312**.

(2)(a) A licensed health care professional may administer medical marijuana to a person who
possesses a registry identification card and resides in a licensed health care facility if the administration of pharmaceuticals is within the scope of practice of the licensed health care professional.
Administration of medical marijuana under this subsection may not take place in a public place as
defined in ORS 161.015 or in the presence of a person under 18 years of age. If the medical
marijuana administered under this subsection is smoked, adequate ventilation must be provided.

26 (b) Nothing in this subsection requires:

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27 (A) A licensed health care professional to administer medical marijuana; or

(B) A licensed health care facility to make accommodations for the administration of medicalmarijuana.

30 **SECTION 43.** ORS 475.331 is amended to read:

475.331. (1)(a) The Oregon Health Authority shall create and maintain a list of [the persons to whom the authority has issued registry identification cards, the names of any designated primary caregivers, the names of persons responsible for a medical marijuana facility registered under ORS 475.314, the addresses of authorized marijuana grow sites and the addresses of registered medical marijuana facilities.]:

36 (A) The names of persons to whom a registry identification card has been issued under
 37 ORS 475.309; and

(B) The names of persons designated as primary caregivers under ORS 475.312.

39 (b) Except as provided in subsection (2) of this section, the list shall be confidential and not
 40 subject to public disclosure.

41 [(b)] (c) The authority shall develop a system by which authorized employees of state and local
42 law enforcement agencies may verify [at all times] that:

(A) A person [is a lawful possessor of] lawfully possesses a registry identification card; or

(B) A person is the designated primary caregiver of a lawful possessor of a registry identification card[;].

[(C) A location is an authorized marijuana grow site;] 1 2 [(D) A location is a registered medical marijuana facility; or] [(E) A person is the person listed as the person responsible for a registered medical marijuana 3 facility.] 4 $\mathbf{5}$ (2) Names, addresses and other identifying information from the list established pursuant to subsection (1) of this section may be released to: 6 (a) Authorized employees of the authority as necessary to perform official duties of the author-7 ity. 8 9 (b) Authorized employees of state or local law enforcement agencies[,] who provide to the authority adequate identification, [such as a badge number or similar authentication of authority,] but 10 only as necessary to verify that: 11 (A) A person [is a lawful possessor of] lawfully possesses a registry identification card; or 1213 (B) A person is the designated primary caregiver of a lawful possessor of a registry identification card[:]. 14 15 [(C) A location is an authorized marijuana grow site;] [(D) A location is a registered medical marijuana facility; or] 16 [(E) A person is the person listed as the person responsible for a registered medical marijuana 17 facility.] 18 19 (3) Authorized employees of state or local law enforcement agencies [that] who obtain identifying information [from the list] as authorized [under] by this section may not release or use the in-20formation for any purpose other than [verification] to verify that: 21 22(a) A person [is a lawful possessor of] **lawfully possesses** a registry identification card; or 23(b) A person is the designated primary caregiver of a lawful possessor of a registry identification card[:]. 24 25[(c) A location is an authorized marijuana grow site;] [(d) A location is a registered medical marijuana facility; or] 2627[(e) A person is the person listed as the person responsible for a registered medical marijuana facility.] 28SECTION 44. ORS 475.334 is amended to read: 2930 475.334. Any person may [submit a] petition [to] the Oregon Health Authority [requesting] to 31 request that a [particular] disease or condition be included among the diseases and conditions that qualify as debilitating medical conditions under ORS [475.302] 475.300 to 475.346. The authority 32shall adopt rules establishing [the manner in which the authority will evaluate petitions submitted 33 34 under this section] the procedure for filing a petition under this section and the manner by which the authority evaluates a request made under this section. [Any] Rules adopted [pursuant 35to] **under** this section [shall] **must** require the authority to approve or deny a petition within 180 36 37 days of [receipt of] receiving the petition [by the authority]. Denial of a petition [shall be 38 considered] is a final [authority] agency action subject to judicial review. SECTION 45. ORS 475.338 is amended to read: 39 40 475.338. The Oregon Health Authority shall adopt [all] rules necessary for the implementation and administration of ORS 475.300 to 475.346. 41 SECTION 46. ORS 475.340 is amended to read: 42 475.340. Nothing in ORS 475.300 to 475.346 [shall be construed to require] requires: 43 (1) A government medical assistance program or private health insurer to reimburse a person 44 for costs associated with the medical use of marijuana; or 45

1 (2) An employer to accommodate the medical use of marijuana in [any] **the** workplace.

2 **SECTION 47.** ORS 475.342 is amended to read:

3 475.342. [Nothing in] The provisions of ORS 475.300 to 475.346 [shall protect] do not protect

4 a person from a criminal cause of action based on possession, [production, or], delivery or manu-

5 facture of marijuana that is not [authorized by] described in ORS 475.300 to 475.346.

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SECTION 48. Section 2, chapter 79, Oregon Laws 2014, is amended to read:

Sec. 2. Notwithstanding ORS 633.738, the governing body of a city or county may adopt ordinances that impose reasonable regulations on the operation of medical marijuana facilities registered, or applying for registration, under ORS 475.314 that are located in the area subject to the jurisdiction of the city or county. For purposes of this section, "reasonable regulations" includes reasonable limitations on the hours during which a medical marijuana facility may be operated, reasonable limitations on where a medical marijuana facility may be located within a zone described in ORS 475.314 (3)(a) and reasonable conditions on the manner in which a medical marijuana facility may [dispense medical marijuana] transfer usable marijuana and immeture marijuana plants

14 may [dispense medical marijuana] transfer usable marijuana and immature marijuana plants.

CONFORMING AMENDMENTS

1718 SECTION 49. ORS 181.534 is amended to read:

19 181.534. (1) As used in this section:

(a) "Authorized agency" means state government as defined in ORS 174.111 and the Oregon
State Bar. "Authorized agency" does not include:

(A) The Oregon State Lottery Commission or the Oregon State Lottery; or

(B) A criminal justice agency, as defined in ORS 181.010, that is authorized by federal law to
 receive fingerprint-based criminal records checks from the Federal Bureau of Investigation.

(b) "Subject individual" means a person from whom an authorized agency may require fingerprints pursuant to statute for the purpose of enabling the authorized agency to request a state or nationwide criminal records check.

(2) An authorized agency may request that the Department of State Police conduct a criminal
records check on a subject individual for non-criminal justice purposes. If a nationwide criminal
records check of a subject individual is necessary, the authorized agency may request that the Department of State Police conduct the check, including fingerprint identification, through the Federal
Bureau of Investigation.

(3) The Department of State Police shall provide the results of a criminal records check con ducted pursuant to subsection (2) of this section to the authorized agency requesting the check.

(4) The Federal Bureau of Investigation shall return or destroy the fingerprint cards used to conduct the criminal records check and may not keep any record of the fingerprints. If the federal bureau policy authorizing return or destruction of the fingerprint cards is changed, the Department of State Police shall cease to send the cards to the federal bureau but shall continue to process the information through other available resources.

(5) If the Federal Bureau of Investigation returns the fingerprint cards to the Department of
State Police, the department shall destroy the fingerprint cards and shall retain no facsimiles or
other material from which a fingerprint can be reproduced.

(6) If only a state criminal records check is conducted, the Department of State Police shall
destroy the fingerprint cards after the criminal records check is completed and the results of the
criminal records check provided to the authorized agency and shall retain no facsimiles or other

1 material from which a fingerprint can be reproduced.

2 (7) An authorized agency may conduct criminal records checks on subject individuals through 3 the Law Enforcement Data System maintained by the Department of State Police in accordance with 4 rules adopted, and procedures established, by the Department of State Police.

5 (8) An authorized agency and the Department of State Police shall permit a subject individual 6 for whom a fingerprint-based criminal records check was conducted to inspect the individual's own 7 state and national criminal offender records and, if requested by the subject individual, provide the 8 individual with a copy of the individual's own state and national criminal offender records.

9 (9) Each authorized agency, in consultation with the Department of State Police, shall adopt 10 rules to implement this section and other statutes relating to criminal offender information obtained 11 through fingerprint-based criminal records checks. The rules shall include but need not be limited 12 to:

(a) Identifying applicable categories of subject individuals as specified by the Oregon Depart ment of Administrative Services under ORS 181.547 who are subject to criminal records checks by
 the authorized agency.

(b) Identifying applicable information that may be required from a subject individual to permit
 a criminal records check as specified by the Oregon Department of Administrative Services under
 ORS 181.547.

19 (c) Specifying which programs or services are subject to this section.

20 (d) If the authorized agency uses criminal records checks for agency employment purposes:

(A) Determining when and under what conditions a subject individual may be hired on a pre liminary basis pending a criminal records check; and

(B) Defining the conditions under which a subject individual may participate in training, orien tation and work activities pending completion of a criminal records check.

(e) Establishing fees in an amount not to exceed the actual cost of acquiring and furnishingcriminal offender information.

(10) The Department of State Police shall verify that an authorized agency has adopted the rules
 required by subsection (9) of this section.

(11)(a) Except as otherwise provided in ORS 181.612, 342.143, 342.223, 443.735 and [475.304] 2930 475.300 to 475.346 and paragraph (b) of this subsection, an authorized agency, using the rules 31 adopted by the authorized agency under subsection (9) of this section and the rules adopted by the Oregon Department of Administrative Services under ORS 181.547, shall determine whether a sub-32ject individual is fit to hold a position, provide services, be employed or be granted a license, cer-33 34 tification, registration or permit, based on the criminal records check obtained pursuant to this 35section, on any false statements made by the individual regarding the criminal history of the individual and on any refusal to submit or consent to a criminal records check including fingerprint 36 37 identification. If a subject individual is determined to be unfit, then the individual may not hold the 38 position, provide services, be employed or be granted a license, certification, registration or permit.

(b) An individual prohibited from receiving public funds for employment under ORS 443.004 (3)
is not entitled to a determination of fitness as a subject individual under paragraph (a) of this subsection.

42 (c)(A) Subject to subparagraph (B) of this paragraph, an authorized agency making a fitness de-43 termination of an individual under this subsection may request results of a previously made fitness 44 determination from an authorized agency that has already made a fitness determination for the in-45 dividual. An authorized agency that receives a request under this paragraph shall provide the re-46 dividual. 1 quested information.

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2 (B) An authorized agency may make a request under this paragraph only for individuals:

3 (i) Who are applying to hold a position, provide services, be employed or be granted a license,

4 certification, registration or permit;

5 (ii) Who are in a category of individuals as specified by the Oregon Department of Administra6 tive Services under ORS 181.547; and

(iii) For whom a fitness determination has already been made.

8 (12) Except as otherwise provided in ORS 181.612, in making the fitness determination under
9 subsection (11) of this section, the authorized agency shall consider:

10 (a) The nature of the crime;

(b) The facts that support the conviction or pending indictment or that indicate the making ofthe false statement;

(c) The relevancy, if any, of the crime or the false statement to the specific requirements of the
 subject individual's present or proposed position, services, employment, license, certification or reg istration; and

(d) Intervening circumstances relevant to the responsibilities and circumstances of the position,
 services, employment, license, certification, registration or permit. Intervening circumstances in clude but are not limited to:

19 (A) The passage of time since the commission of the crime;

20 (B) The age of the subject individual at the time of the crime;

21 (C) The likelihood of a repetition of offenses or of the commission of another crime;

22 (D) The subsequent commission of another relevant crime;

23 (E) Whether the conviction was set aside and the legal effect of setting aside the conviction; and

24 (F) A recommendation of an employer.

(13) An authorized agency and an employee of an authorized agency acting within the course 25and scope of employment are immune from any civil liability that might otherwise be incurred or 2627imposed for determining, pursuant to subsection (11) of this section, that a subject individual is fit or not fit to hold a position, provide services, be employed or be granted a license, certification, 28registration or permit. An authorized agency and an employee of an authorized agency acting within 2930 the course and scope of employment who in good faith comply with this section are not liable for 31 employment-related decisions based on determinations made under subsection (11) of this section. An authorized agency or an employee of an authorized agency acting within the course and scope 32of employment is not liable for defamation or invasion of privacy in connection with the lawful dis-33 34 semination of information lawfully obtained under this section.

35(14)(a) Each authorized agency shall establish by rule a contested case process by which a subject individual may appeal the determination that the individual is fit or not fit to hold a position, 36 37 provide services, be employed or be granted a license, certification, registration or permit on the 38 basis of information obtained as the result of a criminal records check conducted pursuant to this section. Challenges to the accuracy or completeness of information provided by the Department of 39 State Police, the Federal Bureau of Investigation and agencies reporting information to the De-40 partment of State Police or Federal Bureau of Investigation must be made through the Department 41 of State Police, Federal Bureau of Investigation or reporting agency and not through the contested 42 case process required by this paragraph. 43

(b) A subject individual who is employed by an authorized agency and who is determined not to
 be fit for a position on the basis of information obtained as the result of a criminal records check

1 conducted pursuant to this section may appeal the determination through the contested case process

2 adopted under this subsection or applicable personnel rules, policies and collective bargaining pro-3 visions. An individual's decision to appeal a determination through personnel rules, policies and 4 collective bargaining provisions is an election of remedies as to the rights of the individual with 5 respect to the fitness determination and is a waiver of the contested case process.

6 (c) An individual prohibited from receiving public funds for employment under ORS 443.004 (3) 7 is not entitled to appeal a determination under paragraph (a) or (b) of this subsection.

8 (15) Criminal offender information is confidential. Authorized agencies and the Department of 9 State Police shall adopt rules to restrict dissemination of information received under this section to 10 persons with a demonstrated and legitimate need to know the information.

(16) If a subject individual refuses to consent to the criminal records check or refuses to be fingerprinted, the authorized agency shall deny the employment of the individual, or revoke or deny any applicable position, authority to provide services, license, certification, registration or permit.

(17) If an authorized agency requires a criminal records check of employees, prospective employees, contractors, vendors or volunteers or applicants for a license, certification, registration or permit, the application forms of the authorized agency must contain a notice that the person is subject to fingerprinting and a criminal records check.

18 **SECTION 50.** ORS 181.537 is amended to read:

19 181.537. (1) As used in this section:

(a) "Care" means the provision of care, treatment, education, training, instruction, supervision,
 placement services, recreation or support to children, the elderly or persons with disabilities.

(b) "Native American tribe" has the meaning given that term in ORS 181.538 (4).

(c) "Qualified entity" means a community mental health program, a community developmental
disabilities program, a local health department, the government of a Native American tribe or an
agency of a Native American tribe responsible for child welfare or an individual or business or organization, whether public, private, for-profit, nonprofit or voluntary, that provides care, including
a business or organization that licenses, certifies or registers others to provide care.

(2) For the purpose of requesting a state or nationwide criminal records check under ORS
181.534, the Department of Human Services, the Oregon Health Authority and the Employment Department may require the fingerprints of a person:

(a) Who is employed by or is applying for employment with either department or the authority;
(b) Who provides or seeks to provide services to either department or the authority as a con-

33 tractor, subcontractor, vendor or volunteer who:

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(A) May have contact with recipients of care;

(B) Has access to personal information about employees of either department or the authority,
recipients of care from either department or the authority or members of the public, including Social
Security numbers, dates of birth, driver license numbers, medical information, personal financial information or criminal background information;

(C) Has access to information the disclosure of which is prohibited by state or federal laws,
rules or regulations, or information that is defined as confidential under state or federal laws, rules
or regulations;

42 (D) Has access to property held in trust or to private property in the temporary custody of the 43 state;

44 (E) Has payroll or fiscal functions or responsibility for:

45 (i) Receiving, receipting or depositing money or negotiable instruments;

1 (ii) Billing, collections, setting up financial accounts or other financial transactions; or

2 (iii) Purchasing or selling property;

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3 (F) Provides security, design or construction services for government buildings, grounds or fa-4 cilities;

(G) Has access to critical infrastructure or secure facilities information; or

6 (H) Is providing information technology services and has control over or access to information 7 technology systems;

8 (c) For the purposes of licensing, certifying, registering or otherwise regulating or administering
9 programs, persons or qualified entities that provide care;

(d) For the purposes of employment decisions by or for qualified entities that are regulated or
otherwise subject to oversight by the Department of Human Services or the Oregon Health Authority and that provide care;

(e) For the purposes of employment decisions made by a mass transit district or transportation district for qualified entities that, under contracts with the district or the Oregon Health Authority, employ persons to operate motor vehicles for the transportation of medical assistance program clients; or

(f) For the purposes of licensure, certification or registration of foster homes by the governmentof a Native American tribe or an agency of a Native American tribe responsible for child welfare.

(3) The Department of Human Services and the Oregon Health Authority may conduct criminal records checks on a person through the Law Enforcement Data System maintained by the Department of State Police, if deemed necessary by the Department of Human Services or the Oregon Health Authority to protect children, elderly persons, persons with disabilities or other vulnerable persons.

(4) The Department of Human Services and the Oregon Health Authority may furnish to qualified entities, in accordance with the rules of the Department of Human Services or the Oregon Health Authority and the rules of the Department of State Police, information received from the Law Enforcement Data System. However, any criminal offender records and information furnished to the Department of Human Services or the Oregon Health Authority by the Federal Bureau of Investigation through the Department of State Police may not be disseminated to qualified entities.

30 (5)(a) Except as otherwise provided in ORS 443.735 and [475.304] 475.300 to 475.346, a qualified 31 entity, using rules adopted by the Department of Human Services or the Oregon Health Authority under ORS 181.534 (9) and rules adopted by the Oregon Department of Administrative Services un-32der ORS 181.547, shall determine under this section whether a person is fit to hold a position, pro-33 34 vide services, be employed or, if the qualified entity has authority to make such a determination, be licensed, certified or registered, based on the criminal records check obtained pursuant to ORS 3536 181.534, any false statements made by the person regarding the criminal history of the person and 37 any refusal to submit or consent to a criminal records check including fingerprint identification. If 38 a person is determined to be unfit, then that person may not hold the position, provide services or 39 be employed, licensed, certified or registered.

40 (b) A person prohibited from receiving public funds for employment under ORS 443.004 (3) is not
41 entitled to a determination of fitness under paragraph (a) of this subsection.

42 (6) In making the fitness determination under subsection (5) of this section, the qualified entity43 shall consider:

44 (a) The nature of the crime;

45 (b) The facts that support the conviction or pending indictment or indicate the making of the

1 false statement;

2 (c) The relevancy, if any, of the crime or the false statement to the specific requirements of the person's present or proposed position, services, employment, license, certification or registration; 3 4 and

 $\mathbf{5}$ (d) Intervening circumstances relevant to the responsibilities and circumstances of the position, services, employment, license, certification or registration. Intervening circumstances include but 6 are not limited to the passage of time since the commission of the crime, the age of the person at 7 8 the time of the crime, the likelihood of a repetition of offenses, the subsequent commission of an-9 other relevant crime and a recommendation of an employer.

(7) The Department of Human Services, the Oregon Health Authority and the Employment De-10 partment may make fitness determinations based on criminal offender records and information fur-11 12 nished by the Federal Bureau of Investigation through the Department of State Police only as described in ORS 181.534. 13

(8) A qualified entity and an employee of a qualified entity acting within the course and scope 14 15 of employment are immune from any civil liability that might otherwise be incurred or imposed for 16 determining pursuant to subsection (5) of this section that a person is fit or not fit to hold a position, provide services or be employed, licensed, certified or registered. A qualified entity, employee of a 17 18 qualified entity acting within the course and scope of employment and an employer or employer's 19 agent who in good faith comply with this section and the decision of the qualified entity or employee 20of the qualified entity acting within the course and scope of employment are not liable for the failure to hire a prospective employee or the decision to discharge an employee on the basis of the 2122qualified entity's decision. An employee of the state acting within the course and scope of employ-23ment is not liable for defamation or invasion of privacy in connection with the lawful dissemination of information lawfully obtained under this section. 24

25(9) The Department of Human Services and the Oregon Health Authority, subject to rules adopted by the Oregon Department of Administrative Services under ORS 181.547, shall develop 2627systems that maintain information regarding criminal records checks in order to minimize the administrative burden imposed by this section and ORS 181.534. Records maintained under this sub-28 section are confidential and may not be disseminated except for the purposes of this section and in 2930 accordance with the rules of the Department of Human Services, the Oregon Health Authority and 31 the Department of State Police. Nothing in this subsection permits the Department of Human Services to retain fingerprint cards obtained pursuant to this section. 32

(10) In addition to the rules required by ORS 181.534, the Department of Human Services and 33 34 the Oregon Health Authority, in consultation with the Department of State Police, shall adopt rules: 35

(a) Specifying which qualified entities are subject to this section;

36

(b) Specifying which qualified entities may request criminal offender information;

37 (c) Specifying which qualified entities are responsible for deciding, subject to rules adopted by 38 the Oregon Department of Administrative Services under ORS 181.547, whether a subject individual is not fit for a position, service, license, certification, registration or employment; and 39

(d) Specifying when a qualified entity, in lieu of conducting a completely new criminal records 40 check, may proceed to make a fitness determination under subsection (5) of this section using the 41 information maintained by the Department of Human Services and the Oregon Health Authority 42 pursuant to subsection (9) of this section. 43

(11) If a person refuses to consent to the criminal records check or refuses to be fingerprinted, 44 the qualified entity shall deny or terminate the employment of the person, or revoke or deny any 45

1	applicable position, authority to provide services, employment, license, certification or registration.
2	(12) If the qualified entity requires a criminal records check of employees or other persons, the
3	application forms of the qualified entity must contain a notice that employment is subject to fin-
4	gerprinting and a criminal records check.
5	
6	REPEALS
7	SECTION 51 ODS 475 224 is repealed
8	<u>SECTION 51.</u> ORS 475.324 is repealed.
9 10	OPERATIVE DATES
11	
12	SECTION 52. (1) Sections 4, 6 to 14, 18 to 31 and 34 to 37, the amendments to statutes
13	and session law by sections 1 to 3, 5, 15 to 17, 32, 33 and 38 to 50 of this 2015 Act and the
14	repeal of ORS 475.324 by section 51 of this 2015 Act become operative on March 1, 2016.
15	(2) The Oregon Health Authority and the Oregon Liquor Control Commission may take
16	any action before the operative date specified in subsection (1) of this section that is neces-
17	sary to enable the authority and the commission to exercise, on and after the operative date
18	specified in subsection (1) of this section, all the duties, powers and functions conferred on
19	the authority and the commission by sections 4, 6 to 14, 18 to 31 and 34 to 37 and the
20	amendments to statutes and session law by sections 1 to 3, 5, 15 to 17, 32, 33 and 38 to 50
21	of this 2015 Act.
22	
23	UNIT CAPTIONS
24	
25	SECTION 53. The unit captions used in this 2015 Act are provided only for the conven-
26	ience of the reader and do not become part of the statutory law of this state or express any
27	legislative intent in the enactment of this 2015 Act.
28	
29	EMERGENCY CLAUSE
30	
31	SECTION 54. This 2015 Act being necessary for the immediate preservation of the public
32	peace, health and safety, an emergency is declared to exist, and this 2015 Act takes effect

33 on its passage.

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