| 1 | STATE OF OKLAHOMA |
|----|--|
| 2 | 1st Session of the 59th Legislature (2023) |
| 3 | HOUSE BILL 1716 By: Marti |
| 4 | |
| 5 | |
| 6 | AS INTRODUCED |
| 7 | An Act relating to medical marijuana; amending 63 O.S. 2021, Sections 421, 422 and 423, as amended by |
| 8 | Sections 1, 2 and 3, Chapter 332, 0.S.L. 2022 (63 0.S. Supp. 2022, Sections 421, 422 and 423) and 424, |
| 9 | which relate to licensing requirements for medical marijuana dispensaries, commercial growers, |
| 10 | processors and transporters; providing for temporary and annual licenses; updating language; amending 63 |
| 11 | 0.S. 2021, Sections 427.14, as amended by Section 4, Chapter 332, O.S.L. 2022 and 427.16, as amended by |
| 12 | Section 16, Chapter 251, O.S.L. 2022 (63 O.S. Supp. 2022, Sections 427.14 and 427.16), which relate to |
| 13 | the Oklahoma Medical Marijuana and Patient Protection Act; creating temporary and annual licensing program |
| 14 | for certain medical marijuana businesses; stating conditions for temporary licenses; requiring |
| 15 | adherence to certain rules and regulations; clarifying obligations of the Oklahoma Medical |
| 16 | Marijuana Authority when issuing temporary licenses; stating length of term of temporary licenses; |
| 17 | providing for extensions under certain circumstances; establishing fees for temporary licenses and |
| 18 | extensions; requiring submission of certain information to the Authority; prohibiting issuance of |
| 19 | authorizing rejection of applications; defining term; |
| 20 | clarifying circumstances that allow for the issuance of annual medical marijuana business licenses; |
| 21 | requiring current licensees to submit certain |
| 22 | documentation prior to renewal; establishing timelines and procedures; requiring person issued a |
| 23 | temporary and annual license to annually submit certain documentation when seeking renewal of the license; updating language; creating temporary |
| 24 | ricense, updating ranguage, creating temporary |

1 licensing program for medical marijuana transporters; and providing an effective date. 2 3 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 4 SECTION 1. AMENDATORY 63 O.S. 2021, Section 421, as 5 amended by Section 1, Chapter 332, O.S.L. 2022 (63 O.S. Supp. 2022, 6 Section 421), is amended to read as follows: 7 Section 421. Α. The Oklahoma Medical Marijuana Authority shall 8 make available on its website in an easy-to-find location an 9 application applications for a temporary medical marijuana 10 dispensary license and annual medical marijuana dispensary license. 11 The application fee to fees for the temporary or annual license 12 shall be paid by the applicant shall be in the amounts provided for 13 in Section 427.14 of this title. A method of payment for the 14 application fee fees shall be provided on the website of the 15 Authority. Dispensary Medical marijuana dispensary applicants must 16 all be residents of Oklahoma. Any entity applying for a temporary 17 or annual medical marijuana dispensary license must be owned by an 18 Oklahoma resident and must be registered to do business in Oklahoma. 19 The Authority shall have ninety (90) business days to review the 20 application for a temporary medical marijuana dispensary license; 21 approve, reject or deny the application; and mail the approval, 22 rejection or denial letter stating reasons for the rejection or 23 denial to the applicant.

24

B. The In addition to the requirements provided for in the
 Oklahoma Medical Marijuana and Patient Protection Act, the Authority
 shall approve all applications which meet the following criteria:

The applicant must be twenty-five (25) years of age or
 older;

6 2. The applicant, if applying as an individual, must show7 residency in the State of Oklahoma;

8 3. All applying entities must show that all members, managers,
9 and board members are Oklahoma residents;

10 4. An applying entity may show ownership of non-Oklahoma 11 residents, but that percentage ownership may not exceed twenty-five 12 percent (25%);

13 5. All applying individuals or entities must be registered to14 conduct business in the State of Oklahoma; and

15 6. All applicants must disclose all ownership interests in the
16 medical marijuana dispensary.

Applicants with a nonviolent felony conviction in the last two (2) years, any other felony conviction in the last five (5) years, inmates in the custody of the Department of Corrections or any person currently incarcerated shall not qualify for a <u>temporary or</u> annual medical marijuana dispensary license.

C. Licensed medical marijuana dispensaries shall be required to complete a monthly sales report to the Authority. This report shall be due on the fifteenth of each month and provide reporting on the

Req. No. 6680

previous month. This report shall detail the weight of marijuana purchased at wholesale and the weight of marijuana sold to licensed medical marijuana patients and licensed caregivers and account for any waste. The report shall show total sales in dollars, tax collected in dollars, and tax due in dollars. The Authority shall have oversight and auditing responsibilities to ensure that all marijuana being grown is accounted for.

D. Only a licensed medical marijuana dispensary may conduct 8 9 retail sales of marijuana or marijuana derivatives. Beginning on 10 the effective date of this act, licensed medical marijuana 11 dispensaries shall be authorized to package and sell pre-rolled marijuana to licensed medical marijuana patients and licensed 12 13 caregivers. The products described in this subsection shall contain 14 only the ground parts of the marijuana plant and shall not include 15 marijuana concentrates or derivatives. The total net weight of each 16 pre-roll packaged and sold by a medical marijuana dispensary shall 17 not exceed one (1) gram. These products shall be tested, packaged 18 and labeled in accordance with Oklahoma law and rules promulgated by 19 the Authority.

E. No <u>licensed</u> medical marijuana dispensary shall offer or allow a medical marijuana patient licensee, caregiver licensee or other member of the public to handle or otherwise have physical contact with any medical marijuana not contained in a sealed or separate package. Provided, such prohibition shall not preclude an

Req. No. 6680

1 employee of the licensed medical marijuana dispensary from handling loose or nonpackaged medical marijuana to be placed in packaging 2 consistent with the Oklahoma Medical Marijuana and Patient 3 Protection Act and the rules promulgated by the Authority for the 4 5 packaging of medical marijuana for retail sale. Provided, further, such prohibition shall not prevent a licensed medical marijuana 6 7 dispensary from displaying samples of its medical marijuana in separate display cases, jars or other containers and allowing 8 9 medical marijuana patient licensees and caregiver licensees the 10 ability to handle or smell the various samples as long as the sample 11 medical marijuana is used for display purposes only and is not 12 offered for retail sale.

SECTION 2. AMENDATORY 63 O.S. 2021, Section 422, as amended by Section 2, Chapter 332, O.S.L. 2022 (63 O.S. Supp. 2022, Section 422), is amended to read as follows:

16 Section 422. A. The Oklahoma Medical Marijuana Authority shall 17 make available on its website in an easy-to-find location an 18 application applications for a temporary medical marijuana 19 commercial grower license and annual medical marijuana commercial 20 grower license. The application fee fees for the temporary or 21 annual license shall be paid by the applicant in the amounts 22 provided for in Section 427.14 of this title. A method of payment 23 for the application fee fees shall be provided on the website of the 24 Authority. The Authority shall have ninety (90) days to review the

Req. No. 6680

application <u>for a temporary medical marijuana commercial grower</u>
<u>license</u>; approve, reject or deny the application; and mail the
approval, rejection or denial letter stating the reasons for the
rejection or denial to the applicant.

B. The In addition to the requirements provided for in the
Oklahoma Medical Marijuana and Patient Protection Act, the Authority
shall approve all applications which meet the following criteria:
1. The applicant must be twenty-five (25) years of age or
older;

10 2. The applicant, if applying as an individual, must show 11 residency in the State of Oklahoma;

All applying entities must show that all members, managers,
 and board members are Oklahoma residents;

4. An applying entity may show ownership of non-Oklahoma residents, but that percentage ownership may not exceed twenty-five percent (25%);

17 5. All applying individuals or entities must be registered to18 conduct business in the State of Oklahoma; and

All applicants must disclose all ownership interests in the
 medical marijuana commercial grower operation.

Applicants with a nonviolent felony conviction in the last two (2) years, any other felony conviction in the last five (5) years, inmates in the custody of the Department of Corrections or any

24

person currently incarcerated shall not qualify for a <u>temporary or</u>
 annual medical marijuana commercial grower license.

C. A licensed medical marijuana commercial grower may sell 3 4 marijuana to a licensed medical marijuana dispensary or a licensed 5 medical marijuana processor. Further, sales by a licensed medical marijuana commercial grower shall be considered wholesale sales and 6 7 shall not be subject to taxation. Under no circumstances may a licensed medical marijuana commercial grower sell marijuana directly 8 9 to a licensed medical marijuana patient or licensed medical marijuana caregiver. A licensed medical marijuana commercial grower 10 11 may only sell at the wholesale level to a licensed medical marijuana 12 dispensary, a licensed medical marijuana commercial grower or a 13 licensed medical marijuana processor. If the federal government 14 lifts restrictions on buying and selling marijuana between states, 15 then a licensed medical marijuana commercial grower would be allowed 16 to sell and buy marijuana wholesale from, or to, an out-of-state 17 wholesale provider. A licensed medical marijuana commercial grower 18 shall be required to complete a monthly yield and sales report to 19 the Authority. This report shall be due on the fifteenth of each 20 month and provide reporting on the previous month. This report 21 shall detail the amount of marijuana harvested in pounds, the amount 22 of drying or dried marijuana on hand, the amount of marijuana sold 23 to licensed medical marijuana processors in pounds, the amount of 24 waste in pounds, and the amount of marijuana sold to licensed

Req. No. 6680

medical marijuana dispensaries in pounds. Additionally, this report shall show total wholesale sales in dollars. The Authority shall have oversight and auditing responsibilities to ensure that all marijuana being grown by licensed medical marijuana commercial growers is accounted for.

D. There shall be no limits on how much marijuana a licensedmedical marijuana commercial grower can grow.

Beginning on the effective date of this act, licensed 8 Ε. 9 medical marijuana commercial growers shall be authorized to package 10 and sell pre-rolled marijuana to licensed medical marijuana 11 dispensaries. The products described in this subsection shall 12 contain only the ground parts of the marijuana plant and shall not 13 include marijuana concentrates or derivatives. The total net weight 14 of each pre-roll packaged and sold by licensed medical marijuana 15 commercial growers shall not exceed one (1) gram. These products 16 must be tested, packaged and labeled in accordance with Oklahoma law 17 and rules promulgated by the Authority.

SECTION 3. AMENDATORY 63 O.S. 2021, Section 423, as amended by Section 3, Chapter 332, O.S.L. 2022 (63 O.S. Supp. 2022, Section 423), is amended to read as follows:

Section 423. A. The Oklahoma Medical Marijuana Authority shall make available on its website in an easy-to-find location an application applications for a temporary medical marijuana processor license and annual medical marijuana processing processor license.

Req. No. 6680

1 The Authority shall be authorized to issue two types of <u>annual</u> 2 medical marijuana processor licenses based on the level of risk 3 posed by the type of processing conducted:

4 Nonhazardous medical marijuana processor license; and 1. 5 2. Hazardous medical marijuana processor license. The application fee fees for a nonhazardous or hazardous medical 6 7 marijuana processor the temporary or annual medical marijuana license shall be paid by the applicant in the amounts provided for 8 in Section 427.14 of this title. A method of payment shall be 9 provided on the website of the Authority. The Authority shall have 10 11 ninety (90) days to review the application for a temporary medical 12 marijuana processor license; approve, reject or deny the 13 application; and mail the approval, rejection or denial letter 14 stating the reasons for the rejection or denial to the applicant. 15 The Authority shall approve all applications which meet the Β. 16 following criteria:

17 1. The applicant must be twenty-five (25) years of age or 18 older;

The applicant, if applying as an individual, must show
 residency in the State of Oklahoma;

3. All applying entities must show that all members, managers,
and board members are Oklahoma residents;

- 23
- 24

4. An applying entity may show ownership of non-Oklahoma
 residents, but that percentage ownership may not exceed twenty-five
 percent (25%);

4 5. All applying individuals or entities must be registered to5 conduct business in the State of Oklahoma; and

6 6. All applicants must disclose all ownership interests in the
7 processing medical marijuana processor operation.

Applicants with a nonviolent felony conviction in the last two (2) years, any other felony conviction in the last five (5) years, inmates in the custody of the Department of Corrections or any person currently incarcerated shall not qualify for a <u>temporary or</u> <u>annual</u> medical marijuana <u>processing processor</u> license.

C. 1. A licensed <u>medical marijuana</u> processor may take
marijuana plants and distill or process these plants into
concentrates, edibles, and other forms for consumption.

16 2. As required by subsection D of this section, the Authority 17 shall make available a set of standards which shall be used by 18 licensed <u>medical marijuana</u> processors in the preparation of edible 19 marijuana products. The standards should be in line with current 20 food preparation guidelines. No excessive or punitive rules may be 21 established by the Authority.

3. Up to two times a year, the Authority may inspect a processing operation and determine its compliance with the preparation standards. If deficiencies are found, a written report of the deficiency shall be issued to the licensed <u>medical marijuana</u> processor. The licensed <u>medical marijuana</u> processor shall have one (1) month to correct the deficiency or be subject to a fine of Five Hundred Dollars (\$500.00) for each deficiency.

4. A licensed <u>medical marijuana</u> processor may sell marijuana
products it creates to a licensed <u>medical marijuana</u> dispensary or
any other licensed <u>medical marijuana</u> processor. All sales by a
licensed <u>medical marijuana</u> processor shall be considered wholesale
sales and shall not be subject to taxation.

Under no circumstances may a licensed <u>medical marijuana</u>
 processor sell marijuana or any marijuana product directly to a
 licensed medical marijuana patient or licensed <u>medical marijuana</u>
 caregiver. However, a licensed <u>medical marijuana</u> processor may
 process cannabis into a concentrated form for a licensed medical
 marijuana patient for a fee.

16 6. Licensed medical marijuana processors shall be required to 17 complete a monthly yield and sales report to the Authority. This 18 report shall be due on the fifteenth of each month and shall provide 19 reporting on the previous month. This report shall detail the 20 amount of marijuana and medical marijuana products purchased in 21 pounds, the amount of marijuana cooked or processed in pounds, and 22 the amount of waste in pounds. Additionally, this report shall show 23 total wholesale sales in dollars. The Authority shall have

24

oversight and auditing responsibilities to ensure that all marijuana
 being processed is accounted for.

The Authority shall oversee the inspection and compliance of 3 D. 4 licensed medical marijuana processors producing products with 5 marijuana as an additive. The Authority shall be compelled to_{τ} within thirty (30) days of passage of this initiative, appoint 6 7 twelve (12) Oklahoma residents to the Medical Marijuana Advisory Council, who are marijuana industry experts, to create a list of 8 9 food safety standards for processing and handling medical marijuana 10 in Oklahoma. These standards shall be adopted by the Authority and 11 the Authority may enforce these standards for licensed medical 12 marijuana processors. The Authority shall develop a standards 13 review procedure and these standards can be altered by calling 14 another council of twelve (12) Oklahoma marijuana industry experts. 15 A signed letter of twenty operating, licensed medical marijuana 16 processors shall constitute a need for a new council and standards 17 review.

18 E. If it becomes permissible under federal law, marijuana may19 be moved across state lines.

F. Any device used for the processing or consumption of medical marijuana shall be considered legal to be sold, manufactured, distributed and possessed. No merchant, wholesaler, manufacturer or individual may be unduly harassed or prosecuted for selling, manufacturing or possessing marijuana paraphernalia.

Req. No. 6680

1SECTION 4.AMENDATORY63 O.S. 2021, Section 424, is2amended to read as follows:

3 Section 424. A. A temporary medical marijuana transportation 4 transporter license will or an annual medical marijuana transporter 5 license shall be issued to qualifying applicants for a medical 6 marijuana retail dispensary, growing medical marijuana commercial 7 grower, or processing medical marijuana processor license. The 8 transportation temporary or annual medical marijuana transporter 9 license will shall be issued at the time of approval of a retail, 10 growing, or processing the temporary or annual medical marijuana 11 dispensary, medical marijuana commercial grower, or medical 12 marijuana processor license. The fees for the temporary or annual 13 license shall be paid by the applicant in the amounts provided for 14 in Section 427.14 of this title. 15 A transportation medical marijuana transporter license will В.

10 D. A classportation <u>medical mairjuana classporter</u> freense will 16 <u>shall</u> allow the holder to transport <u>medical</u> marijuana from an 17 Oklahoma_licensed medical marijuana <u>retailer</u> <u>dispensary</u>, <u>licensed</u> 18 <u>growing medical marijuana commercial grower</u> facility, or <u>licensed</u> 19 <u>medical marijuana</u> processor facility to an Oklahoma_licensed medical 20 marijuana <u>retailer</u> <u>dispensary</u>, <u>licensed</u> <u>growing</u> <u>medical marijuana</u> 21 <u>commercial grower</u> facility, or <u>licensed</u> <u>medical marijuana</u> processing 22 facility.

- 23
- 24

| 1 | C. All <u>medical</u> marijuana or <u>medical</u> marijuana products shall be |
|----|---|
| 2 | transported in a locked container and clearly labeled "Medical |
| 3 | Marijuana or Derivative". |
| 4 | SECTION 5. AMENDATORY 63 O.S. 2021, Section 427.14, as |
| 5 | amended by Section 4, Chapter 332, O.S.L. 2022 (63 O.S. Supp. 2022, |
| 6 | Section 427.14), is amended to read as follows: |
| 7 | Section 427.14 A. There is hereby created the medical |
| 8 | marijuana business license, which shall include the following |
| 9 | categories: |
| 10 | 1. Medical marijuana commercial grower; |
| 11 | 2. Medical marijuana processor; |
| 12 | 3. Medical marijuana dispensary; |
| 13 | 4. Medical marijuana transporter; and |
| 14 | 5. Medical marijuana testing laboratory. |
| 15 | B. The Oklahoma Medical Marijuana Authority, with the aid of |
| 16 | the Office of Management and Enterprise Services, shall develop a |
| 17 | website for medical marijuana business <u>license</u> applications. |
| 18 | C. The Authority shall make available on its website in an |
| 19 | easy-to-find location, applications for a temporary medical |
| 20 | marijuana business license and annual medical marijuana business |
| 21 | license. |
| 22 | D. Beginning November 1, 2023, the Authority shall require all |
| 23 | persons or entities seeking licensure as a medical marijuana |
| 24 | commercial grower, medical marijuana processor, medical marijuana |

Req. No. 6680

| 1 | dispensary, or medical marijuana transporter to first apply for a |
|----|--|
| 2 | temporary medical marijuana business license. |
| 3 | <u>1. A temporary medical marijuana business license is a</u> |
| 4 | conditional license and does not authorize the licensee to conduct |
| 5 | any sales of medical marijuana or marijuana products, the growing or |
| 6 | processing of marijuana, or the transportation of any medical |
| 7 | marijuana or marijuana products by the licensee. A temporary |
| 8 | medical marijuana business licensee shall follow all applicable |
| 9 | rules and regulations promulgated by the Authority. |
| 10 | 2. A temporary medical marijuana business license does not |
| 11 | obligate the Authority to issue an annual medical marijuana business |
| 12 | license nor does the temporary medical marijuana business license |
| 13 | create a vested right in the holder to either an extension of the |
| 14 | temporary medical marijuana business license or to the granting of a |
| 15 | subsequent annual medical marijuana business license. |
| 16 | 3. A temporary medical marijuana business license issued under |
| 17 | the provisions of this subsection shall be valid for one hundred |
| 18 | eighty (180) days from its effective date. |
| 19 | 4. A temporary medical marijuana business license may be |
| 20 | extended by the Authority for additional ninety-day periods not to |
| 21 | exceed eighteen (18) months if: |
| 22 | a. an application for an annual license has been |
| 23 | submitted to the Authority prior to the initial |
| 24 | |

| 1 | expiration date of the temporary medical marijuana | | | | | | |
|----|--|--|--|--|--|--|--|
| 2 | business license, and | | | | | | |
| 3 | b. the Authority determines that the application and | | | | | | |
| 4 | required documentation submitted by the applicant for | | | | | | |
| 5 | an annual medical marijuana business license is | | | | | | |
| 6 | deficient in some manner. | | | | | | |
| 7 | 5. In addition to the initial fee for a medical marijuana | | | | | | |
| 8 | business license provided for in subsection E of this section, a | | | | | | |
| 9 | nonrefundable application fee for a temporary medical marijuana | | | | | | |
| 10 | business license shall be assessed in the amount of One Thousand | | | | | | |
| 11 | Dollars (\$1,000.00). A nonrefundable fee of One Thousand Dollars | | | | | | |
| 12 | (\$1,000.00) shall be assessed for every ninety-day extension | | | | | | |
| 13 | requested by the holder of a temporary medical marijuana business | | | | | | |
| 14 | license and subsequently granted by the Authority. | | | | | | |
| 15 | 6. In addition to the general requirements provided for in | | | | | | |
| 16 | subsection F of this section, persons or entities applying for a | | | | | | |
| 17 | temporary medical marijuana business license or applying to renew a | | | | | | |
| 18 | medical marijuana business license shall submit the following to the | | | | | | |
| 19 | Authority: | | | | | | |
| 20 | a. business-formation documents, which may include, but | | | | | | |
| 21 | not be limited to, articles of incorporation, | | | | | | |
| 22 | operating agreements, partnership agreements, and | | | | | | |
| 23 | fictitious business name statements. The applicant | | | | | | |
| 24 | | | | | | | |

| 1 | | shall also provide all documents filed with the |
|----|-----------|---|
| 2 | | Oklahoma Secretary of State, |
| 3 | <u>b.</u> | financial information pertaining to the operations of |
| 4 | | the medical marijuana business, which shall include |
| 5 | | the following: |
| 6 | | (1) a list of funds belonging to the applicant held |
| 7 | | in savings, checking, or other accounts |
| 8 | | maintained by a financial institution. The |
| 9 | | applicant shall provide for each account, the |
| 10 | | name of the financial institution, the address of |
| 11 | | the financial institution, account type, account |
| 12 | | number, and the amount of money in the account, |
| 13 | | (2) a list of loans made to the applicant. For each |
| 14 | | loan, the applicant shall provide the amount of |
| 15 | | the loan, the date of the loan, term of the loan, |
| 16 | | security provided for the loan, and the name, |
| 17 | | address, and phone number of the lender, |
| 18 | | (3) a list of investments made into the medical |
| 19 | | marijuana business. For each investment, the |
| 20 | | applicant shall provide the amount of the |
| 21 | | investment, the date of the investment, term of |
| 22 | | the investment, and the name, address, and phone |
| 23 | | number of the investor, and |
| 24 | | |

| 1 | | (4) a list of all monetary gifts, equipment, and |
|----|-----------|--|
| 2 | | property of any kind given to the applicant for |
| З | | the purpose of or in exchange for applying for or |
| 4 | | operating a medical marijuana business. For each |
| 5 | | gift, the applicant shall provide the value or a |
| 6 | | description of the gift and the name, address, |
| 7 | | and phone number of the provider of the gift, |
| 8 | <u>C.</u> | a complete list of every individual who has a |
| 9 | | financial interest in the medical marijuana business |
| 10 | | who is not an owner of the medical marijuana business, |
| 11 | <u>d.</u> | whether the applicant has an ownership or a financial |
| 12 | | interest in any other medical marijuana business |
| 13 | | licensed under the provisions of the Oklahoma Medical |
| 14 | | Marijuana and Patient Protection Act, |
| 15 | <u>e.</u> | a complete and detailed diagram of the proposed |
| 16 | | premises. If changes to the proposed premises occur |
| 17 | | during the application period, a revised set of plans |
| 18 | | shall be submitted to the Authority for final |
| 19 | | inspection. The diagram shall be to scale and shall |
| 20 | | show the following: |
| 21 | | (1) boundaries of the property and the proposed |
| 22 | | premises to be licensed, showing all boundaries, |
| 23 | | dimensions, entrances and exits, interior |
| 24 | | partitions, walls, rooms, windows, doorways, and |

| 1 | l | common or shared entryways, and shall include a |
|----|---|---|
| | | contain of shared entryways, and shart include a |
| 2 | | brief statement or description of the principal |
| 3 | | activity to be conducted therein, |
| 4 | | (2) the location of medical marijuana business |
| 5 | | activities that will take place in each area of |
| 6 | | the premises, and limited-access areas, |
| 7 | | (3) where all cameras are located and a number |
| 8 | | assigned to each camera for identification |
| 9 | | purposes, and |
| 10 | | (4) if the proposed premises consists of only a |
| 11 | | portion of the property, labels indicating which |
| 12 | | part of the property is the proposed premises and |
| 13 | | what the remaining property is used for, |
| 14 | <u>f.</u> | if the applicant is not the landowner of the real |
| 15 | | property upon which the premises is located, the |
| 16 | | applicant shall provide to the Authority a document |
| 17 | | from the landowner or the agent of the landowner that |
| 18 | | states that the applicant has the right to occupy the |
| 19 | | property and acknowledging the applicant may use the |
| 20 | | property for the medical marijuana business activity |
| 21 | | for which the applicant is applying for licensure. An |
| 22 | | applicant shall also provide a copy of the rental |
| | i de la companya de la company | |
| 23 | | agreement, as applicable, |

| 1 | g. | <u>if t</u> | he app | plicant is the landowner of the real property | | | | | |
|----|-----------|---|--|---|--|--|--|--|--|
| 2 | | upon which the premises is located, the applicant | | | | | | | |
| 3 | | shall provide to the Authority a copy of the title or | | | | | | | |
| 4 | | <u>deed</u> | deed to the property, | | | | | | |
| 5 | <u>h.</u> | if t | if the applicant is applying for a medical marijuana | | | | | | |
| 6 | | COMM | ercia | l grower license, the applicant shall also | | | | | |
| 7 | | subm | it the | e following: | | | | | |
| 8 | | (1) | for | indoor and mixed light cultivation, | | | | | |
| 9 | | | ident | tification of all power sources for | | | | | |
| 10 | | | <u>cult</u> : | ivation activities including, but not limited | | | | | |
| 11 | | | to, illumination, heating, cooling, and | | | | | | |
| 12 | | | ventilation, | | | | | | |
| 13 | | (2) | (2) if the applicant is proposing to use a diversion | | | | | | |
| 14 | | | from a waterbody, groundwater well, or rain | | | | | | |
| 15 | | catchment system as a water source for | | | | | | | |
| 16 | | cultivation, include the following locations on | | | | | | | |
| 17 | | the property diagram with locations also provided | | | | | | | |
| 18 | | as coordinates in either latitude and longitude | | | | | | | |
| 19 | | | <u>or t</u> l | he Oklahoma Coordinate System: | | | | | |
| 20 | | | (a) | sources of water used, including the | | | | | |
| 21 | | | | location of waterbody diversion, pump | | | | | |
| 22 | | | | location, and distribution system, and | | | | | |
| 23 | | | (b) | location, type, and capacity of each storage | | | | | |
| 24 | | | | unit to be used for cultivation, and | | | | | |

| 1 | (3) a proposed cultivation plan, which shall include |
|----|--|
| 2 | identification of all water sources used for |
| 3 | cultivation activities, and |
| 4 | i. evidence of insurance including, but not limited to: |
| 5 | (1) general liability insurance, |
| 6 | (2) workers' compensation insurance or a copy of an |
| 7 | Affidavit of Exempt Status filed with the |
| 8 | Workers' Compensation Commission if compensation |
| 9 | coverage is not required pursuant to the |
| 10 | Administrative Workers' Compensation Act, and |
| 11 | (3) product liability insurance. |
| 12 | 7. The Authority may request additional information from the |
| 13 | applicant. |
| 14 | 8. The Authority may reject an application for an annual |
| 15 | medical marijuana business license if the requirements for a |
| 16 | temporary medical marijuana business license or any provision of the |
| 17 | Oklahoma Medical Marijuana and Patient Protection Act are not |
| 18 | satisfied. |
| 19 | 9. For purposes of this subsection, "financial interest" |
| 20 | concerning a medical marijuana business shall include any |
| 21 | contractual agreements for profit sharing, subcontracting, or |
| 22 | similar financial arrangements; provided, that such disclosures |
| 23 | alone shall not automatically indicate ownership of the license or |
| 24 | require disclosure as an owner of the license. |
| | |

Req. No. 6680

<u>E.</u> 1. The <u>In addition to the fee for a temporary medical</u>
 <u>marijuana transporter license, the</u> annual, nonrefundable fee for a
 medical marijuana transporter license shall be Two Thousand Five
 Hundred Dollars (\$2,500.00).

5 2. The In addition to the nonrefundable application fee for a 6 temporary medical marijuana business license, the initial fee for a 7 medical marijuana commercial grower license shall be calculated based upon the total amount of square feet of canopy or acres the 8 9 grower estimates will be harvested for the year. The annual, 10 nonrefundable license fee shall be based upon the total amount of 11 square feet of canopy harvested by the grower during the previous 12 twelve (12) months. The amount of the fees shall be determined as 13 follows:

- a. For an indoor, greenhouse, or light deprivation
 medical marijuana grow facility:
- 16 (1) Tier 1: Up to ten thousand (10,000) square feet 17 of canopy, the fee shall be Two Thousand Five 18 Hundred Dollars (\$2,500.00),
- 19 (2) Tier 2: Ten thousand one (10,001) square feet of 20 canopy to twenty thousand (20,000) square feet of 21 canopy, the fee shall be Five Thousand Dollars 22 (\$5,000.00),

23 (3) Tier 3: Twenty thousand one (20,001) square feet 24 of canopy to forty thousand (40,000) square feet

| 1 | of | canopy, | the | fee | shall | be | Ten | Thousand | Dollars |
|---|------|-----------|-----|-----|-------|----|-----|----------|---------|
| 2 | (\$1 | 10,000.00 |), | | | | | | |

- (4) Tier 4: Forty thousand one (40,001) square feet of canopy to sixty thousand (60,000) square feet of canopy, the fee shall be Twenty Thousand Dollars (\$20,000.00),
- (5) Tier 5: Sixty thousand one (60,001) square feet of canopy to eighty thousand (80,000) square feet of canopy, the fee shall be Thirty Thousand Dollars (\$30,000.00),
- 11 (6) Tier 6: Eighty thousand one (80,001) square feet 12 of canopy to ninety-nine thousand nine hundred 13 ninety-nine (99,999) square feet of canopy, the 14 fee shall be Forty Thousand Dollars (\$40,000.00), 15 and
- 16 (7) Tier 7: One hundred thousand (100,000) square 17 feet of canopy and beyond, the fee shall be Fifty 18 Thousand Dollars (\$50,000.00), plus an additional 19 twenty-five cents (\$0.25) per square foot of 20 canopy over one hundred thousand (100,000) square 21 feet.
 - b. For an outdoor medical marijuana grow facility:
- 23

22

3

4

5

6

7

8

9

10

24

- 1(1) Tier 1: Up to two and one-half (2 1/2) acres,2the fee shall be Two Thousand Five Hundred3Dollars (\$2,500.00),
 - (2) Tier 2: Two and one-half (2 1/2) acres up to five (5) acres, the fee shall be Five Thousand Dollars (\$5,000.00),
 - (3) Tier 3: Five (5) acres up to ten (10) acres, the fee shall be Ten Thousand Dollars (\$10,000.00),
- 9 (4) Tier 4: Ten (10) acres up to twenty (20) acres, 10 the fee shall be Twenty Thousand Dollars 11 (\$20,000.00),
 - (5) Tier 5: Twenty (20) acres up to thirty (30) acres, the fee shall be Thirty Thousand Dollars (\$30,000.00),
 - (6) Tier 6: Thirty (30) acres up to forty (40) acres, the fee shall be Forty Thousand Dollars (\$40,000.00),
- 18 (7) Tier 7: Forty (40) acres up to fifty (50) acres,
 19 the fee shall be Fifty Thousand Dollars
 20 (\$50,000.00), and
- 21 (8) Tier 8: If the amount of acreage exceeds fifty
 22 (50) acres, the fee shall be Fifty Thousand
 23 Dollars (\$50,000.00) plus an additional Two
 24 Hundred Fifty Dollars (\$250.00) per acre.

4

5

6

7

8

12

13

14

15

16

17

1 с. For a medical marijuana commercial grower that has a 2 combination of both indoor and outdoor growing facilities at one location, the medical marijuana 3 4 commercial grower shall be required to obtain a 5 separate license from the Authority for each type of grow operation and shall be subject to the licensing 6 7 fees provided for in subparagraphs a and b of this 8 paragraph.

d. As used in this paragraph:

9

10 "canopy" means the total surface area within a (1)cultivation area that is dedicated to the 11 12 The cultivation of flowering marijuana plants. 13 surface area of the plant canopy must be 14 calculated in square feet and measured and must 15 include all of the area within the boundaries 16 where the cultivation of the flowering marijuana 17 plants occurs. If the surface of the plant 18 canopy consists of noncontiguous areas, each 19 component area must be separated by identifiable 20 boundaries. If a tiered or shelving system is 21 used in the cultivation area, the surface area of 22 each tier or shelf must be included in 23 calculating the area of the plant canopy. 24 Calculation of the area of the plant canopy may

1 not include the areas within the cultivation area 2 that are used to cultivate immature marijuana plants and seedlings, prior to flowering, and 3 4 that are not used at any time to cultivate mature 5 marijuana plants. If the flowering plants are vertically grown in cylinders, the square footage 6 7 of the canopy shall be measured by the circumference of the cylinder multiplied by the 8 9 total length of the cylinder, 10 "greenhouse" means a structure located outdoors (2)

- 10 (2) greenhouse means a structure rotated outdoors 11 that is completely covered by a material that 12 allows a controlled level of light transmission, 13 and
- (3) "light deprivation" means a structure that has
 concrete floors and the ability to manipulate
 natural light.

17 3. The <u>In addition to the nonrefundable application fee for a</u>
18 <u>temporary medical marijuana business license, the</u> annual,
19 nonrefundable license fee for a medical marijuana processor license
20 shall be determined as follows:

- 21a. Tier 1: Zero (0) to ten thousand (10,000) pounds of22biomass or production or use of up to one hundred23(100) liters of cannabis concentrate, the annual fee
- 24

| 1 | : | shall | be | Two | Thousand | Five | Hundred | Dollars |
|---|---|---------|-----|------|----------|------|---------|---------|
| 2 | | (\$2,50 | 0.0 |))), | | | | |

- b. Tier 2: Ten thousand one (10,001) pounds to fifty
 thousand (50,000) pounds of biomass or production or
 use from one hundred one (101) to three hundred fifty
 (350) liters of cannabis concentrate, the annual fee
 shall be Five Thousand Dollars (\$5,000.00),
- c. Tier 3: Fifty thousand one (50,001) pounds to one
 hundred fifty thousand (150,000) pounds of biomass or
 production or use from three hundred fifty-one (351)
 to six hundred fifty (650) liters of cannabis
 concentrate, the annual fee shall be Ten Thousand
 Dollars (\$10,000.00),
- 14d. Tier 4: One hundred fifty thousand one (150,001)15pounds to three hundred thousand (300,000) pounds of16biomass or production or use from six hundred fifty-17one (651) to one thousand (1,000) liters of cannabis18concentrate, the annual fee shall be Fifteen Thousand19Dollars (\$15,000.00), and
- e. Tier 5: More than three hundred thousand one
 (300,001) pounds of biomass or production or use in
 excess of one thousand one (1,001) liters of cannabis
 concentrate, the annual fee shall be Twenty Thousand
 Dollars (\$20,000.00).

For purposes of this paragraph only, if the cannabis concentrate is in nonliquid form, every one thousand (1,000) grams of concentrated marijuana shall be calculated as one (1) liter of cannabis concentrate.

5 4. The In addition to the nonrefundable application fee for a temporary medical marijuana business license, the initial fee for a 6 7 medical marijuana dispensary license shall be Two Thousand Five Hundred Dollars (\$2,500.00). The annual, nonrefundable license fee 8 9 for a medical marijuana dispensary license shall be calculated at 10 ten percent (10%) of the sum of twelve (12) calendar months of the 11 combined annual state sales tax and state excise tax of the 12 dispensary. The minimum fee shall be not less than Two Thousand 13 Five Hundred Dollars (\$2,500.00) and the maximum fee shall not 14 exceed Ten Thousand Dollars (\$10,000.00).

15 5. The <u>In addition to the nonrefundable application fee for a</u>
16 <u>temporary medical marijuana business license, the</u> annual,
17 nonrefundable license fee for a medical marijuana testing laboratory
18 shall be Twenty Thousand Dollars (\$20,000.00).

19 E. F. All applicants seeking licensure or licensure renewal as 20 a medical marijuana business shall comply with the following general 21 requirements:

1. All applications for licenses and registrations authorized pursuant to this section shall be made upon forms prescribed by the Authority;

Req. No. 6680

2. Each application shall identify the city or county in which
 the applicant seeks to obtain licensure as a medical marijuana
 business;

4 3. Applicants shall submit a complete application to the5 Authority before the application may be accepted or considered;

6 4. All applications shall be complete and accurate in every7 detail;

8 5. All applications shall include all attachments or
9 supplemental information required by the forms supplied by the
10 Authority;

6. All applications shall be accompanied by a full remittance for the whole amount of the application fees. Application fees are nonrefundable;

14 7. All applicants shall be approved for licensing review that,15 at a minimum, meets the following criteria:

- a. twenty-five (25) years of age or older,
 b. if applying as an individual, proof that the applicant
 is an Oklahoma resident pursuant to paragraph 11 of
 this subsection,
- c. if applying as an entity, proof that seventy-five
 percent (75%) of all members, managers, executive
 officers, partners, board members or any other form of
 business ownership are Oklahoma residents pursuant to
 paragraph 11 of this subsection,

- d. if applying as an individual or entity, proof that the
 individual or entity is registered to conduct business
 in the State of Oklahoma,
- e. disclosure of all ownership interests pursuant to the
 Oklahoma Medical Marijuana and Patient Protection Act,
 and
- 7 f. proof that the medical marijuana business, medical marijuana research facility, medical marijuana 8 9 education facility and medical marijuana waste 10 disposal facility applicant or licensee has not been 11 convicted of a nonviolent felony in the last two (2) 12 years, or any other felony conviction within the last 13 five (5) years, is not a current inmate in the custody 14 of the Department of Corrections, or currently 15 incarcerated in a jail or corrections facility;

16 8. There shall be no limit to the number of medical marijuana 17 business licenses or categories that an individual or entity can 18 apply for or receive, although each application and each category 19 shall require a separate application and application fee. A 20 commercial grower, processor and dispensary, or any combination 21 thereof, are authorized to share the same address or physical 22 location, subject to the restrictions set forth in the Oklahoma 23 Medical Marijuana and Patient Protection Act;

24

9. All applicants for a medical marijuana business license,
 research facility license or education facility license authorized
 by the Oklahoma Medical Marijuana and Patient Protection Act, or for
 a renewal of such license, shall undergo an Oklahoma criminal
 history background check conducted by the Oklahoma State Bureau of
 Investigation (OSBI) within thirty (30) days prior to the
 application for the license, including:

individual applicants applying on their own behalf, 8 a. 9 b. individuals applying on behalf of an entity, all principal officers of an entity, and 10 с. all owners of an entity as defined by the Oklahoma 11 d. 12 Medical Marijuana and Patient Protection Act; 13 10. All applicable fees charged by the OSBI are the 14 responsibility of the applicant and shall not be higher than fees 15 charged to any other person or industry for such background checks;

16 In order to be considered an Oklahoma resident for purposes 11. 17 of a medical marijuana business license application, all applicants 18 shall provide proof of Oklahoma residency for at least two (2) years 19 immediately preceding the date of application or five (5) years of 20 continuous Oklahoma residency during the preceding twenty-five (25) 21 years immediately preceding the date of application. Sufficient 22 documentation of proof of residency shall include a combination of 23 the following:

- 24
- a. an unexpired Oklahoma-issued driver license,

| 1 | b. an Oklahoma identification card, |
|----|---|
| 2 | c. a utility bill preceding the date of application, |
| 3 | excluding cellular telephone and Internet bills, |
| 4 | d. a residential property deed to property in the State |
| 5 | of Oklahoma, and |
| 6 | e. a rental agreement preceding the date of application |
| 7 | for residential property located in the State of |
| 8 | Oklahoma. |
| 9 | Applicants that were issued a medical marijuana business license |
| 10 | prior to August 30, 2019, are hereby exempt from the two-year or |
| 11 | five-year Oklahoma residence requirement mentioned above; |
| 12 | 12. All license applicants shall be required to submit a |
| 13 | registration with the Oklahoma State Bureau of Narcotics and |
| 14 | Dangerous Drugs Control as provided in Sections 2-302 through 2-304 |
| 15 | of this title; |
| 16 | 13. All applicants shall establish their identity through |
| 17 | submission of a color copy or digital image of one of the following |
| 18 | unexpired documents: |
| 19 | a. front of an Oklahoma driver license, |
| 20 | b. front of an Oklahoma identification card, |
| 21 | c. a United States passport or other photo identification |
| 22 | issued by the United States government, or |
| 23 | |
| 24 | |

1

2

3

d. a tribal identification card approved for identification purposes by the Oklahoma Department of

Public Safety; and

14. All applicants shall submit an applicant photograph.
F. G. The Authority shall review the <u>temporary</u> medical
marijuana business <u>license</u> application; approve, reject or deny the
application; and mail the approval, rejection, denial or statusupdate letter to the applicant within ninety (90) business days of
receipt of the application.

10 G. H. 1. The Authority shall review the temporary medical 11 marijuana business license applications and conduct all 12 investigations, inspections and interviews before approving the 13 application for an annual medical marijuana business license for the 14 specific category applied under. The annual medical marijuana 15 business license shall not be issued until the Authority determines 16 that all necessary inspections and reviews including, but not 17 limited to, plan reviews, safety inspections or compliance

18 inspections, have been completed.

19 2. Approved applicants shall be issued a <u>an annual</u> medical 20 marijuana business license for the specific category applied under, 21 which shall act as proof of their approved status. Rejection and 22 denial letters shall provide a reason for the rejection or denial. 23 Applications <u>for an annual medical marijuana business license</u> may 24 only be rejected or denied based on the applicant not meeting the

standards set forth in the provisions of subsection D of this 1 2 section for a temporary medical marijuana business license, the provisions of the Oklahoma Medical Marijuana and Patient Protection 3 Act and Sections 420 through 426.1 of this title, improper 4 5 completion of the application, or for a reason provided for in the Oklahoma Medical Marijuana and Patient Protection Act and Sections 6 7 420 through 426.1 of this title. If an application for an annual medical marijuana business license is rejected for failure to 8 9 provide required information, the applicant shall have thirty (30) 10 days be granted an extension of time as provided for in paragraph 4 of subsection D of this section to submit the required information 11 12 for reconsideration. No additional application fee and shall be 13 charged for such reconsideration assessed a nonrefundable fee of One 14 Thousand Dollars (\$1,000.00) for every ninety-day extension 15 requested by the applicant and subsequently granted by the 16 Authority. Unless the Authority determines otherwise, an 17 application that has been resubmitted but is still incomplete or 18 contains errors that are not clerical or typographical in nature 19 shall be denied.

3. Status-update letters shall provide a reason for delay in either approval, rejection or denial should a situation arise in which an application was submitted properly but a delay in processing the application occurred.

24

Approval, rejection, denial or status-update letters shall
 be sent to the applicant in the same method the application was
 submitted to the Authority.

4 5. Medical marijuana businesses issued a medical marijuana 5 business license prior to the effective date of this act shall be 6 required to submit business-formation documents, financial 7 information, and insurance information pertaining to the operations 8 of the medical marijuana business, as prescribed in subparagraphs a, 9 b, c, d, e, f, and i of paragraph 6 of subsection D of this section, 10 to the Authority prior to renewal of the medical marijuana business 11 license. The medical marijuana business licensee shall submit the 12 required documentation not less than sixty (60) days prior to the 13 date of renewal of the medical marijuana business license. The 14 Authority shall have thirty (30) days to review the submitted 15 documentation and an additional thirty (30) days immediately 16 thereafter for purposes of resolving any inconsistencies, 17 discrepancies, or disputed issues found within the submitted 18 documentation. If the medical marijuana business licensee fails to 19 submit the required documentation sixty (60) days prior to the date 20 of renewal, the license of the medical marijuana business shall be 21 suspended until such time as the documentation is submitted to the 22 Authority. 23 6. Medical marijuana businesses that have been issued a 24 temporary and annual medical marijuana business license pursuant to

the provisions of subsection D of this section shall be required to annually submit updated business-formation documents, financial information, and insurance information pertaining to the operations of the medical marijuana business, as prescribed in subparagraphs a, b, c, d, e, f, and i of paragraph 6 of subsection D of this section, to the Authority when seeking renewal of the medical marijuana business license.

8 <u>H I</u>. A license for a medical marijuana business, medical 9 marijuana research facility, medical marijuana education facility or 10 medical marijuana waste disposal facility shall not be issued to or 11 held by:

12 1. A person until all required fees have been paid;

13 2. A person who has been convicted of a nonviolent felony 14 within two (2) years of the date of application, or within five (5) 15 years for any other felony;

3. A corporation, if the criminal history of any of its
officers, directors or stockholders indicates that the officer,
director or stockholder has been convicted of a nonviolent felony
within two (2) years of the date of application, or within five (5)
years for any other felony;

A person under twenty-five (25) years of age;

5. A person licensed pursuant to this section who, during a period of licensure, or who, at the time of application, has failed to:

- 1 file taxes, interest or penalties due related to a a. 2 medical marijuana business, or pay taxes, interest or penalties due related to a 3 b. 4 medical marijuana business; 5 6. A sheriff, deputy sheriff, police officer or prosecuting officer, or an officer or employee of the Authority or municipality; 6 7 7. A person whose authority to be a caregiver, as defined in Section 427.2 of this title, has been revoked by the Authority; or 8 9 8. A person who was involved in the management or operations of any medical marijuana business, medical marijuana research facility, 10 11 medical marijuana education facility or medical marijuana waste 12 disposal facility that, after the initiation of a disciplinary 13 action, has had a medical marijuana license revoked, not renewed, or 14 surrendered during the five (5) years preceding submission of the 15 application and for the following violations: 16 unlawful sales or purchases, а. 17 b. any fraudulent acts, falsification of records or 18 misrepresentation to the Authority, medical marijuana 19 patient licensees, caregiver licensees or medical 20 marijuana business licensees, 21 с. any grossly inaccurate or fraudulent reporting, 22 d. threatening or harming any medical marijuana patient, 23 caregiver, medical practitioner or employee of the
- 24 Authority,

| 1 | e. | knowingly or intentionally refusing to permit the |
|-----|-----------------|--|
| 2 | | Authority access to premises or records, |
| 3 | f. | using a prohibited, hazardous substance for processing |
| 4 | | in a residential area, |
| 5 | đ. | criminal acts relating to the operation of a medical |
| 6 | | marijuana business, or |
| 7 | h. | any violations that endanger public health and safety |
| 8 | | or product safety. |
| 9 | <u>∓ J</u> . In | investigating the qualifications of an applicant or a |
| 1 0 | | |

10 licensee, the Authority and municipalities may have access to 11 criminal history record information furnished by a criminal justice 12 agency subject to any restrictions imposed by such an agency.

13 J<u>K</u>. The failure of an applicant or licensee to provide the 14 requested information by the Authority deadline may be grounds for 15 denial of the application.

16 K L. All applicants and licensees shall submit information to 17 the Authority in a full, faithful, truthful and fair manner. The 18 Authority may recommend denial of an application where the applicant 19 or licensee made misstatements, omissions, misrepresentations or 20 untruths in the application or in connection with the background 21 investigation of the applicant. This type of conduct may be grounds 22 for administrative action against the applicant or licensee. Typos 23 and scrivener errors shall not be grounds for denial.

24

1 <u>+ M.</u> A licensed medical marijuana business premises shall be 2 subject to and responsible for compliance with applicable provisions 3 consistent with the zoning where such business is located as 4 described in the most recent versions of the Oklahoma Uniform 5 Building Code, the International Building Code and the International 6 Fire Code, unless granted an exemption by a municipality or 7 appropriate code enforcement entity.

M <u>N</u>. All medical marijuana business, medical marijuana research
 facility, medical marijuana education facility and medical marijuana
 waste disposal facility licensees shall pay the relevant licensure
 fees prior to receiving licensure to operate.

NO. A medical marijuana business, medical marijuana research facility, medical marijuana education facility or medical marijuana waste disposal facility that attempts to renew its license after the expiration date of the license shall pay a late renewal fee in an amount to be determined by the Authority to reinstate the license. Late renewal fees are nonrefundable. A license that has been expired for more than ninety (90) days shall not be renewed.

24

SECTION 6. AMENDATORY 63 O.S. 2021, Section 427.16, as
 amended by Section 16, Chapter 251, O.S.L. 2022 (63 O.S. Supp. 2022,
 Section 427.16), is amended to read as follows:

Section 427.16 A. There is hereby created a medical marijuana
transporter license as a category of the medical marijuana business
license.

7 Pursuant to Section 424 of this title, the Oklahoma Medical в. Marijuana Authority shall issue a temporary and an annual medical 8 9 marijuana transporter license to licensed medical marijuana 10 commercial growers, licensed medical marijuana processors, and 11 licensed medical marijuana dispensaries upon issuance of such 12 licenses and upon each renewal. Medical marijuana transporter 13 licenses shall also be issued to licensed medical marijuana research 14 facilities, licensed medical marijuana education facilities and 15 licensed medical marijuana testing laboratories upon issuance of 16 such licenses and upon each renewal.

17 C. A temporary or annual medical marijuana transporter license 18 may also be issued to qualifying applicants who are registered with 19 the Secretary of State and otherwise meet the requirements for a 20 medical marijuana business license set forth in Section 427.14 of 21 this title, the Oklahoma Medical Marijuana and Patient Protection 22 Act and the requirements set forth in this section to provide 23 logistics, distribution and storage of medical marijuana, medical 24 marijuana concentrate and medical marijuana products.

Req. No. 6680

D. A medical marijuana transporter license shall be valid for one (1) year and shall not be transferred with a change of ownership. A licensed medical marijuana transporter shall be responsible for all medical marijuana, medical marijuana concentrate and medical marijuana products once the transporter takes control of the product.

E. A transporter license shall be required for any person or
entity to transport or transfer medical marijuana, medical marijuana
concentrate or medical marijuana products from a licensed medical
marijuana business to another medical marijuana business, or from a
medical marijuana business to a medical marijuana research facility
or medical marijuana education facility.

F. A medical marijuana transporter licensee may contract withmultiple licensed medical marijuana businesses.

15 G. A medical marijuana transporter may maintain a licensed 16 premises to temporarily store medical marijuana, medical marijuana 17 concentrate and medical marijuana products and to use as a 18 centralized distribution point. A medical marijuana transporter may 19 store and distribute medical marijuana, medical marijuana 20 concentrate and medical marijuana products from the licensed 21 premises. The licensed premises shall meet all security 22 requirements applicable to a medical marijuana business.

H. A medical marijuana transporter licensee shall use the seed to-sale tracking system developed pursuant to the Oklahoma Medical

Req. No. 6680

Marijuana and Patient Protection Act to create shipping manifests
 documenting the transport of medical marijuana, medical marijuana
 concentrate and medical marijuana products throughout the state.

I. A licensed medical marijuana transporter may maintain and
operate one or more warehouses in the state to handle medical
marijuana, medical marijuana concentrate and medical marijuana
products. Each location shall be registered and inspected by the
Authority prior to its use.

9 J. With the exception of a lawful transfer between medical 10 marijuana businesses who are licensed to operate at the same 11 physical address, all medical marijuana, medical marijuana 12 concentrate and medical marijuana products shall be transported:

In vehicles equipped with Global Positioning System (GPS)
 trackers;

15 2. In a locked container and clearly labeled "Medical Marijuana 16 or Derivative"; and

17 3. In a secured area of the vehicle that is not accessible by18 the driver during transit.

19 K. A transporter agent may possess marijuana at any location 20 while the transporter agent is transferring marijuana to or from a 21 licensed medical marijuana business, licensed medical marijuana 22 research facility or licensed medical marijuana education facility. 23 The Authority shall administer and enforce the provisions of this 24 section concerning transportation.

Req. No. 6680

L. The Authority shall issue a transporter agent license to individual agents, employees, officers or owners of a transporter license in order for the individual to qualify to transport medical marijuana, medical marijuana concentrate or medical marijuana products.

M. The annual fee for a transporter agent license shall be
Twenty-five Dollars (\$25.00) and shall be paid by the transporter
license holder or the individual applicant. Transporter license
reprints shall be Twenty Dollars (\$20.00).

10 N. The Authority shall issue each transporter agent a registry
11 identification card within thirty (30) days of receipt of:

12 1. The name, address and date of birth of the person;

Proof of current state residency;

14 3. Proof of identity as required for a medical marijuana15 business license;

16 4. Possession of a valid state-issued driver license;

17 5. Verification of employment with a licensed transporter;

18 6. The application and affiliated fee; and

19 7. A copy of the criminal background check conducted by the20 Oklahoma State Bureau of Investigation, paid for by the applicant.

0. If the transporter agent application is denied, the
Authority shall notify the transporter in writing of the reason for
denying the registry identification card.

24

P. A registry identification card for a transporter shall expire one (1) year after the date of issuance or upon notification from the holder of the transporter license that the transporter agent ceases to work as a transporter.

Q. The Authority may revoke the registry identification card of a transporter agent who knowingly violates any provision of this section, and the transporter is subject to any other penalties established by law for the violation.

9 R. The Authority may revoke or suspend the transporter license 10 of a transporter that the Authority determines knowingly aided or 11 facilitated a violation of any provision of this section, and the 12 license holder is subject to any other penalties established in law 13 for the violation.

S. Vehicles used in the transport of medical marijuana or medical marijuana product shall be:

Insured at or above the legal requirements in this state;
 Capable of securing medical marijuana during transport; and
 In possession of a shipping container as defined in Section
 427.2 of this title capable of securing all transported products.

T. Prior to the transport of any medical marijuana, medical marijuana concentrate or medical marijuana products, an inventory manifest shall be prepared at the origination point of the medical marijuana. The inventory manifest shall include the following information:

Req. No. 6680

| 1 | 1. For the origination point of the medical marijuana: | | |
|----|--|--|--|
| 2 | a. the licensee number for the commercial grower, | | |
| 3 | processor or dispensary, | | |
| 4 | b. address of origination of transport, and | | |
| 5 | c. name and contact information for the originating | | |
| 6 | licensee; | | |
| 7 | 2. For the end recipient license holder of the medical | | |
| 8 | marijuana: | | |
| 9 | a. the license number for the dispensary, commercial | | |
| 10 | grower, processor, research facility or education | | |
| 11 | facility destination, | | |
| 12 | b. address of the destination, and | | |
| 13 | c. name and contact information for the destination | | |
| 14 | licensee; | | |
| 15 | 3. Quantities by weight or unit of each type of medical | | |
| 16 | marijuana product contained in transport; | | |
| 17 | 4. The date of the transport and the approximate time of | | |
| 18 | departure; | | |
| 19 | 5. The arrival date and estimated time of arrival; | | |
| 20 | 6. Printed names and signatures of the personnel accompanying | | |
| 21 | the transport; and | | |
| 22 | 7. Notation of the transporting licensee. | | |
| 23 | U. 1. A separate inventory manifest shall be prepared for each | | |
| 24 | licensee receiving the medical marijuana. | | |
| | | | |

Req. No. 6680

1 2. The transporter agent shall provide the other medical 2 marijuana business with a copy of the inventory manifest at the time 3 the product changes hands and after the other licensee prints his or 4 her name and signs the inventory manifest. 5 3. A receiving licensee shall refuse to accept any medical 6 marijuana, medical marijuana concentrate or medical marijuana 7 products that are not accompanied by an inventory manifest. 8 4. Originating and receiving licensees shall maintain copies of 9 inventory manifests and logs of quantities of medical marijuana 10 received for seven (7) years from date of receipt. 11 SECTION 7. This act shall become effective November 1, 2023. 12 13 59-1-6680 GRS 01/10/23 14 15 16 17 18 19 20 21 22 23 24