HB 2098-A9 (LC 558) 4/24/19 (SCT/ps)

Requested by SENATE COMMITTEE ON BUSINESS AND GENERAL GOVERNMENT

PROPOSED AMENDMENTS TO A-ENGROSSED HOUSE BILL 2098

1 On page 6 of the printed A-engrossed bill, delete lines 14 through 27 and 2 insert:

³ **"SECTION 5.** ORS 475B.074 is amended to read:

"475B.074. (1) The requirement under ORS 475B.063 to obtain a land use
compatibility statement as a condition of receiving a license under ORS
475B.070 does not apply to an applicant if:

"[(1)] (a) The applicant is applying for a license at an address where a
marijuana grow site registered under ORS 475B.810 is located;

9 "[(2)] (b) The address is outside of city limits;

"[(3)] (c) At least one person responsible for a marijuana grow site located at the address first registered with the Oregon Health Authority under ORS 475B.810 before January 1, 2015, and is registered with the authority under ORS 475B.810 on the date on which the applicant submitted the application for a license under ORS 475B.070;

"[(4)] (d) Each person responsible for a marijuana grow site located at the address first registered with the [Oregon Health] authority under ORS 475B.810 before February 1, 2016, and is registered with the authority under ORS 475B.810 on the date on which the applicant submitted the application for a license under ORS 475B.070; and

20 "[(5)] (e) The applicant is applying for a mature marijuana plant grow 21 canopy of: "[(a)] (A) 5,000 square feet or less, if the marijuana is produced outdoors;
or

"[(b)] (B) 1,250 square feet or less, if the marijuana is produced indoors.
"(2) For purposes of this section, an applicant for a license under
ORS 475B.070 is not required to demonstrate that:

6 "(a) At least one person responsible for a marijuana grow site lo-7 cated at the address for which the applicant is applying for a license 8 has been continuously registered with the authority under ORS 9 475B.810 between January 1, 2015, and the date on which the applicant 10 applies for a license under ORS 475B.070; or

11 "(b) Each person responsible for a marijuana grow site located at 12 the address for which the applicant is applying for a license has been 13 continuously registered with the authority under ORS 475B.810 be-14 tween February 1, 2016, and the date on which the applicant applies for 15 a license under ORS 475B.070.".

16 On page 7, delete lines 3 through 11 and insert:

¹⁷ "SECTION 7. ORS 475B.186 is amended to read:

"475B.186. (1) As used in this section, 'unapproved interest' means
a financial or other ownership interest in a marijuana-related entity
if that interest is not named on a license issued by the Oregon Liquor
Control Commission and is not otherwise approved by the commission.
"[(1)] (2) The Legislative Assembly finds and declares that the unregulated commerce of marijuana items constitutes a serious danger to public
health and safety.

"(3)(a) A person may not produce, process, transport, deliver or sell
a marijuana item unless the person holds a valid license issued under
ORS 475B.010 to 475B.545 or a registration issued under ORS 475B.785
to 475B.949 or is exempted under ORS 475B.301.

"(b) A licensee is engaged in the unregulated commerce of
 marijuana items if the licensee allows a person who does not hold a

license issued under ORS 475B.010 to 475B.545 or 475B.560 to engage in
 an activity that requires a license issued under ORS 475B.010 to
 475B.545 or 475B.560.

"[(2)] (4) In addition to any other disciplinary action available to the
[Oregon Liquor Control] commission under ORS 475B.010 to 475B.545 or
475B.550 to 475B.590, the commission may immediately:

"(a) Restrict, suspend or refuse to renew a license issued under ORS
475B.010 to 475B.545 or 475B.560 if circumstances create probable cause for
the commission to conclude that a licensee has:

"(A) Purchased or received a marijuana item from an unlicensed source
[or that a licensee has];

"(B) Sold, stored or transferred a marijuana item in a manner that is not
 permitted by the licensee's license[.]; or

"(C) Allowed a person who has an unapproved interest or who does
 not hold a license issued under ORS 475B.010 to 475B.545 or 475B.560 to
 engage in an activity that requires a license issued under ORS 475B.010
 to 475B.545 or 475B.560; or

"(b) Seize marijuana items from a licensee if circumstances create
 probable cause for the commission to conclude that the licensee has:
 "(A) Not taken appropriate measures to prevent the unlawful di version of marijuana items;

²² "(B) Engaged in the unlawful diversion of marijuana items; or

"(C) Allowed a person who does not hold a license issued under ORS
475B.010 to 475B.545 or 475B.560 to engage in an activity that requires
a license issued under ORS 475B.010 to 475B.545 or 475B.560.".

On page 11, line 9, delete "January 1, 2020" and insert "the effective date of this 2019 Act".

²⁸ In line 15, delete "475B.074,".

In line 16, delete "2 to 16" and insert "2 to 4 and 6 to 16".

30 In line 23, delete "475B.074,".

HB 2098-A9 4/24/19 Proposed Amendments to A-Eng. HB 2098 In line 24, delete "2 to 16" and insert "2 to 4 and 6 to 16".

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