

1 Dollars (\$2,500.00) ~~and a~~. A method of payment will shall be
2 provided on the website. ~~Retail~~ Dispensary applicants must all be
3 Oklahoma state residents. Any entity applying for a retail license
4 must be owned by an Oklahoma state resident and must be registered
5 to do business in Oklahoma. The ~~Oklahoma~~ State Department of Health
6 shall have two (2) weeks to review the application, approve or
7 reject the application, and mail the ~~approval/rejection~~ approval or
8 rejection letter ~~(if rejected, stating to the applicant. If the~~
9 application is rejected, the letter shall state the reasons for
10 rejection) to rejecting the application submitted by the applicant.

11 B. The ~~Oklahoma~~ State Department of Health ~~must~~ shall approve
12 all applications which meet the following criteria:

13 1. ~~Applicant~~ The applicant must be ~~age~~ twenty-five (25) years
14 of age or older;

15 2. ~~Any~~ The applicant, applying as an individual, must show
16 residency in the State of Oklahoma;

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

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

22 5. All applying individuals or entities must be registered to
23 conduct business in the State of Oklahoma;

24 6. All applicants must disclose all ownership;

1 7. ~~Applicant(s)~~ Applicants with ~~only~~ a nonviolent felony
2 ~~conviction(s)~~ conviction in the last two (2) years, any other felony
3 conviction in the last five 5 (years), inmates under the custody of
4 the Department of Corrections, or any person currently incarcerated
5 ~~may~~ shall not qualify for a medical marijuana dispensary license.

6 C. ~~Retailers will~~ Dispensaries shall be required to complete a
7 monthly sales report to the ~~Oklahoma~~ State Department of Health.
8 ~~This~~ The report ~~will~~ shall be due on the 15th of each month and
9 provide reporting on the previous month. ~~This~~ The report ~~will~~ shall
10 detail the weight of marijuana purchased at wholesale and the weight
11 of marijuana sold to ~~card holders~~ licensed medical marijuana
12 patients or licensed medical marijuana caregivers, and account for
13 any waste. The report ~~will~~ shall show total sales in dollars, tax
14 collected in dollars, and tax due in dollars. The ~~Oklahoma~~ State
15 Department of Health ~~will~~ shall have oversight and auditing
16 responsibilities to ensure that all marijuana being grown is
17 accounted for. A retailer ~~will~~ shall only be subject to a penalty
18 if a gross discrepancy exists and cannot be explained. Penalties
19 for fraudulent reporting occurring within any ~~2~~ two-year time period
20 ~~will~~ shall be an initial fine of Five Thousand Dollars (\$5,000.00)
21 ~~(first)~~ for the first offense and revocation of ~~licensing~~ (second)
22 the medical marijuana dispensary license for the second offense.

23 D. Only a licensed medical marijuana ~~retailer~~ dispensary may
24 conduct retail sales of marijuana~~7~~ or marijuana derivatives in the

1 form provided by licensed processors, ~~and these can.~~ Beginning
2 November 1, 2020, licensed medical marijuana dispensaries shall be
3 authorized to grind and offer for sale pre-rolled marijuana
4 cigarettes to licensed medical marijuana patients or licensed
5 medical marijuana caregivers. The products described in this
6 subsection may only be sold to a licensed medical marijuana license
7 holder patients or their caregiver licensed medical marijuana
8 caregivers. Penalties for fraudulent sales occurring within any 2
9 two-year time period will shall be an initial fine of Five Thousand
10 Dollars (\$5,000.00) ~~(first)~~ for the first offense and revocation of
11 ~~licensing (second)~~ the medical marijuana dispensary license for the
12 second offense.

13 SECTION 2. This act shall become effective November 1, 2020.

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15 COMMITTEE REPORT BY: COMMITTEE ON RULES, dated 02/18/2020 - DO PASS,
16 As Coauthored.

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