SB 844-2 (LC 3926) 4/6/15 (MBM/ps)

PROPOSED AMENDMENTS TO SENATE BILL 844

In line 2 of the printed bill, after the semicolon delete the rest of the line and insert "and declaring an emergency.".

3 Delete lines 4 through 14 and insert:

4 "SECTION 1. As used in sections 1 to 11 of this 2015 Act:

"(1) 'Cannabinoid edible' means food or potable liquid into which a
cannabinoid extract or the dried leaves or flowers of marijuana have
been incorporated.

"(2) 'Cannabinoid extract' means a product containing cannabinoids
that have been separated from marijuana by chemical or mechanical
processes.

"(3)(a) 'Marijuana' means the plant Cannabis family Cannabaceae,
 any part of the plant 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.

"(4)(a) 'Marijuana product' means a cannabinoid edible, a
 cannabinoid extract or any other product into which cannabinoids or
 the dried leaves or flowers of marijuana have been incorporated.

"(b) 'Marijuana product' does not include industrial hemp, as de fined in ORS 571.300.

"(5) 'Processing' means the conversion of marijuana into marijuana
 products.

"(6) 'Production' means planting, cultivating, growing, trimming
 and harvesting marijuana and drying marijuana leaves and flowers.

"(7) 'Usable marijuana' means the dried leaves and flowers of marijuana and any mixture or preparation of the dried leaves and flowers of marijuana, including any marijuana product, that is appropriate for use as allowed in ORS 475.300 to 475.346 or sections 3 to 70, chapter 1, Oregon Laws 2015.

8 "SECTION 2. (1) Sections 1 to 11 of this 2015 Act and rules adopted 9 under sections 1 to 11 of this 2015 Act shall serve as the basis for es-10 tablishing the minimum standards for testing usable marijuana in this 11 state as required under ORS 475.300 to 475.346 and section 50, chapter 12 1, Oregon Laws 2015.

"(2) Sections 1 to 11 of this 2015 Act do not prevent the Oregon Health Authority or the Oregon Liquor Control Commission from establishing additional minimum standards for testing usable marijuana, or from establishing minimum standards for producing or processing marijuana or usable marijuana, if the authority or commission is otherwise authorized under the laws of this state to establish those standards.

"SECTION 3. The Oregon Health Authority shall require all usable 20marijuana transferred by a person registered under ORS 475.314, and 21the Oregon Liquor Control Commission shall require all usable 22marijuana sold by a marijuana retailer that holds a license under 23section 22, chapter 1, Oregon Laws 2015, to have been tested to ensure 24the public health and safety. Testing of usable marijuana as required 25by this section must be conducted by a laboratory licensed by the 26commission under section 4 of this 2015 Act and accredited as de-27scribed in section 5 of this 2015 Act. 28

"<u>SECTION 4.</u> (1) A laboratory that conducts testing of usable
 marijuana as required by section 3 of this 2015 Act must have a license

1 to operate at the premises at which the usable marijuana is tested.

"(2) For purposes of this section, the commission shall adopt rules
establishing:

4 "(a) Qualifications to be licensed under this section, including that
5 an applicant for licensure under this section must be accredited as
6 described in section 5 of this 2015 Act;

7 "(b) Processes for applying for and renewing a license under this
8 section; and

9 "(c) Fees for applying for, receiving and renewing a license under
10 this section.

11 "(3) A license issued under this section must be renewed annually.

"(4) Fees adopted under subsection (2)(c) of this section must be
 reasonably calculated to pay the expenses incurred by the commission
 under sections 1 to 11 of this 2015 Act.

"(5) Fee moneys collected under this section shall be deposited in
 the Marijuana Testing Fund established under section 11 of this 2015
 Act.

18 "<u>SECTION 5.</u> (1) A laboratory that conducts testing of usable 19 marijuana as required by section 3 of this 2015 Act must be accredited 20 under ORS 438.605 to 438.620 and meet other qualifications as estab-21 lished by the Oregon Health Authority under this section.

"(2) In addition to other qualifications required pursuant to ORS
438.605 to 438.620, the authority shall require an applicant for accreditation under ORS 438.605 to 438.620 for purposes related to the testing
of usable marijuana to:

26 **"(a) Complete an online application;**

27 **"(b) Undergo an onsite inspection;**

"(c) Meet applicable requirements, specifications and guidelines for
 testing usable marijuana as established by the International Organ ization for Standardization, or its successor organization;

"(d) Meet applicable requirements, specifications and guidelines for
 testing usable marijuana as established by the National Environmental
 Laboratory Accreditation Conference, or its successor organization;
 and

"(e) Meet other applicable requirements, specifications and guidelines for testing usable marijuana, as determined to be appropriate by
the authority.

8 "(3) In establishing fees under ORS 438.620 for laboratories that test 9 usable marijuana, the authority shall establish fees that are reason-10 ably calculated to pay the expenses incurred by the authority under 11 this section and ORS 438.605 to 439.620 in accrediting laboratories that 12 test usable marijuana.

13 "<u>SECTION 6.</u> (1) The Oregon Liquor Control Commission, in con-14 sultation with the Oregon Health Authority and the State Department 15 of Agriculture, shall adopt rules establishing minimum standards for 16 testing usable marijuana. At a minimum, rules adopted under this 17 section shall:

"(a) Establish procedures for tracking usable marijuana to be
 tested;

"(b) Establish procedures and standards for testing the dried leaves
 and flowers of marijuana, cannabinoid edibles, cannabinoid extracts
 and other marijuana products, as determined necessary by the com mission, for potency, pesticides and mycotoxins;

"(c) Establish procedures and standards for testing the dried leaves
 and flowers of marijuana for aspergillus;

"(d) Establish procedures and standards for testing cannabinoid
 edibles, cannabinoid extracts and other marijuana products, as deter mined necessary by the commission, for residual solvents;

"(e) Require cannabinoid edibles to be tested in accordance with any
 applicable law of this state, or any applicable rule adopted under a law

1 of this state, related to the production and processing of food products

2 or commodities;

3 "(f) Establish procedures for reporting test results;

4 "(g) Establish requirements for documenting and keeping test re5 sults;

6 "(h) Requirements for disposing of samples of usable marijuana 7 that have been tested.

"(2) The commission may establish additional procedures and standards for testing usable marijuana for additional toxins or substances
as the commission determines is necessary to protect the public health
and safety.

"(3) In adopting rules under subsections (1) and (2) of this section,
 the commission:

"(a) May establish different minimum standards for different vari eties of marijuana or for different types of marijuana products;

"(b) May establish different procedures and standards for persons
 registered under ORS 475.300 to 475.346 and persons licensed under
 sections 3 to 70, chapter 1, Oregon Laws 2015;

"(c) Shall consider the cost of a potential procedure and the feasibility that a person registered under ORS 475.300 to 475.346 or a persons
licensed under sections 3 to 70, chapter 1, Oregon Laws 2015, will be
able to pay for the procedure; and

"(d) May not adopt rules that are more constrictive than is necessary to protect the public health and safety.

25 "<u>SECTION 7.</u> Sections 1 to 11 of this 2015 Act do not apply to a 26 person responsible for a marijuana grow site under ORS 475.304 who 27 transfers marijuana or usable marijuana to a person who holds a reg-28 istry identification card issued under ORS 475.309 or a person who has 29 been designated as a registry identification cardholder's primary 30 caregiver under ORS 475.312. "SECTION 8. (1) The Oregon Liquor Control Commission may in spect premises licensed under section 4 of this 2015 Act to ensure
 compliance with sections 1 to 11 of this 2015 Act and rules adopted
 under sections 1 to 11 of this 2015 Act.

"(2) The state police, sheriffs and other police officers within this $\mathbf{5}$ state shall assist the commission in enforcing sections 1 to 11 of this 6 2015 Act and rules adopted under sections 1 to 11 of this 2015 Act. A 7 member of the state police, a sheriff or any other police officer who 8 has notice, knowledge or reasonable ground of suspicion of a violation 9 of a provision of sections 1 to 11 of this 2015 Act or of a rule adopted 10 under sections 1 to 11 of this 2015 Act shall immediately notify the 11 district attorney of the county in which the violation occurred and 12furnish the district attorney with all information related to the vio-13 lation, including the name and address of any witness to the violation. 14 "SECTION 9. Subject to the provisions of ORS chapter 183, the 15commission may refuse to issue or renew, or may suspend or revoke, 16 a license issued under section 4 of this 2015 Act, for violation of: 17

"(1) A provision of sections 1 to 11 of this 2015 Act or a rule adopted
under sections 1 to 11 of this 2015 Act;

"(2) A provision of ORS 475.300 to 475.346 or a rule adopted under
 ORS 475.300 to 475.346; or

"(3) A provision of sections 3 to 70, chapter 1, Oregon Laws 2015,
or a rule adopted under a provision of sections 3 to 70, chapter 1,
Oregon Laws 2015.

²⁵ "<u>SECTION 10.</u> In addition to any other liability or penalty provided ²⁶ by law, the Oregon Liquor Control Commission may impose for each ²⁷ violation of a provision of sections 1 to 11 of this 2015 Act, or a rule ²⁸ adopted under a provision of sections 1 to 11, a civil penalty that does ²⁹ not exceed \$5,000 for each day that the violation occurs. The commis-³⁰ sion shall impose civil penalties under this section in the manner provided by ORS 183.745. Moneys collected under this section shall be
 deposited in the Marijuana Testing Fund established under section 11
 of this 2015 Act.

"SECTION 11. The Marijuana Testing Fund is established in the 4 State Treasury, separate and distinct from the General Fund. The $\mathbf{5}$ Marijuana Testing Fund shall consist of all moneys collected by the 6 **Oregon Liquor Control Commission under sections 4 and 10 of this 2015** 7 Act. Interest earned by the Marijuana Testing Fund shall be credited 8 to the fund. Moneys in the Marijuana Testing Fund are continuously 9 appropriated to the commission to administer and enforce sections 1 10 to 11 of this 2015 Act.". 11

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