

Senate Bill 907

Sponsored by Senator THATCHER, Representative LEWIS; Representative MANNIX

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**. The statement includes a measure digest written in compliance with applicable readability standards.

Digest: The Act changes some requirements for a person who wants to be allowed to grow marijuana or psilocybin. The Act states that the person must tell the OHA or the OLCC where the person plans to grow, process or produce the marijuana or psilocybin and who owns the site that the person plans to use. The Act specifies some cases when the OHA or the OLCC cannot give permission to the person. (Flesch Readability Score: 60.2).

Requires an applicant for a license to manufacture psilocybin to submit to the Oregon Health Authority information regarding the ownership and location of the premises to be licensed. Prohibits the authority from issuing a license in specified circumstances.

Requires an applicant for a license to produce or process marijuana to submit to the Oregon Liquor and Cannabis Commission information regarding the ownership and location of the premises to be licensed. Prohibits the commission from issuing a license in specified circumstances.

Requires an applicant for a medical marijuana grow site or medical marijuana processing site registration to submit to the authority information regarding the ownership and location of the premises to be registered. Prohibits the authority from issuing a registration in specified circumstances.

Takes effect on the 91st day following adjournment sine die.

A BILL FOR AN ACT

1
2 Relating to ownership of premises; creating new provisions; amending ORS 475A.250, 475A.290,
3 475C.037, 475C.065, 475C.085, 475C.792 and 475C.815; and prescribing an effective date.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1. Section 2 of this 2025 Act is added to and made a part of ORS 475A.210 to**
6 **475A.722.**

7 **SECTION 2. (1) The Oregon Health Authority may not issue a psilocybin manufacturer**
8 **license under ORS 475A.290 unless the applicant submits with the application a statement**
9 **accurately identifying the legal address and owner of the premises to be licensed and the**
10 **requirements of subsections (2) and (3) of this section are met.**

11 **(2) The authority shall independently verify the information provided under subsection**
12 **(1) of this section regarding the ownership of the premises with the county in which the**
13 **premises to be licensed under ORS 475A.290 is located.**

14 **(3) If the applicant described in subsection (1) of this section is not the owner of the**
15 **premises to be licensed under ORS 475A.290 and the authority is able to verify ownership of**
16 **the premises with the information submitted by the applicant, the authority shall send by**
17 **certified mail a form to the owner of the premises:**

18 **(a) Informing the owner that the premises is intended to be licensed under ORS 475A.290;**

19 **(b) On which the owner, if the owner wishes to consent to the use of the premises for**
20 **the purpose of manufacturing psilocybin, must provide their written signature, witnessed by**
21 **a notary public, confirming ownership of the premises and consenting to the use of the**
22 **premises for the purpose of manufacturing psilocybin; and**

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 (c) Directing the owner to return the signed and witnessed form to the authority.

2 (4) The authority shall cancel an application for a license under ORS 475A.290 if the au-
3 thority:

4 (a) Is not able to verify ownership of the premises described in subsection (1) of this
5 section; or

6 (b) Does not receive from the owner the signed and witnessed form described in sub-
7 section (3) of this section.

8 (5) The authority may adopt rules to carry out this section.

9 **SECTION 3.** ORS 475A.250 is amended to read:

10 475A.250. [*Grounds for refusing to issue license or issuing restricted license.*] (1) The Oregon
11 Health Authority may not license an applicant under the provisions of ORS 475A.210 to 475A.722
12 if the applicant is under 21 years of age.

13 (2) The authority may refuse to issue a license or may issue a restricted license to an applicant
14 under the provisions of ORS 475A.210 to 475A.722 if the authority makes a finding that the appli-
15 cant:

16 (a) Has not completed any education or training required by the provisions of ORS 475A.210 to
17 475A.722 or rules adopted under ORS 475A.210 to 475A.722.

18 (b) Has not passed any examination required by the provisions of ORS 475A.210 to 475A.722 or
19 rules adopted under ORS 475A.210 to 475A.722.

20 (c) Is in the habit of using alcoholic beverages, habit-forming drugs, or controlled substances to
21 excess.

22 (d) Has made false statements to the authority.

23 (e) Is incompetent or physically unable to carry on the management of the establishment pro-
24 posed to be licensed.

25 (f) Has been convicted of violating a federal law, state law or local ordinance if the conviction
26 is substantially related to the fitness and ability of the applicant to lawfully carry out activities
27 under the license.

28 (g) Is not of good repute and moral character.

29 (h) Does not have a good record of compliance with ORS 475A.210 to 475A.722 or any rule
30 adopted under ORS 475A.210 to 475A.722.

31 (i) **Except as provided in section 2 of this 2025 Act**, is not the legitimate owner of the
32 premises proposed to be licensed, or has not disclosed that other persons have ownership interests
33 in the premises proposed to be licensed.

34 (j) Has not demonstrated financial responsibility sufficient to adequately meet the requirements
35 of the premises proposed to be licensed.

36 (k) Is unable to understand the laws of this state relating to psilocybin products, psilocybin
37 services, or the rules adopted under ORS 475A.210 to 475A.722.

38 (3) Notwithstanding subsection (2)(f) of this section, in determining whether to issue a license
39 or a restricted license to an applicant, the authority may not consider the prior conviction of the
40 applicant or any owner, director, officer, manager, employee, agent or other representative of the
41 applicant for:

42 (a) The manufacture of psilocybin or the manufacture of a marijuana item, as defined in ORS
43 475C.009, if:

44 (A) The date of the conviction is two or more years before the date of the application; and

45 (B) The person has not been convicted more than once for the manufacture of psilocybin or a

1 marijuana item; or

2 (b) The possession of a controlled substance, as defined in ORS 475.005, or a marijuana item,
3 as defined in ORS 475C.009, if:

4 (A) The date of the conviction is two or more years before the date of the application; or

5 (B) The person has not been convicted more than once for the possession of a controlled sub-
6 stance or a marijuana item.

7 **SECTION 4.** ORS 475A.290 is amended to read:

8 475A.290. [*Manufacturer license; fees; rules.*] (1) The manufacture of psilocybin products is sub-
9 ject to regulation by the Oregon Health Authority.

10 (2) A psilocybin product manufacturer must have a manufacturer license issued by the authority
11 for the premises at which the psilocybin products are manufactured. To hold a manufacturer license
12 issued under this section, a psilocybin product manufacturer:

13 (a) Must apply for a license in the manner described in ORS 475A.245;

14 (b) Must provide proof that the applicant is 21 years of age or older;

15 (c) Must, until January 1, 2025:

16 (A) If the direct owner of the business operating or to be operated under the license is a legal
17 entity, provide proof that more than 50 percent of the shares, membership interests, partnership in-
18 terests, or other ownership interests of the legal entity are held, directly or indirectly, by one or
19 more individuals who have been residents of this state for two or more years;

20 (B) If the direct owner of the business operating or to be operated under the license is a part-
21 nership that is not a legal entity, provide proof that more than 50 percent of the partnership inter-
22 ests of the partnership are held, directly or indirectly, by one or more individuals who have been
23 residents of this state for two or more years; and

24 (C) If the direct owner of the business operating or to be operated under the license is an indi-
25 vidual, provide proof that the individual has been a resident of this state for two or more years; and

26 (d) Must meet the requirements of any rule adopted by the authority under subsections (3) and
27 (4) of this section.

28 (3)[*(a) If the applicant is not the owner of the premises at which the psilocybin is to be manufac-*
29 *tured,*] The applicant shall [*submit to the authority signed informed consent from the owner of the*
30 *premises to manufacture psilocybin at the premises,*] **with the application submitted to the au-**
31 **thority, provide the information described under and meet the requirements of section 2 of**
32 **this 2025 Act.**

33 [*(b) The authority may adopt rules regarding the informed consent described in this subsection.*]

34 (4) The authority shall adopt rules that:

35 (a) Require a psilocybin product manufacturer to annually renew a license issued under this
36 section;

37 (b) Establish application, licensure and renewal of licensure fees for psilocybin product man-
38 ufacturers; and

39 (c) Require psilocybin products manufactured by psilocybin product manufacturers to be tested
40 in accordance with ORS 475A.590.

41 (5) Fees adopted under subsection (4)(b) of this section:

42 (a) May not exceed, together with other fees collected under ORS 475A.210 to 475A.722, the cost
43 of administering ORS 475A.210 to 475A.722; and

44 (b) Shall be deposited in the Psilocybin Control and Regulation Fund established under ORS
45 475A.492.

1 **SECTION 5.** Section 6 of this 2025 Act is added to and made a part of ORS 475C.005 to
2 475C.525.

3 **SECTION 6.** (1) The Oregon Liquor and Cannabis Commission may not issue a marijuana
4 production license under ORS 475C.065 or a marijuana processor license under ORS 475C.085
5 unless the applicant submits with the application a statement accurately identifying the legal
6 address and owner of the premises to be licensed and the requirements of subsections (2) and
7 (3) of this section are met.

8 (2) The commission shall independently verify the information provided under subsection
9 (1) of this section regarding the ownership of the premises with the county in which the
10 premises to be licensed under ORS 475C.065 or 475C.085 is located.

11 (3) If the applicant described in subsection (1) of this section is not the owner of the
12 premises to be licensed under ORS 475C.065 or 475C.085, and the commission is able to verify
13 ownership of the premises with the information submitted by the applicant, the commission
14 shall send by certified mail a form to the owner of the premises:

15 (a) Informing the owner that the premises is intended to be licensed under ORS 475C.065
16 or 475C.085;

17 (b) On which the owner, if the owner wishes to consent to the use of the premises for
18 the purpose of producing marijuana, must provide their written signature, witnessed by a
19 notary public, confirming ownership of the premises and consenting to the use of the prem-
20 ises for the purpose of producing marijuana; and

21 (c) Directing the owner to return the signed and witnessed form to the commission.

22 (4) The commission shall cancel an application for a license under ORS 475C.065 or
23 475C.085 if the commission:

24 (a) Is not able to verify ownership of the premises described in subsection (1) of this
25 section; or

26 (b) Does not receive from the owner the signed and witnessed form described in sub-
27 section (3) of this section.

28 (5) The commission may adopt rules to carry out this section.

29 **SECTION 7.** ORS 475C.037 is amended to read:

30 475C.037. (1) The Oregon Liquor and Cannabis Commission may not license an applicant under
31 the provisions of ORS 475C.005 to 475C.525 or 475C.548 if the applicant is under 21 years of age.

32 (2) The commission may refuse to issue a license or may issue a restricted license to an appli-
33 cant under the provisions of ORS 475C.005 to 475C.525 or 475C.548 if the commission makes a find-
34 ing that the applicant:

35 (a) Is in the habit of using alcoholic beverages, habit-forming drugs, marijuana or controlled
36 substances to excess.

37 (b) Has made false statements to the commission.

38 (c) Is incompetent or physically unable to carry on the management of the establishment pro-
39 posed to be licensed.

40 (d) Has been convicted of violating a federal law, state law or local ordinance if the conviction
41 is substantially related to the fitness and ability of the applicant to lawfully carry out activities
42 under the license.

43 (e) Is not of good repute and moral character.

44 (f) Does not have a good record of compliance with ORS 475C.005 to 475C.525 or 475C.540 to
45 475C.586 or any rule adopted under ORS 475C.005 to 475C.525 or 475C.540 to 475C.586.

1 (g) **Except as provided in section 6 of this 2025 Act**, is not the legitimate owner of the
 2 premises proposed to be licensed, or has not disclosed that other persons have ownership interests
 3 in the premises proposed to be licensed.

4 (h) Has not demonstrated financial responsibility sufficient to adequately meet the requirements
 5 of the premises proposed to be licensed.

6 (i) Is unable to understand the laws of this state relating to marijuana items or the rules adopted
 7 under ORS 475C.005 to 475C.525 and 475C.540 to 475C.586.

8 (3) Notwithstanding subsection (2)(d) of this section, in determining whether to issue a license
 9 or a restricted license to an applicant, the commission may not consider the prior conviction of the
 10 applicant or any owner, director, officer, manager, employee, agent or other representative of the
 11 applicant for:

12 (a) The manufacture of marijuana, if:

13 (A) The date of the conviction is two or more years before the date of the application; and

14 (B) The person has not been convicted more than once for the manufacture or delivery of
 15 marijuana;

16 (b) The delivery of marijuana to a person 21 years of age or older, if:

17 (A) The date of the conviction is two or more years before the date of the application; and

18 (B) The person has not been convicted more than once for the manufacture or delivery of
 19 marijuana; or

20 (c) The possession of marijuana.

21 **SECTION 8.** ORS 475C.065 is amended to read:

22 475C.065. (1) The production of marijuana is subject to regulation by the Oregon Liquor and
 23 Cannabis Commission.

24 (2) A marijuana producer must have a production license issued by the commission for the
 25 premises at which the marijuana is produced. To hold a production license issued under this section,
 26 a marijuana producer:

27 (a) Must apply for a license in the manner described in ORS 475C.033;

28 (b) Must provide proof that the applicant is 21 years of age or older; and

29 (c) Must meet the requirements of any rule adopted by the commission under subsections (3) and
 30 (4) of this section.

31 (3)(a) *If the applicant is not the owner of the premises at which the marijuana is to be*
 32 *produced,* The applicant shall *[submit to the commission signed informed consent from the owner of*
 33 *the premises to produce marijuana at the premises], with the application submitted to the com-*
 34 **mission, provide the information described under and meet the requirements of section 6 of**
 35 **this 2025 Act.**

36 *[(b) The commission may adopt rules regarding the informed consent described in this*
 37 *subsection.]*

38 (4) The commission shall adopt rules that:

39 (a) Require a marijuana producer to annually renew a license issued under this section;

40 (b) Establish application, licensure and renewal of licensure fees for marijuana producers;

41 (c) Require marijuana produced by marijuana producers to be tested in accordance with ORS
 42 475C.544;

43 (d) Assist the viability of marijuana producers that are independently owned and operated and
 44 that are limited in size and revenue with respect to other marijuana producers, by minimizing bar-
 45 riers to entry into the regulated system and by expanding, to the extent practicable, transportation

1 options that will support their access to the retail market;

2 (e) Allow a marijuana producer registered under ORS 475C.137 to produce marijuana for medical
3 purposes in the same manner that rules adopted under ORS 475C.005 to 475C.525 allow a marijuana
4 producer to produce marijuana for nonmedical purposes, excepting those circumstances where dif-
5 ferentiating between the production of marijuana for medical purposes and the production of
6 marijuana for nonmedical purposes is necessary to protect the public health and safety;

7 (f) Require marijuana producers to submit, at the time of applying for or renewing a license
8 under ORS 475C.033, a report describing the applicant's or licensee's electrical or water usage;

9 (g) Require a marijuana producer to meet any public health and safety standards and industry
10 best practices established by the commission by rule related to the production of marijuana or the
11 propagation of immature marijuana plants and marijuana seeds; and

12 (h) Support marijuana plant diversity by allowing a qualified marijuana producer to receive
13 marijuana seeds from any source in this state, but not more than a total of 200 marijuana seeds per
14 month from all sources combined.

15 (5) Fees adopted under subsection (4)(b) of this section:

16 (a) May not exceed, together with other fees collected under ORS 475C.005 to 475C.525, the cost
17 of administering ORS 475C.005 to 475C.525;

18 (b) Shall be in the form of a schedule that imposes a greater fee for premises with more square
19 footage or on which more marijuana plants are grown; and

20 (c) Shall be deposited in the Marijuana Control and Regulation Fund established under ORS
21 475C.297.

22 **SECTION 9.** ORS 475C.085 is amended to read:

23 475C.085. (1) The processing of marijuana items is subject to regulation by the Oregon Liquor
24 and Cannabis Commission.

25 (2) A marijuana processor must have a processor license issued by the commission for the
26 premises at which marijuana items are processed. To hold a processor license under this section, a
27 marijuana processor:

28 (a) Must apply for a license in the manner described in ORS 475C.033;

29 (b) Must provide proof that the applicant is 21 years of age or older;

30 (c) If the marijuana processor processes marijuana extracts or industrial hemp extracts, as de-
31 fined in ORS 571.269, may not be located in an area zoned exclusively for residential use; [and]

32 (d) Must meet the requirements of any rule adopted by the commission under subsection (3) of
33 this section; **and**

34 (e) **Must, with the application submitted to the commission, provide the information de-**
35 **scribed under and meet the requirements of section 6 of this 2025 Act.**

36 (3) The commission shall adopt rules that:

37 (a) Require a marijuana processor to annually renew a license issued under this section;

38 (b) Establish application, licensure and renewal of licensure fees for marijuana processors;

39 (c) Require marijuana processed by a marijuana processor to be tested in accordance with ORS
40 475C.544;

41 (d) Require industrial hemp commodities and products processed by a marijuana processor to
42 meet any requirements for industrial hemp commodities or products established under ORS 571.260
43 to 571.348 or rules adopted under ORS 571.260 to 571.348;

44 (e) Allow a marijuana processor registered under ORS 475C.141 to process marijuana and usable
45 marijuana into medical grade cannabinoid products, cannabinoid concentrates and cannabinoid ex-

1 tracts in the same manner that rules adopted under ORS 475C.005 to 475C.525 allow a marijuana
2 processor to process marijuana and usable marijuana into general use cannabinoid products,
3 cannabinoid concentrates and cannabinoid extracts, excepting those circumstances where differen-
4 tiating between the processing of medical grade cannabinoid products, cannabinoid concentrates and
5 cannabinoid extracts and the processing of general use cannabinoid products, cannabinoid concen-
6 trates and cannabinoid extracts is necessary to protect the public health and safety; and

7 (f) Require a marijuana processor to meet any public health and safety standards and industry
8 best practices established by the commission by rule related to:

9 (A) Cannabinoid edibles;

10 (B) Cannabinoid concentrates;

11 (C) Cannabinoid extracts; and

12 (D) Any other type of cannabinoid product or industrial hemp commodity or product identified
13 by the commission by rule.

14 (4) Fees adopted under subsection (3)(b) of this section:

15 (a) May not exceed, together with other fees collected under ORS 475C.005 to 475C.525, the cost
16 of administering ORS 475C.005 to 475C.525; and

17 (b) Shall be deposited in the Marijuana Control and Regulation Fund established under ORS
18 475C.297.

19 **SECTION 10.** Section 11 of this 2025 Act is added to and made a part of ORS 475C.770 to
20 475C.919.

21 **SECTION 11.** (1) The Oregon Health Authority may not issue a marijuana grow site reg-
22 istration under ORS 475C.792 or a marijuana processing site registration under ORS 475C.815
23 unless the applicant submits with the application a statement accurately identifying the legal
24 address and owner of the premises to be registered and the requirements of subsections (2)
25 and (3) of this section are met.

26 (2) The authority shall independently verify the information provided under subsection
27 (1) of this section regarding the ownership of the premises with the county in which the
28 premises to be registered under ORS 475C.792 or 475C.815 is located.

29 (3) If the applicant described in subsection (1) of this section is not the owner of the
30 premises to be registered under ORS 475C.792 or 475C.815, and the authority is able to verify
31 ownership of the premises with the information submitted by the applicant, the authority
32 shall send by certified mail a form to the owner of the premises:

33 (a) Informing the owner that the premises is intended to be registered under ORS
34 475C.792 or 475C.815;

35 (b) On which the owner, if the owner wishes to consent to the use of the premises for
36 the purpose of a marijuana grow site, must provide their written signature, witnessed by a
37 notary public, confirming ownership of the premises and consenting to the use of the prem-
38 ises for the purpose of a marijuana grow site; and

39 (c) Directing the owner to return the signed and witnessed form to the authority.

40 (4) The authority shall cancel an application for a registration under ORS 475C.792 or
41 475C.815 if the authority:

42 (a) Is not able to verify ownership of the premises described in subsection (1) of this
43 section; or

44 (b) Does not receive from the owner the signed and witnessed form described in sub-
45 section (3) of this section.

(5) The authority may adopt rules to carry out this section.

SECTION 12. ORS 475C.792 is amended to read:

475C.792. (1)(a) The Oregon Health Authority shall establish by rule a marijuana grow site registration system to track and regulate the production of marijuana by a registry identification cardholder or a person designated by the registry identification cardholder to produce marijuana for the registry identification cardholder.

(b) Except as provided in paragraph (c) of this subsection, a person may not produce marijuana unless the person is registered under this section.

(c) Paragraph (b) of this subsection does not apply to the production of marijuana as provided in ORS 475C.005 to 475C.525 or as otherwise provided for by the statutory laws of this state.

(2) Rules adopted under this section must require an applicant for a registry identification card, or a registry identification cardholder who produces marijuana or who designates another person to produce marijuana, to submit an application to the authority containing the following information at the time of making an application under ORS 475C.783 (2), renewing a registry identification card under ORS 475C.783 (6)(b), or notifying the authority of a change under ORS 475C.783 (6)(a):

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

(b) Proof that the person is 21 years of age or older;

(c) *[If the registry identification cardholder or the person responsible for the marijuana grow site is not the owner of the premises of the marijuana grow site, signed informed consent from the owner of the premises to register the premises as a marijuana grow site]* **The information required under section 11 of this 2025 Act;**

(d) The address of the marijuana grow site; and

(e) Any other information that the authority considers necessary to track the production of marijuana under ORS 475C.770 to 475C.919.

(3)(a) The authority shall conduct a criminal records check under ORS 181A.195 of any person whose name is submitted under this section as the person responsible for a marijuana grow site.

(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 two 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 **and section 11 of this 2025 Act** 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.

(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 seeds, immature marijuana plants, mature marijuana plants and usable 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.

(b) All seeds, immature marijuana plants, mature marijuana plants and usable marijuana associated with the production of marijuana for a registry identification cardholder by a person re-

1 sponsible for a marijuana grow site must be transferred to the registry identification cardholder
2 upon the request of the registry identification cardholder.

3 (c) All usable marijuana associated with the production of marijuana for a registry identification
4 cardholder by a person responsible for a marijuana grow site must be transferred to a marijuana
5 processing site upon the request of the registry identification cardholder. For purposes of this par-
6 agraph, a request to transfer usable marijuana constitutes an assignment of the right to possess the
7 usable marijuana.

8 (d) All seeds, immature marijuana plants and usable marijuana associated with the production
9 of marijuana for a registry identification cardholder by a person responsible for a marijuana grow
10 site must be transferred to a medical marijuana dispensary upon request of the registry identifica-
11 tion cardholder. For purposes of this paragraph, a request to transfer seeds, immature marijuana
12 plants or usable marijuana constitutes an assignment of the right to possess the seeds, immature
13 marijuana plants or usable marijuana.

14 (e) Information related to transfers made under this subsection must be submitted to the au-
15 thority in the manner required by ORS 475C.795.

16 (8) A registry identification cardholder, or the designated caregiver of a registry identification
17 cardholder, may reimburse a person responsible for a marijuana grow site for all costs associated
18 with the production of marijuana for the registry identification cardholder.

19 (9) The authority may inspect:

20 (a) The marijuana grow site of a person designated to produce marijuana by a registry identifi-
21 cation cardholder to ensure compliance with this section and ORS 475C.795 and 475C.806 and any
22 rule adopted under this section and ORS 475C.795 and 475C.806; and

23 (b) The records of the marijuana grow site of a person designated to produce marijuana by a
24 registry identification cardholder to ensure compliance with this section and ORS 475C.795 and any
25 rule adopted under this section and ORS 475C.795.

26 (10) The authority may refuse to register a registry identification cardholder or a designee under
27 this section or may suspend or revoke the registration of a person responsible for a marijuana grow
28 site if the authority determines that the applicant or the person responsible for a marijuana grow
29 site violated a provision of ORS 475C.770 to 475C.919, a rule adopted under ORS 475C.770 to
30 475C.919 or an ordinance adopted pursuant to ORS 475C.827.

31 (11) The authority may require a person responsible for a marijuana grow site, prior to issuing
32 a marijuana grow site registration card under subsection (4) of this section, to pay a fee reasonably
33 calculated to pay costs incurred under this section and ORS 475C.795 and 475C.856.

34 **SECTION 13.** ORS 475C.815 is amended to read:

35 475C.815. (1)(a) The Oregon Health Authority shall establish by rule a marijuana processing site
36 registration system to track and regulate the processing of marijuana by a person responsible for
37 a marijuana processing site.

38 (b) Except as provided in paragraph (c) of this subsection, a person may not process marijuana
39 unless the person is registered under this section.

40 (c) Paragraph (b) of this subsection does not apply to the processing of marijuana as provided
41 in ORS 475C.005 to 475C.525 or as otherwise provided for by the statutory laws of this state.

42 (2) The registration system established under subsection (1) of this section must require an ap-
43 plicant for a marijuana processing site to submit an application to the authority that includes:

44 (a) The name of the individual who owns the marijuana processing site or, if a business entity
45 owns the marijuana processing site, the name of each individual who has a financial interest in the

1 marijuana processing site;

2 (b) The name of the individual or individuals responsible for the marijuana processing site, if
3 different from the name of the individual who owns the marijuana processing site;

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

5 (d) Proof that each individual responsible for the marijuana processing site is 21 years of age
6 or older;

7 (e) Documentation, as required by the authority by rule, that demonstrates the marijuana pro-
8 cessing site meets the requirements of subsection (3) of this section; *[and]*

9 **(f) The information required under section 11 of this 2025 Act; and**

10 *[(f)]* **(g)** Any other information that the authority considers necessary.

11 (3) To qualify for registration under this section, a marijuana processing site:

12 (a) May not be located in an area that is zoned for residential use if the marijuana processing
13 site processes cannabinoid extracts;

14 (b) Must be registered as a business, or have filed an application to register as a business, with
15 the office of the Secretary of State; and

16 (c) Must meet the requirements of any rule adopted by the authority under subsection (10) of
17 this section.

18 (4)(a) The authority shall conduct a criminal records check under ORS 181A.195 for each indi-
19 vidual named in an application under subsection (2) of this section.

20 (b) An individual convicted for the manufacture or delivery of a controlled substance in Sched-
21 ular I or Schedule II may not own or be responsible for a marijuana processing site for two years
22 from the date the individual is convicted.

23 (c) An individual convicted more than once for the manufacture or delivery of a controlled
24 substance in Schedule I or Schedule II may not own or be responsible for a marijuana processing
25 site.

26 (5) If a person submits the application required under subsection (2) of this section, if the
27 marijuana processing site identified in the application meets the requirements of this section **and**
28 **section 11 of this 2025 Act** and any rules adopted under this section **and section 11 of this 2025**
29 **Act** and if each individual named in the application passes the criminal records check required un-
30 der subsection (4) of this section, the authority shall register the marijuana processing site and issue
31 proof of registration. Proof of registration must be displayed on the premises of the marijuana pro-
32 cessing site at all times.

33 (6) A marijuana processing site that is registered under this section is not required to register
34 with the State Board of Pharmacy under ORS 475.125.

35 (7) The individual or individuals responsible for a marijuana processing site shall maintain doc-
36 umentation of each transfer of usable marijuana, medical cannabinoid products, cannabinoid con-
37 centrates and cannabinoid extracts.

38 (8) The authority may inspect:

39 (a) The premises of a proposed marijuana processing site or a registered marijuana processing
40 site to ensure compliance with this section and ORS 475C.821 and 475C.824 and any rules adopted
41 under this section and ORS 475C.821 and 475C.824; and

42 (b) The records of a registered marijuana processing site to ensure compliance with subsection
43 (7) of this section.

44 (9) Subject to the provisions of ORS chapter 183, the authority may refuse to register an appli-
45 cant under this section or may suspend or revoke the registration of a marijuana processing site if

1 the authority determines that the applicant, the owner of the marijuana processing site, a person
 2 responsible for the marijuana processing site, or an employee of the marijuana processing site, vio-
 3 lated a provision of ORS 475C.770 to 475C.919, a rule adopted under ORS 475C.770 to 475C.919 or
 4 an ordinance adopted pursuant to ORS 475C.897.

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

6 (a) Require a registered marijuana processing site to annually renew the registration for that
 7 site;

8 (b) Establish fees for registering, and renewing the registration of, a marijuana processing site;

9 (c) Require that medical cannabinoid products, cannabinoid concentrates and cannabinoid ex-
 10 tracts transferred by a marijuana processing site be tested to ensure the public health and safety;
 11 and

12 (d) Impose any other standard on the operation of a marijuana processing site to ensure the
 13 public health and safety.

14 **SECTION 14. (1) Sections 2, 6 and 11 of this 2025 Act and the amendments to ORS**
 15 **475A.250, 475A.290, 475C.037, 475C.065, 475C.085, 475C.792 and 475C.815 by sections 3, 4, 7, 8,**
 16 **9, 12 and 13 of this 2025 Act become operative on January 1, 2026.**

17 **(2) The Oregon Health Authority and the Oregon Liquor and Cannabis Commission may**
 18 **take any action before the operative date specified in subsection (1) of this section that is**
 19 **necessary to enable the authority and the commission to exercise, on and after the operative**
 20 **date specified in subsection (1) of this section, all of the duties, functions and powers con-**
 21 **ferred on the authority and the commission by sections 2, 6 and 11 of this 2025 Act and the**
 22 **amendments to ORS 475A.250, 475A.290, 475C.037, 475C.065, 475C.085, 475C.792 and 475C.815**
 23 **by sections 3, 4, 7, 8, 9, 12 and 13 of this 2025 Act.**

24 **SECTION 15. This 2025 Act takes effect on the 91st day after the date on which the 2025**
 25 **regular session of the Eighty-third Legislative Assembly adjourns sine die.**