1 ENGROSSED HOUSE AMENDMENT ΤO 2 ENGROSSED SENATE BILL NO. 1726 By: Leewright of the Senate 3 and Hilbert of the House 4 5 6 7 [ medical marijuana - license holder protection exception from regulatory zoning laws - waste disposal license -8 emergency ] 9 10 11 AMENDMENT NO. 1. Strike the title, enacting clause, and entire bill and insert: 12 13 14 "An Act relating to medical marijuana; amending 63 O.S. 2021, Section 427.2, as amended by Section 4, Chapter 584, O.S.L. 2021, which relates to the 15 Oklahoma Medical Marijuana and Patient Protection Act; modifying certain definition; amending 63 O.S. 16 2021, Section 425, as amended by Section 5, Chapter 17 553, O.S.L. 2021, which relates to license holder protection; imposing certain restrictions on 18 location of medical marijuana commercial growers; providing method of certain measurement; providing 19 exceptions; amending 63 O.S. 2021, Section 430, as amended by Section 28, Chapter 553, O.S.L. 2021, 20 which relates to the Oklahoma Medical Marijuana Waste Management Act; adding definition; updating 21 statutory language; and declaring an emergency. 22 23 24 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

1SECTION 1.AMENDATORY63 O.S. 2021, Section 427.2, as2amended by Section 4, Chapter 584, O.S.L. 2021, is amended to read3as follows:

Section 427.2 As used in the Oklahoma Medical Marijuana and
Patient Protection Act:

1. "Advertising" means the act of providing consideration for
the publication, dissemination, solicitation or circulation, of
visual, oral or written communication to induce directly or
indirectly any person to patronize a particular medical marijuana
business, or to purchase particular medical marijuana or a medical
marijuana product. Advertising includes marketing, but does not
include packaging and labeling;

2. "Authority" means the Oklahoma Medical Marijuana Authority;
 3. "Batch number" means a unique numeric or alphanumeric
 identifier assigned prior to testing to allow for inventory tracking
 and traceability;

17 4. "Cannabinoid" means any of the chemical compounds that are18 active principles of marijuana;

19 5. "Caregiver" means a family member or assistant who regularly 20 looks after a medical marijuana license holder whom a physician 21 attests needs assistance;

Child-resistant" means special packaging that is:
 a. designed or constructed to be significantly difficult
 for children under five (5) years of age to open and

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- 1 not difficult for normal adults to use properly as
  2 defined by 16 C.F.R. 1700.15 (1995) and 16 C.F.R.
  3 1700.20 (1995),
- b. opaque so that the outermost packaging does not allow
  the product to be seen without opening the packaging
  material, and
- 7 c. resealable to maintain its child-resistant 8 effectiveness for multiple openings for any product 9 intended for more than a single use or containing 10 multiple servings;

11 7. "Clone" means a nonflowering plant cut from a mother plant 12 that is capable of developing into a new plant and has shown no 13 signs of flowering;

14 8. "Commissioner" means the State Commissioner of Health; 15 9. "Complete application" means a document prepared in 16 accordance with the provisions set forth in the Oklahoma Medical 17 Marijuana and Patient Protection Act, rules promulgated pursuant 18 thereto, and the forms and instructions provided by the Department 19 including any supporting documentation required and the applicable 20 license application fee;

21 10. "Department" means the State Department of Health;
22 11. "Director" means the Executive Director of the Oklahoma
23 Medical Marijuana Authority;

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1 12. "Dispense" means the selling of medical marijuana or a 2 medical marijuana product to a qualified patient or the designated 3 caregiver of the patient that is packaged in a suitable container 4 appropriately labeled for subsequent administration to or use by a 5 qualifying patient;

"Dispensary" means a medical marijuana dispensary, an 6 13. entity that has been licensed by the Department pursuant to the 7 Oklahoma Medical Marijuana and Patient Protection Act to purchase 8 9 medical marijuana or medical marijuana products from a licensed 10 medical marijuana commercial grower or medical marijuana processor, 11 sell medical marijuana or medical marijuana products to patients and 12 careqivers as defined under the Oklahoma Medical Marijuana and 13 Patient Protection Act, or sell or transfer products to another 14 dispensary;

15 14. "Edible medical marijuana product" means any medical-16 marijuana-infused product for which the intended use is oral 17 consumption including, but not limited to, any type of food, drink 18 or pill;

19 15. "Entity" means an individual, general partnership, limited 20 partnership, limited liability company, trust, estate, association, 21 corporation, cooperative or any other legal or commercial entity;

16. "Flower" means the reproductive organs of the marijuana or cannabis plant referred to as the bud or parts of the plant that are

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1 harvested and used to consume in a variety of medical marijuana
2 products;

3 17. "Flowering" means the reproductive state of the marijuana 4 or cannabis plant in which there are physical signs of flower or 5 budding out of the nodes of the stem;

18. "Food-based medical marijuana concentrate" means a medical
marijuana concentrate that was produced by extracting cannabinoids
from medical marijuana through the use of propylene glycol,
glycerin, butter, olive oil, coconut oil or other typical food-safe
cooking fats;

11 19. "Good cause" for purposes of an initial, renewal or 12 reinstatement license application, or for purposes of discipline of 13 a licensee, means:

14 the licensee or applicant has violated, does not meet, a. 15 or has failed to comply with any of the terms, 16 conditions or provisions of the act, any rules 17 promulgated pursuant thereto, or any supplemental 18 relevant state or local law, rule or regulation, 19 b. the licensee or applicant has failed to comply with 20 any special terms or conditions that were placed upon 21 the license pursuant to an order of the State 22 Department of Health, Oklahoma Medical Marijuana 23 Authority or the municipality, or

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1 c. the licensed premises of a medical marijuana business 2 or applicant have been operated in a manner that 3 adversely affects the public health or welfare or the 4 safety of the immediate vicinity in which the 5 establishment is located;

6 20. "Harvest batch" means a specifically identified quantity of 7 medical marijuana that is uniform in strain, cultivated utilizing 8 the same cultivation practices, harvested at the same time from the 9 same location and cured under uniform conditions;

10 21. "Harvested marijuana" means post-flowering medical 11 marijuana not including trim, concentrate or waste;

12 22. "Heat- or pressure-based medical marijuana concentrate" 13 means a medical marijuana concentrate that was produced by 14 extracting cannabinoids from medical marijuana through the use of 15 heat or pressure;

16 23. "Immature plant" means a nonflowering marijuana plant that 17 has not demonstrated signs of flowering;

18 24. "Inventory tracking system" means the required tracking 19 system that accounts for medical marijuana from either the seed or 20 immature plant stage until the medical marijuana or medical 21 marijuana product is sold to a patient at a medical marijuana 22 dispensary, transferred to a medical marijuana research facility, 23 destroyed by a medical marijuana business or used in a research 24 project by a medical marijuana research facility;

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25. "Licensed patient" or "patient" means a person who has been
 issued a medical marijuana patient license by the State Department
 of Health or Oklahoma Medical Marijuana Authority;

"Licensed premises" means the premises specified in an 4 26. 5 application for a medical marijuana business license, medical marijuana research facility license or medical marijuana education 6 facility license pursuant to the Oklahoma Medical Marijuana and 7 Patient Protection Act that are owned or in possession of the 8 9 licensee and within which the licensee is authorized to cultivate, 10 manufacture, distribute, sell, store, transport, test or research 11 medical marijuana or medical marijuana products in accordance with 12 the provisions of the Oklahoma Medical Marijuana and Patient 13 Protection Act and rules promulgated pursuant thereto;

14 27. "Manufacture" means the production, propagation, 15 compounding or processing of a medical marijuana product, excluding 16 marijuana plants, either directly or indirectly by extraction from 17 substances of natural or synthetic origin, or independently by means 18 of chemical synthesis, or by a combination of extraction and 19 chemical synthesis;

20 28. "Marijuana" shall have the same meaning as such term is 21 defined in Section 2-101 of this title and shall not include any 22 plant or material containing delta-8 or delta-10 23 tetrahydrocannabinol which is grown, processed or sold pursuant to 24 the provisions of the Oklahoma Industrial Hemp Program;

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29. "Material change" means any change that would require a
 substantive revision to the standard operating procedures of a
 licensee for the cultivation or production of medical marijuana,
 medical marijuana concentrate or medical marijuana products;

30. "Mature plant" means a harvestable female marijuana plant6 that is flowering;

31. "Medical marijuana business (MMB)" means a licensed medical
marijuana dispensary, medical marijuana processor, medical marijuana
commercial grower, medical marijuana laboratory, medical marijuana
business operator or a medical marijuana transporter;

11 32. "Medical marijuana concentrate" or "concentrate" means a 12 specific subset of medical marijuana that was produced by extracting 13 cannabinoids from medical marijuana. Categories of medical 14 marijuana concentrate include water-based medical marijuana 15 concentrate, food-based medical marijuana concentrate, solvent-based 16 medical marijuana concentrate, and heat- or pressure-based medical 17 marijuana concentrate;

18 33. "Medical marijuana commercial grower" or "commercial 19 grower" means an entity licensed to cultivate, prepare and package 20 medical marijuana and transfer or contract for transfer medical 21 marijuana to a medical marijuana dispensary, medical marijuana 22 processor, any other medical marijuana commercial grower, medical 23 marijuana research facility, medical marijuana education facility 24 and pesticide manufacturers. A commercial grower may sell seeds,

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flower or clones to commercial growers pursuant to the Oklahoma
 Medical Marijuana and Patient Protection Act;

34. "Medical marijuana education facility" or "education 3 4 facility" means a person or entity approved pursuant to the Oklahoma 5 Medical Marijuana and Patient Protection Act to operate a facility providing training and education to individuals involving the 6 7 cultivation, growing, harvesting, curing, preparing, packaging or testing of medical marijuana, or the production, manufacture, 8 9 extraction, processing, packaging or creation of medical-marijuanainfused products or medical marijuana products as described in the 10 11 Oklahoma Medical Marijuana and Patient Protection Act;

12 35. "Medical-marijuana-infused product" means a product infused 13 with medical marijuana including, but not limited to, edible 14 products, ointments and tinctures;

15 "Medical marijuana product" or "product" means a product 36. 16 that contains cannabinoids that have been extracted from plant 17 material or the resin therefrom by physical or chemical means and is 18 intended for administration to a qualified patient including, but 19 not limited to, oils, tinctures, edibles, pills, topical forms, 20 gels, creams, vapors, patches, liquids and forms administered by a 21 nebulizer, excluding live plant forms which are considered medical 22 marijuana;

37. "Medical marijuana processor" means a person or entity
 licensed pursuant to the Oklahoma Medical Marijuana and Patient

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Protection Act to operate a business including the production, manufacture, extraction, processing, packaging or creation of concentrate, medical-marijuana-infused products or medical marijuana products as described in the Oklahoma Medical Marijuana and Patient Protection Act;

38. "Medical marijuana research facility" or "research
facility" means a person or entity approved pursuant to the Oklahoma
Medical Marijuana and Patient Protection Act to conduct medical
marijuana research. A medical marijuana research facility is not a
medical marijuana business;

11 39. "Medical marijuana testing laboratory" or "laboratory" 12 means a public or private laboratory licensed pursuant to the 13 Oklahoma Medical Marijuana and Patient Protection Act, to conduct 14 testing and research on medical marijuana and medical marijuana 15 products;

16 40. "Medical marijuana transporter" or "transporter" means a 17 person or entity that is licensed pursuant to the Oklahoma Medical 18 Marijuana and Patient Protection Act. A medical marijuana 19 transporter does not include a medical marijuana business that 20 transports its own medical marijuana, medical marijuana concentrate 21 or medical marijuana products to a property or facility adjacent to 22 or connected to the licensed premises if the property is another 23 licensed premises of the same medical marijuana business;

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41. "Medical marijuana waste" or "waste" means unused, surplus, returned or out-of-date marijuana, plant debris of the plant of the genus Cannabis including dead plants and all unused plant parts and roots, except the term shall not include roots, stems, stalks and fan leaves;

42. "Medical use" means the acquisition, possession, use,
delivery, transfer or transportation of medical marijuana, medical
marijuana products, medical marijuana devices or paraphernalia
relating to the administration of medical marijuana to treat a
licensed patient;

11 43. "Mother plant" means a marijuana plant that is grown or 12 maintained for the purpose of generating clones, and that will not 13 be used to produce plant material for sale to a medical marijuana 14 processor or medical marijuana dispensary;

44. "Oklahoma physician" or "physician" means a physician
licensed by and in good standing with the State Board of Medical
Licensure and Supervision, the State Board of Osteopathic Examiners
or the Board of Podiatric Medical Examiners;

19 45. "Oklahoma resident" means an individual who can provide 20 proof of residency as required by the Oklahoma Medical Marijuana and 21 Patient Protection Act;

46. "Owner" means, except where the context otherwise requires, a direct beneficial owner including, but not limited to, all persons or entities as follows:

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1		a.	all shareholders owning an interest of a corporate
2			entity and all officers of a corporate entity,
3		b.	all partners of a general partnership,
4		с.	all general partners and all limited partners that own
5			an interest in a limited partnership,
6		d.	all members that own an interest in a limited
7			liability company,
8		e.	all beneficiaries that hold a beneficial interest in a
9			trust and all trustees of a trust,
10		f.	all persons or entities that own interest in a joint
11			venture,
12		g.	all persons or entities that own an interest in an
13			association,
14		h.	the owners of any other type of legal entity, and
15		i.	any other person holding an interest or convertible
16			note in any entity which owns, operates or manages a
17			licensed facility;
18	47.	"Pac	kage" or "packaging" means any container or wrapper
19	that may	be u	sed by a medical marijuana business to enclose or
20	contain medical marijuana;		
21	48.	"Per	son" means a natural person, partnership, association,
22	business	trus	t, company, corporation, estate, limited liability
23	company,	trus	t or any other legal entity or organization, or a
24	manager,	agen	t, owner, director, servant, officer or employee

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1 thereof, except that "person" does not include any governmental
2 organization;

49. "Pesticide" means any substance or mixture of substances intended for preventing, destroying, repelling or mitigating any pest or any substance or mixture of substances intended for use as a plant regulator, defoliant or desiccant, except that the term "pesticide" shall not include any article that is a "new animal drug" as designated by the United States Food and Drug Administration;

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50. "Production batch" means:

a. any amount of medical marijuana concentrate of the
 same category and produced using the same extraction
 methods, standard operating procedures and an
 identical group of harvest batch of medical marijuana,
 or

b. any amount of medical marijuana product of the same
exact type, produced using the same ingredients,
standard operating procedures and the same production
batch of medical marijuana concentrate;

20 51. "Public institution" means any entity established or 21 controlled by the federal government, state government, or a local 22 government or municipality including, but not limited to, 23 institutions of higher education or related research institutions; 24

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1 52. "Public money" means any funds or money obtained by the 2 holder from any governmental entity including, but not limited to, 3 research grants;

4 53. "Recommendation" means a document that is signed or
5 electronically submitted by a physician on behalf of a patient for
6 the use of medical marijuana pursuant to the Oklahoma Medical
7 Marijuana and Patient Protection Act;

8 54. "Registered to conduct business" means a person that has 9 provided proof that the business applicant is in good standing with 10 the <del>Oklahoma</del> Secretary of State and Oklahoma Tax Commission;

11 55. "Remediation" means the process by which the medical 12 marijuana flower or trim, which has failed microbial testing, is 13 processed into solvent-based medical marijuana concentrate and 14 retested as required by the Oklahoma Medical Marijuana and Patient 15 Protection Act;

16 56. "Research project" means a discrete scientific endeavor to 17 answer a research question or a set of research questions related to 18 medical marijuana and is required for a medical marijuana research 19 license. A research project shall include a description of a 20 defined protocol, clearly articulated goals, defined methods and 21 outputs, and a defined start and end date. The description shall 22 demonstrate that the research project will comply with all 23 requirements in the Oklahoma Medical Marijuana and Patient 24 Protection Act and rules promulgated pursuant thereto. All research

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and development conducted by a medical marijuana research facility
 shall be conducted in furtherance of an approved research project;

57. "Revocation" means the final decision by the Department that any license issued pursuant to the Oklahoma Medical Marijuana and Patient Protection Act is rescinded because the individual or entity does not comply with the applicable requirements set forth in the Oklahoma Medical Marijuana and Patient Protection Act or rules promulgated pursuant thereto;

9 58. "School" means a public or private preschool or, a public 10 or private elementary or secondary school, or a technology center 11 <u>school</u> which is primarily used for classroom instruction. A 12 homeschool, daycare or child-care facility shall not be considered a 13 "school" as used in the Oklahoma Medical Marijuana and Patient 14 Protection Act;

15 59. "Shipping container" means a hard-sided container with a 16 lid or other enclosure that can be secured in place. A shipping 17 container is used solely for the transport of medical marijuana, 18 medical marijuana concentrate, or medical marijuana products between 19 medical marijuana businesses, a medical marijuana research facility, 20 or a medical marijuana education facility;

21 60. "Solvent-based medical marijuana concentrate" means a 22 medical marijuana concentrate that was produced by extracting 23 cannabinoids from medical marijuana through the use of a solvent 24 approved by the Department;

1 61. "State Question" means Oklahoma State Question No. 788,
 2 Initiative Petition No. 412, approved by a majority vote of the
 3 citizens of Oklahoma on June 26, 2018;

62. "Strain" means the classification of marijuana or cannabis
plants in either pure sativa, indica, afghanica, ruderalis or hybrid
varieties;

7 63. "THC" means tetrahydrocannabinol, which is the primary 8 psychotropic cannabinoid in marijuana formed by decarboxylation of 9 naturally tetrahydrocannabinolic acid, which generally occurs by 10 exposure to heat;

11 "Test batch" means with regard to usable marijuana, a 64. 12 homogenous, identified quantity of usable marijuana by strain, no 13 greater than ten (10) pounds, that is harvested during a seven-day 14 period from a specified cultivation area, and with regard to oils, 15 vapors and waxes derived from usable marijuana, means an identified 16 quantity that is uniform, that is intended to meet specifications 17 for identity, strength and composition, and that is manufactured, 18 packaged and labeled during a specified time period according to a 19 single manufacturing, packaging and labeling protocol;

20 65. "Transporter agent" means a person who transports medical 21 marijuana or medical marijuana products for a licensed transporter 22 and holds a transporter agent license pursuant to the Oklahoma 23 Medical Marijuana and Patient Protection Act;

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"Universal symbol" means the image established by the State 1 66. Department of Health or Oklahoma Medical Marijuana Authority and 2 made available to licensees through its website indicating that the 3 4 medical marijuana or the medical marijuana product contains THC; 5 67. "Usable marijuana" means the dried leaves, flowers, oils, vapors, waxes and other portions of the marijuana plant and any 6 7 mixture or preparation thereof, excluding seeds, roots, stems, stalks and fan leaves; and 8

9 68. "Water-based medical marijuana concentrate" means a
10 concentrate that was produced by extracting cannabinoids from
11 medical marijuana through the use of only water, ice or dry ice.
12 SECTION 2. AMENDATORY 63 O.S. 2021, Section 425, as
13 amended by Section 5, Chapter 553, O.S.L. 2021, is amended to read
14 as follows:

Section 425. A. No school or landlord may refuse to enroll or lease to and may not otherwise penalize a person solely for his or her status as a medical marijuana patient licensee, unless failing to do so would cause the school or landlord the potential to lose a monetary or licensing-related benefit under federal law or regulations.

B. Unless a failure to do so would cause an employer the potential to lose a monetary or licensing-related benefit under federal law or regulations, an employer may not discriminate against a person in hiring, termination or imposing any term or condition of

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1 employment or otherwise penalize a person based upon the status of the person as a medical marijuana patient licensee. 2 Employers may take action against a medical marijuana patient licensee if the 3 4 licensee uses or possesses marijuana while in his or her place of 5 employment or during the hours of employment. Employers may not take action against a medical marijuana patient licensee solely 6 7 based upon the status of an employee as a medical marijuana patient licensee or the results of a drug test showing positive for 8 9 marijuana or its components.

10 C. For the purposes of medical care, including organ 11 transplants, the authorized use of marijuana by a medical marijuana 12 patient licensee shall be considered the equivalent of the use of 13 any other medication under the direction of a physician and does not 14 constitute the use of an illicit substance or otherwise disqualify a 15 registered qualifying patient from medical care.

D. No medical marijuana patient licensee may be denied custody of or visitation or parenting time with a minor child, and there is no presumption of neglect or child endangerment for conduct allowed under this law unless the behavior of the medical marijuana patient licensee creates an unreasonable danger to the safety of the minor child.

E. No person who possesses a medical marijuana patient license may be unduly withheld from holding another state-issued license by

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1 virtue of his or her status as a medical marijuana patient licensee
2 including, but not limited to, a concealed carry permit.

F. 1. No city or local municipality may unduly change or restrict zoning laws to prevent the opening of a medical marijuana dispensary.

6 2. For purposes of this subsection, an undue change or 7 restriction of municipal zoning laws means an act which entirely prevents medical marijuana dispensaries from operating within 8 9 municipal boundaries as a matter of law. Municipalities may follow 10 their standard planning and zoning procedures to determine if 11 certain zones or districts would be appropriate for locating 12 marijuana-licensed premises, medical marijuana businesses or any 13 other premises where marijuana or its by-products are cultivated, 14 grown, processed, stored or manufactured.

3. A medical marijuana dispensary does not include those other entities licensed by the Oklahoma Medical Marijuana Authority as marijuana-licensed premises, medical marijuana businesses or other facilities or locations where marijuana or any product containing marijuana or its by-products are cultivated, grown, processed, stored or manufactured.

G. <u>1.</u> The location of any medical marijuana dispensary is specifically prohibited within one thousand (1,000) feet of any public school or private school. The distance indicated in this <del>subsection</del> <u>paragraph</u> shall be measured from the nearest property

1 line of such public school or private school to the nearest perimeter wall of the licensed premises of such medical marijuana 2 dispensary. If a medical marijuana dispensary met the requirements 3 of this subsection paragraph at the time of its initial licensure, 4 5 the medical marijuana dispensary licensee shall be permitted to continue operating at the licensed premises in the same manner and 6 7 not be subject to nonrenewal or revocation due to subsequent events or changes in regulations occurring after licensure that would 8 9 render the medical marijuana dispensary in violation by being within 10 one thousand (1,000) feet of a public school or private school. Ιf 11 any public school or private school is established within one 12 thousand (1,000) feet of any medical marijuana dispensary after such 13 medical marijuana dispensary has been licensed, the provisions of 14 this subsection paragraph shall not be a deterrent to the renewal of 15 such license or warrant revocation of the license. For purposes of 16 this subsection paragraph, a property owned, used or operated by a 17 public school or by a private school that is not used for classroom 18 instruction on core curriculum, such as an administrative building, 19 athletic facility, ballpark, field or stadium, shall not constitute 20 a public school or private school unless such property is located on 21 the same campus as a building used for classroom instruction on core 22 curriculum.

23 <u>2. The location of any medical marijuana commercial grower</u> 24 shall not be within one thousand (1,000) feet of any public school

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1	or private school as measured from the nearest property line of such
2	public school or private school to the nearest property line of the
3	licensed premises of such medical marijuana commercial grower.
4	Additionally, the location of the medical marijuana commercial
5	grower shall not adjoin to any public school or private school or be
6	located at the same physical address as the public school or private
7	school. If a medical marijuana commercial grower met the
8	requirements of this paragraph at the time of its initial licensure,
9	the medical marijuana commercial grower licensee shall be permitted
10	to continue operating at the licensed premises in the same manner
11	and not be subject to nonrenewal or revocation due to subsequent
12	events or changes in regulations occurring after licensure that
13	would render the medical marijuana commercial grower in violation of
14	this paragraph. If any public school or private school is
15	established within one thousand (1,000) feet of any medical
16	marijuana commercial grower after such medical marijuana commercial
17	grower has been licensed, or if any public school or private school
18	is established adjoining to or at the same physical address as any
19	medical marijuana commercial grower after such medical marijuana
20	commercial grower has been licensed, the provisions of this
21	paragraph shall not be a deterrent to the renewal of such license or
22	warrant revocation of the license. For purposes of this paragraph,
23	a property owned, used, or operated by a public school or by a
24	private school that is not used for classroom instruction on core

1 <u>curriculum, such as an administrative building, athletic facility,</u>
2 <u>ballpark, field, or stadium, shall not constitute a public school or</u>
3 <u>private school unless such property is located on the same campus as</u>
4 a building used for classroom instruction on core curriculum.

5 Η. Research shall be provided for under this law. A researcher may apply to the State Department of Health for a special research 6 7 The research license shall be granted, provided the license. applicant meets the criteria listed in the Medical Marijuana and 8 Patient Protection Act. Research licensees shall be required to 9 10 file monthly consumption reports to the State Department of Health 11 with amounts of marijuana used for research. Biomedical and 12 clinical research which is subject to federal regulations and 13 institutional oversight shall not be subject to oversight by the 14 State Department of Health.

SECTION 3. AMENDATORY 63 O.S. 2021, Section 430, as amended by Section 28, Chapter 553, O.S.L. 2021, is amended to read as follows:

18 Section 430. A. There is hereby created and authorized a 19 medical marijuana waste disposal license. A person or entity in 20 possession of a medical marijuana waste disposal license shall be 21 entitled to possess, transport and dispose of medical marijuana 22 waste. No person or entity shall dispose of medical marijuana waste 23 without a valid medical marijuana waste disposal license. The 24 Oklahoma Medical Marijuana Authority shall issue licenses upon

1 proper application by a licensee and determination by the Authority that the proposed site and facility are physically and technically 2 suitable. Upon a finding that a proposed medical marijuana waste 3 disposal facility is not physically or technically suitable, the 4 5 Authority shall deny the license. The Authority may, upon determining that public health or safety requires emergency action, 6 7 issue a temporary license for treatment or storage of medical marijuana waste for a period not to exceed ninety (90) days. 8 The 9 Authority shall not, for the first year of the licensure program, 10 issue more than ten medical marijuana waste disposal licenses. Upon 11 the conclusion of the first year, the Authority shall assess the need for additional medical marijuana waste disposal licenses and 12 13 shall, if demonstrated, increase the number of licenses as deemed 14 necessary by the Authority.

B. Entities applying for a medical marijuana waste disposal
license shall undergo the following screening process:

Complete an application form, as prescribed by the
 Authority, which shall include:

- a. an attestation that the applicant is authorized to
  make application on behalf of the entity,
- 21 b. full name of the organization,
- 22 c. trade name, if applicable,
- 23 d. type of business organization,
- e. complete mailing address,

1	f. an attestation that the commercial entity will not be
2	located on tribal land,
3	g. telephone number and email address of the entity, and
4	h. name, residential address and date of birth of each
5	owner and each member, manager and board member, if
6	applicable;
7	2. The application for a medical marijuana waste disposal
8	license made by an individual on his or her own behalf shall be on
9	the form prescribed by the Authority and shall include, but not be
10	limited to:
11	a. the first, middle and last name of the applicant and
12	suffix, if applicable,
13	b. the residence address and mailing address of the
14	applicant,
15	c. the date of birth of the applicant,
16	d. the preferred telephone number and email address of
17	the applicant,
18	e. an attestation that the information provided by the
19	applicant is true and correct, and
20	f. a statement signed by the applicant pledging not to
21	divert marijuana to any individual or entity that is
22	not lawfully entitled to possess marijuana; and
23	3. Each application shall be accompanied by the following
24	documentation:

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1	a.	a list of all persons or entities that have an
2		ownership interest in the entity,
3	b.	a certificate of good standing from the <del>Oklahoma</del>
4		Secretary of State, if applicable,
5	с.	an Affidavit of Lawful Presence for each owner,
6	d.	proof that the proposed location of the disposal
7		facility is at least one thousand (1,000) feet from a
8		<del>public or private</del> school. The distance indicated in
9		this subparagraph shall be measured from the nearest
10		property line of such <del>public or private</del> school to the
11		nearest perimeter wall of the premises of such
12		disposal facility. If any <del>public or private</del> school is
13		established within one thousand (1,000) feet of any
14		disposal facility after such disposal facility has
15		been licensed, the provisions of this subparagraph
16		shall not be a deterrent to the renewal of such
17		license or warrant revocation of the license. For the
18		purposes of this section, "school" shall mean the same
19		
20	_	as provided in Section 427.2 of this title, and
	e.	documents establishing the applicant, the members,
21		managers and board members, if applicable, and
22		seventy-five percent (75%) of the ownership interests
23		are Oklahoma residents as established in Section 420
24		

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1 2 et seq. of this title, as it relates to proof of residency.

C. No license shall be issued except upon proof of sufficient 3 liability insurance and financial responsibility. Liability 4 5 insurance shall be provided by the applicant and shall apply to sudden and nonsudden bodily injury or property damage on, below or 6 7 above the surface, as required by the rules of the Authority. Such 8 insurance shall be maintained for the period of operation of the 9 facility and shall provide coverage for damages resulting from 10 operation of the facility during operation and after closing.

11 Submission of an application for a medical marijuana waste D. 12 disposal license shall constitute permission for entry to and 13 inspection of the facility of the licensee during hours of operation 14 and other reasonable times. Refusal to permit such entry of 15 inspection shall constitute grounds for the nonrenewal, suspension 16 or revocation of a license. The Authority may perform an annual 17 unannounced on-site inspection of the operations and any facility of 18 the licensee. If the Authority receives a complaint concerning 19 noncompliance by a licensee with the provisions of the Oklahoma 20 Medical Marijuana Waste Management Act, the Authority may conduct 21 additional unannounced, on-site inspections beyond an annual 22 inspection. The Authority may refer all complaints alleging 23 criminal activity that are made against a licensed facility to 24 appropriate state or local law enforcement authorities.

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1 Ε. The Authority shall issue an annual permit for each medical marijuana waste disposal facility operated by a licensee. A permit 2 shall be issued only upon proper application by a licensee and 3 determination by the Authority that the proposed site and facility 4 5 are physically and technically suitable. Upon a finding that a proposed medical marijuana waste disposal facility is not physically 6 7 or technically suitable, the Authority shall deny the permit. The Authority shall have the authority to revoke a permit upon a finding 8 9 that the site and facility are not physically and technically 10 suitable for processing. The Authority may, upon determining that 11 public health or safety requires emergency action, issue a temporary 12 permit for treatment or storage of medical marijuana waste for a 13 period not to exceed ninety (90) days.

14 The cost of a medical marijuana waste disposal license shall F. 15 be Five Thousand Dollars (\$5,000.00) for the initial license. The 16 cost of a medical marijuana waste disposal facility permit shall be 17 Five Hundred Dollars (\$500.00). A medical marijuana waste disposal 18 facility permit that has been revoked shall be reinstated upon 19 remittance of a reinstatement fee of Five Hundred Dollars (\$500.00) 20 to restore the facility permit. All license and permit fees shall 21 be deposited into the Oklahoma Medical Marijuana Authority Revolving 22 Fund as provided in Section 427.5 of this title.

G. The holder of a medical marijuana waste disposal licenseshall not be required to obtain a medical marijuana transporter

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license provided for in the Oklahoma Medical Marijuana and Patient
 Protection Act for purposes of transporting medical marijuana waste.

H. All commercial licensees, as defined in Section 428.1 of
this title, shall utilize a licensed medical marijuana waste
disposal service to process all medical marijuana waste generated by
the licensee.

7 I. The State Commissioner of Health shall promulgate rules for
8 the implementation of the Oklahoma Medical Marijuana Waste
9 Management Act. Promulgated rules shall address disposal process
10 standards, site security and any other subject matter deemed
11 necessary by the Authority.

12 SECTION 4. It being immediately necessary for the preservation 13 of the public peace, health or safety, an emergency is hereby 14 declared to exist, by reason whereof this act shall take effect and 15 be in full force from and after its passage and approval."

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1	Passed the House of Representatives the 27th day of April, 2022.
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4	Presiding Officer of the House of
5	Representatives
6	Passed the Senate the day of, 2022.
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9	Presiding Officer of the Senate
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1 ENGROSSED SENATE BILL NO. 1726 By: Leewright of the Senate 2 and 3 Hilbert of the House 4 5 [ medical marijuana - license holder protection -6 exception from regulatory zoning laws - waste 7 disposal license emergency ] 8 9 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 10 63 O.S. 2021, Section 427.2, as 11 SECTION 5. AMENDATORY 12 last amended by Section 4, Chapter 584, O.S.L. 2021, is amended to 13 read as follows: Section 427.2. As used in the Oklahoma Medical Marijuana and 14 Patient Protection Act: 15 1. "Advertising" means the act of providing consideration for 16 the publication, dissemination, solicitation or circulation, of 17 visual, oral or written communication to induce directly or 18 indirectly any person to patronize a particular medical marijuana 19 business, or to purchase particular medical marijuana or a medical 20 marijuana product. Advertising includes marketing, but does not 21 include packaging and labeling; 22 2. "Authority" means the Oklahoma Medical Marijuana Authority; 23 24

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3. "Batch number" means a unique numeric or alphanumeric
 identifier assigned prior to testing to allow for inventory tracking
 and traceability;

4 4. "Cannabinoid" means any of the chemical compounds that are5 active principles of marijuana;

5. "Caregiver" means a family member or assistant who regularly
looks after a medical marijuana license holder whom a physician
attests needs assistance;

9 6. "Child-resistant" means special packaging that is:

10a.designed or constructed to be significantly difficult11for children under five (5) years of age to open and12not difficult for normal adults to use properly as13defined by 16 C.F.R. 1700.15 (1995) and 16 C.F.R.141700.20 (1995),

b. opaque so that the outermost packaging does not allow
the product to be seen without opening the packaging
material, and

18 c. resealable to maintain its child-resistant 19 effectiveness for multiple openings for any product 20 intended for more than a single use or containing 21 multiple servings;

7. "Clone" means a nonflowering plant cut from a mother plant that is capable of developing into a new plant and has shown no signs of flowering;

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1 8. "Commissioner" means the State Commissioner of Health; 2 9. "Complete application" means a document prepared in accordance with the provisions set forth in the Oklahoma Medical 3 Marijuana and Patient Protection Act, rules promulgated pursuant 4 5 thereto, and the forms and instructions provided by the Department including any supporting documentation required and the applicable 6 license application fee; 7

8 10. "Department" means the State Department of Health;
9 11. "Director" means the Executive Director of the Oklahoma
10 Medical Marijuana Authority;

11 12. "Dispense" means the selling of medical marijuana or a 12 medical marijuana product to a qualified patient or the designated 13 caregiver of the patient that is packaged in a suitable container 14 appropriately labeled for subsequent administration to or use by a 15 qualifying patient;

13. "Dispensary" means a medical marijuana dispensary, an 16 entity that has been licensed by the Department pursuant to the 17 Oklahoma Medical Marijuana and Patient Protection Act to purchase 18 medical marijuana or medical marijuana products from a licensed 19 medical marijuana commercial grower or medical marijuana processor, 20 sell medical marijuana or medical marijuana products to patients and 21 caregivers as defined under the Oklahoma Medical Marijuana and 22 Patient Protection Act, or sell or transfer products to another 23 24 dispensary;

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1 14. "Edible medical marijuana product" means any medical-2 marijuana-infused product for which the intended use is oral 3 consumption including, but not limited to, any type of food, drink 4 or pill;

5 15. "Entity" means an individual, general partnership, limited
6 partnership, limited liability company, trust, estate, association,
7 corporation, cooperative or any other legal or commercial entity;

8 16. "Flower" means the reproductive organs of the marijuana or 9 cannabis plant referred to as the bud or parts of the plant that are 10 harvested and used to consume in a variety of medical marijuana 11 products;

12 17. "Flowering" means the reproductive state of the marijuana 13 or cannabis plant in which there are physical signs of flower or 14 budding out of the nodes of the stem;

15 18. "Food-based medical marijuana concentrate" means a medical 16 marijuana concentrate that was produced by extracting cannabinoids 17 from medical marijuana through the use of propylene glycol, 18 glycerin, butter, olive oil, coconut oil or other typical food-safe 19 cooking fats;

20 19. "Good cause" for purposes of an initial, renewal or 21 reinstatement license application, or for purposes of discipline of 22 a licensee, means:

a. the licensee or applicant has violated, does not meet,
or has failed to comply with any of the terms,

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1 conditions or provisions of the act, any rules 2 promulgated pursuant thereto, or any supplemental relevant state or local law, rule or regulation, 3 the licensee or applicant has failed to comply with 4 b. 5 any special terms or conditions that were placed upon the license pursuant to an order of the State 6 Department of Health, Oklahoma Medical Marijuana 7 Authority or the municipality, or 8 9 с. the licensed premises of a medical marijuana business or applicant have been operated in a manner that 10 adversely affects the public health or welfare or the 11 12 safety of the immediate vicinity in which the establishment is located; 13

14 20. "Harvest batch" means a specifically identified quantity of 15 medical marijuana that is uniform in strain, cultivated utilizing 16 the same cultivation practices, harvested at the same time from the 17 same location and cured under uniform conditions;

18 21. "Harvested marijuana" means post-flowering medical 19 marijuana not including trim, concentrate or waste;

20 22. "Heat- or pressure-based medical marijuana concentrate"
21 means a medical marijuana concentrate that was produced by
22 extracting cannabinoids from medical marijuana through the use of
23 heat or pressure;

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1 23. "Immature plant" means a nonflowering marijuana plant that 2 has not demonstrated signs of flowering;

3 24. "Inventory tracking system" means the required tracking 4 system that accounts for medical marijuana from either the seed or 5 immature plant stage until the medical marijuana or medical 6 marijuana product is sold to a patient at a medical marijuana 7 dispensary, transferred to a medical marijuana research facility, 8 destroyed by a medical marijuana business or used in a research 9 project by a medical marijuana research facility;

10 25. "Licensed patient" or "patient" means a person who has been 11 issued a medical marijuana patient license by the State Department 12 of Health or Oklahoma Medical Marijuana Authority;

26. "Licensed premises" means the premises specified in an 13 application for a medical marijuana business license, medical 14 marijuana research facility license or medical marijuana education 15 facility license pursuant to the Oklahoma Medical Marijuana and 16 17 Patient Protection Act that are owned or in possession of the licensee and within which the licensee is authorized to cultivate, 18 manufacture, distribute, sell, store, transport, test or research 19 medical marijuana or medical marijuana products in accordance with 20 the provisions of the Oklahoma Medical Marijuana and Patient 21 Protection Act and rules promulgated pursuant thereto; 22

23 27. "Manufacture" means the production, propagation,24 compounding or processing of a medical marijuana product, excluding

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1 marijuana plants, either directly or indirectly by extraction from 2 substances of natural or synthetic origin, or independently by means 3 of chemical synthesis, or by a combination of extraction and 4 chemical synthesis;

28. "Marijuana" shall have the same meaning as such term is
defined in Section 2-101 of this title and shall not include any
plant or material containing delta-8 or delta-10
tetrahydrocannabinol which is grown, processed or sold pursuant to
the provisions of the Oklahoma Industrial Hemp Program;

10 29. "Material change" means any change that would require a 11 substantive revision to the standard operating procedures of a 12 licensee for the cultivation or production of medical marijuana, 13 medical marijuana concentrate or medical marijuana products;

14 30. "Mature plant" means a harvestable female marijuana plant 15 that is flowering;

16 31. "Medical marijuana business (MMB)" means a licensed medical 17 marijuana dispensary, medical marijuana processor, medical marijuana 18 commercial grower, medical marijuana laboratory, medical marijuana 19 business operator or a medical marijuana transporter;

32. "Medical marijuana concentrate" or "concentrate" means a specific subset of medical marijuana that was produced by extracting cannabinoids from medical marijuana. Categories of medical marijuana concentrate include water-based medical marijuana concentrate, food-based medical marijuana concentrate, solvent-based

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1 medical marijuana concentrate, and heat- or pressure-based medical 2 marijuana concentrate;

"Medical marijuana commercial grower" or "commercial 3 33. grower" means an entity licensed to cultivate, prepare and package 4 5 medical marijuana and transfer or contract for transfer medical marijuana to a medical marijuana dispensary, medical marijuana 6 processor, any other medical marijuana commercial grower, medical 7 marijuana research facility, medical marijuana education facility 8 9 and pesticide manufacturers. A commercial grower may sell seeds, flower or clones to commercial growers pursuant to the Oklahoma 10 Medical Marijuana and Patient Protection Act; 11

12 34. "Medical marijuana education facility" or "education facility" means a person or entity approved pursuant to the Oklahoma 13 Medical Marijuana and Patient Protection Act to operate a facility 14 providing training and education to individuals involving the 15 cultivation, growing, harvesting, curing, preparing, packaging or 16 testing of medical marijuana, or the production, manufacture, 17 extraction, processing, packaging or creation of medical-marijuana-18 infused products or medical marijuana products as described in the 19 Oklahoma Medical Marijuana and Patient Protection Act; 20

35. "Medical-marijuana-infused product" means a product infused with medical marijuana including, but not limited to, edible products, ointments and tinctures;

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1 36. "Medical marijuana product" or "product" means a product that contains cannabinoids that have been extracted from plant 2 material or the resin therefrom by physical or chemical means and is 3 intended for administration to a qualified patient including, but 4 5 not limited to, oils, tinctures, edibles, pills, topical forms, gels, creams, vapors, patches, liquids and forms administered by a 6 nebulizer, excluding live plant forms which are considered medical 7 marijuana; 8

9 37. "Medical marijuana processor" means a person or entity 10 licensed pursuant to the Oklahoma Medical Marijuana and Patient 11 Protection Act to operate a business including the production, 12 manufacture, extraction, processing, packaging or creation of 13 concentrate, medical-marijuana-infused products or medical marijuana 14 products as described in the Oklahoma Medical Marijuana and Patient 15 Protection Act;

16 38. "Medical marijuana research facility" or "research 17 facility" means a person or entity approved pursuant to the Oklahoma 18 Medical Marijuana and Patient Protection Act to conduct medical 19 marijuana research. A medical marijuana research facility is not a 20 medical marijuana business;

39. "Medical marijuana testing laboratory" or "laboratory"
means a public or private laboratory licensed pursuant to the
Oklahoma Medical Marijuana and Patient Protection Act, to conduct

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1 testing and research on medical marijuana and medical marijuana
2 products;

"Medical marijuana transporter" or "transporter" means a 3 40. person or entity that is licensed pursuant to the Oklahoma Medical 4 5 Marijuana and Patient Protection Act. A medical marijuana transporter does not include a medical marijuana business that 6 transports its own medical marijuana, medical marijuana concentrate 7 or medical marijuana products to a property or facility adjacent to 8 9 or connected to the licensed premises if the property is another 10 licensed premises of the same medical marijuana business;

41. "Medical marijuana waste" or "waste" means unused, surplus, returned or out-of-date marijuana, plant debris of the plant of the genus Cannabis including dead plants and all unused plant parts and roots, except the term shall not include roots, stems, stalks and fan leaves;

16 42. "Medical use" means the acquisition, possession, use, 17 delivery, transfer or transportation of medical marijuana, medical 18 marijuana products, medical marijuana devices or paraphernalia 19 relating to the administration of medical marijuana to treat a 20 licensed patient;

43. "Mother plant" means a marijuana plant that is grown or maintained for the purpose of generating clones, and that will not be used to produce plant material for sale to a medical marijuana processor or medical marijuana dispensary;

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1 44. "Oklahoma physician" or "physician" means a physician licensed by and in good standing with the State Board of Medical 2 Licensure and Supervision, the State Board of Osteopathic Examiners 3 or the Board of Podiatric Medical Examiners; 4 5 45. "Oklahoma resident" means an individual who can provide proof of residency as required by the Oklahoma Medical Marijuana and 6 Patient Protection Act; 7 46. "Owner" means, except where the context otherwise requires, 8 9 a direct beneficial owner including, but not limited to, all persons or entities as follows: 10 all shareholders owning an interest of a corporate 11 a. 12 entity and all officers of a corporate entity, b. all partners of a general partnership, 13 all general partners and all limited partners that own с. 14 an interest in a limited partnership, 15 all members that own an interest in a limited d. 16 liability company, 17 all beneficiaries that hold a beneficial interest in a e. 18 trust and all trustees of a trust, 19 f. all persons or entities that own interest in a joint 20 venture, 21 all persons or entities that own an interest in an 22 g. association, 23 the owners of any other type of legal entity, and 24 h.

i. any other person holding an interest or convertible
 note in any entity which owns, operates or manages a
 licensed facility;

4 47. "Package" or "packaging" means any container or wrapper
5 that may be used by a medical marijuana business to enclose or
6 contain medical marijuana;

7 48. "Person" means a natural person, partnership, association, 8 business trust, company, corporation, estate, limited liability 9 company, trust or any other legal entity or organization, or a 10 manager, agent, owner, director, servant, officer or employee 11 thereof, except that "person" does not include any governmental 12 organization;

13 49. "Pesticide" means any substance or mixture of substances 14 intended for preventing, destroying, repelling or mitigating any 15 pest or any substance or mixture of substances intended for use as a 16 plant regulator, defoliant or desiccant, except that the term 17 <u>"pesticide" shall not include any article that is a "new animal</u> 18 drug" as designated by the United States Food and Drug

19 Administration;

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50. "Production batch" means:

a. any amount of medical marijuana concentrate of the
 same category and produced using the same extraction
 methods, standard operating procedures and an

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- 1 identical group of harvest batch of medical marijuana,
  2 or
- b. any amount of medical marijuana product of the same
  exact type, produced using the same ingredients,
  standard operating procedures and the same production
  batch of medical marijuana concentrate;

7 51. "Public institution" means any entity established or
8 controlled by the federal government, state government, or a local
9 government or municipality including, but not limited to,
10 institutions of higher education or related research institutions;

11 52. "Public money" means any funds or money obtained by the 12 holder from any governmental entity including, but not limited to, 13 research grants;

14 53. "Recommendation" means a document that is signed or 15 electronically submitted by a physician on behalf of a patient for 16 the use of medical marijuana pursuant to the Oklahoma Medical 17 Marijuana and Patient Protection Act;

18 54. "Registered to conduct business" means a person that has 19 provided proof that the business applicant is in good standing with 20 the Oklahoma Secretary of State and Oklahoma Tax Commission;

21 55. "Remediation" means the process by which the medical 22 marijuana flower or trim, which has failed microbial testing, is 23 processed into solvent-based medical marijuana concentrate and

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1 retested as required by the Oklahoma Medical Marijuana and Patient
2 Protection Act;

56. "Research project" means a discrete scientific endeavor to 3 answer a research question or a set of research questions related to 4 5 medical marijuana and is required for a medical marijuana research license. A research project shall include a description of a 6 defined protocol, clearly articulated goals, defined methods and 7 outputs, and a defined start and end date. The description shall 8 9 demonstrate that the research project will comply with all requirements in the Oklahoma Medical Marijuana and Patient 10 Protection Act and rules promulgated pursuant thereto. All research 11 and development conducted by a medical marijuana research facility 12 13 shall be conducted in furtherance of an approved research project;

14 57. "Revocation" means the final decision by the Department 15 that any license issued pursuant to the Oklahoma Medical Marijuana 16 and Patient Protection Act is rescinded because the individual or 17 entity does not comply with the applicable requirements set forth in 18 the Oklahoma Medical Marijuana and Patient Protection Act or rules 19 promulgated pursuant thereto;

20 58. "School" means a public or private preschool or, a public 21 or private elementary or secondary school, or a technology center 22 <u>school</u> which is primarily used for classroom instruction. A 23 homeschool, daycare or child-care facility shall not be considered a

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1 "school" as used in the Oklahoma Medical Marijuana and Patient
2 Protection Act;

59. "Shipping container" means a hard-sided container with a lid or other enclosure that can be secured in place. A shipping container is used solely for the transport of medical marijuana, medical marijuana concentrate, or medical marijuana products between medical marijuana businesses, a medical marijuana research facility, or a medical marijuana education facility;

9 60. "Solvent-based medical marijuana concentrate" means a 10 medical marijuana concentrate that was produced by extracting 11 cannabinoids from medical marijuana through the use of a solvent 12 approved by the Department;

13 61. "State Question" means Oklahoma State Question No. 788,
14 Initiative Petition No. 412, approved by a majority vote of the
15 citizens of Oklahoma on June 26, 2018;

16 62. "Strain" means the classification of marijuana or cannabis 17 plants in either pure sativa, indica, afghanica, ruderalis or hybrid 18 varieties;

19 63. "THC" means tetrahydrocannabinol, which is the primary 20 psychotropic cannabinoid in marijuana formed by decarboxylation of 21 naturally tetrahydrocannabinolic acid, which generally occurs by 22 exposure to heat;

64. "Test batch" means with regard to usable marijuana, ahomogenous, identified quantity of usable marijuana by strain, no

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greater than ten (10) pounds, that is harvested during a seven-day period from a specified cultivation area, and with regard to oils, vapors and waxes derived from usable marijuana, means an identified quantity that is uniform, that is intended to meet specifications for identity, strength and composition, and that is manufactured, packaged and labeled during a specified time period according to a single manufacturing, packaging and labeling protocol;

8 65. "Transporter agent" means a person who transports medical 9 marijuana or medical marijuana products for a licensed transporter 10 and holds a transporter agent license pursuant to the Oklahoma 11 Medical Marijuana and Patient Protection Act;

12 66. "Universal symbol" means the image established by the State 13 Department of Health or Oklahoma Medical Marijuana Authority and 14 made available to licensees through its website indicating that the 15 medical marijuana or the medical marijuana product contains THC; 16 67. "Usable marijuana" means the dried leaves, flowers, oils, 17 vapors, waxes and other portions of the marijuana plant and any

18 mixture or preparation thereof, excluding seeds, roots, stems, 19 stalks and fan leaves; and

20 68. "Water-based medical marijuana concentrate" means a 21 concentrate that was produced by extracting cannabinoids from 22 medical marijuana through the use of only water, ice or dry ice. 23

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1 SECTION 6. AMENDATORY 63 O.S. 2021, Section 425, as last
2 amended by Section 5, Chapter 553, O.S.L. 2021, is amended to read
3 as follows:

Section 425. A. No school or landlord may refuse to enroll or lease to and may not otherwise penalize a person solely for his or her status as a medical marijuana patient licensee, unless failing to do so would cause the school or landlord the potential to lose a monetary or licensing-related benefit under federal law or regulations.

Unless a failure to do so would cause an employer the 10 Β. potential to lose a monetary or licensing-related benefit under 11 federal law or regulations, an employer may not discriminate against 12 a person in hiring, termination or imposing any term or condition of 13 employment or otherwise penalize a person based upon the status of 14 the person as a medical marijuana patient licensee. Employers may 15 take action against a medical marijuana patient licensee if the 16 licensee uses or possesses marijuana while in his or her place of 17 employment or during the hours of employment. Employers may not 18 take action against a medical marijuana patient licensee solely 19 based upon the status of an employee as a medical marijuana patient 20 licensee or the results of a drug test showing positive for 21 marijuana or its components. 22

C. For the purposes of medical care, including organ
transplants, the authorized use of marijuana by a medical marijuana

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patient licensee shall be considered the equivalent of the use of any other medication under the direction of a physician and does not constitute the use of an illicit substance or otherwise disqualify a registered qualifying patient from medical care.

5 D. No medical marijuana patient licensee may be denied custody 6 of or visitation or parenting time with a minor child, and there is 7 no presumption of neglect or child endangerment for conduct allowed 8 under this law unless the behavior of the medical marijuana patient 9 licensee creates an unreasonable danger to the safety of the minor 10 child.

E. No person who possesses a medical marijuana patient license may be unduly withheld from holding another state-issued license by virtue of his or her status as a medical marijuana patient licensee including, but not limited to, a concealed carry permit.

F. 1. No city or local municipality may unduly change or restrict zoning laws to prevent the opening of a medical marijuana dispensary.

18 2. For purposes of this subsection, an undue change or 19 restriction of municipal zoning laws means an act which entirely 20 prevents medical marijuana dispensaries from operating within 21 municipal boundaries as a matter of law. Municipalities may follow 22 their standard planning and zoning procedures to determine if 23 certain zones or districts would be appropriate for locating 24 marijuana-licensed premises, medical marijuana businesses or any

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other premises where marijuana or its by-products are cultivated,
 grown, processed, stored or manufactured.

3 3. A medical marijuana dispensary does not include those other
4 entities licensed by the Oklahoma Medical Marijuana Authority as
5 marijuana-licensed premises, medical marijuana businesses or other
6 facilities or locations where marijuana or any product containing
7 marijuana or its by-products are cultivated, grown, processed,
8 stored or manufactured.

9 G. The location of any medical marijuana dispensary or commercial grower is specifically prohibited within one thousand 10 (1,000) feet of any public school or private school. The distance 11 indicated in this subsection shall be measured from the nearest 12 property line of such public school or private school to the nearest 13 perimeter wall of the licensed premises of such medical marijuana 14 dispensary or commercial grower. If a medical marijuana dispensary 15 or commercial grower met the requirements of this subsection at the 16 time of its initial licensure, the medical marijuana dispensary or 17 commercial grower licensee shall be permitted to continue operating 18 at the licensed premises in the same manner and not be subject to 19 nonrenewal or revocation due to subsequent events or changes in 20 regulations occurring after licensure that would render the medical 21 marijuana dispensary or commercial grower in violation by being 22 within one thousand (1,000) feet of a public school or private 23 school. If any public school or private school is established 24

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1 within one thousand (1,000) feet of any medical marijuana dispensary 2 or commercial grower after such medical marijuana dispensary or commercial grower has been licensed, the provisions of this 3 subsection shall not be a deterrent to the renewal of such license 4 5 or warrant revocation of the license. For purposes of this subsection, a property owned, used or operated by a public school or 6 by a private school that is not used for classroom instruction on 7 core curriculum, such as an administrative building, athletic 8 9 facility, ballpark, field or stadium, shall not constitute a public 10 school or private school unless such property is located on the same campus as a building used for classroom instruction on core 11 curriculum. 12

13 H. Research shall be provided for under this law. A researcher may apply to the State Department of Health for a special research 14 license. The research license shall be granted, provided the 15 applicant meets the criteria listed in the Medical Marijuana and 16 17 Patient Protection Act. Research licensees shall be required to file monthly consumption reports to the State Department of Health 18 with amounts of marijuana used for research. Biomedical and 19 clinical research which is subject to federal regulations and 20 institutional oversight shall not be subject to oversight by the 21 State Department of Health. 22

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1 SECTION 7. AMENDATORY 63 O.S. 2021, Section 430, as 2 amended by Section 28, Chapter 553, O.S.L. 2021, is amended to read 3 as follows:

Section 430. There is hereby created and authorized a 4 Α. 5 medical marijuana waste disposal license. A person or entity in possession of a medical marijuana waste disposal license shall be 6 entitled to possess, transport and dispose of medical marijuana 7 waste. No person or entity shall dispose of medical marijuana waste 8 9 without a valid medical marijuana waste disposal license. The Oklahoma Medical Marijuana Authority shall issue licenses upon 10 proper application by a licensee and determination by the Authority 11 that the proposed site and facility are physically and technically 12 13 suitable. Upon a finding that a proposed medical marijuana waste disposal facility is not physically or technically suitable, the 14 Authority shall deny the license. The Authority may, upon 15 determining that public health or safety requires emergency action, 16 issue a temporary license for treatment or storage of medical 17 marijuana waste for a period not to exceed ninety (90) days. 18 The Authority shall not, for the first year of the licensure program, 19 issue more than ten medical marijuana waste disposal licenses. Upon 20 the conclusion of the first year, the Authority shall assess the 21 need for additional medical marijuana waste disposal licenses and 22 shall, if demonstrated, increase the number of licenses as deemed 23 necessary by the Authority. 24

1	B. Entities applying for a medical marijuana waste disposal
2	license shall undergo the following screening process:
3	1. Complete an application form, as prescribed by the
4	Authority, which shall include:
5	a. an attestation that the applicant is authorized to
6	make application on behalf of the entity,
7	b. full name of the organization,
8	c. trade name, if applicable,
9	d. type of business organization,
10	e. complete mailing address,
11	f. an attestation that the commercial entity will not be
12	located on tribal land,
13	g. telephone number and email address of the entity, and
14	h. name, residential address and date of birth of each
15	owner and each member, manager and board member, if
16	applicable;
17	2. The application for a medical marijuana waste disposal
18	license made by an individual on his or her own behalf shall be on
19	the form prescribed by the Authority and shall include, but not be
20	limited to:
21	a. the first, middle and last name of the applicant and
22	suffix, if applicable,
23	b. the residence address and mailing address of the
24	applicant,

1		с.	the date of birth of the applicant,
2		d.	the preferred telephone number and email address of
3			the applicant,
4		e.	an attestation that the information provided by the
5			applicant is true and correct, and
6		f.	a statement signed by the applicant pledging not to
7			divert marijuana to any individual or entity that is
8			not lawfully entitled to possess marijuana; and
9	3. E	lach	application shall be accompanied by the following
10	documenta	tior	n:
11		a.	a list of all persons or entities that have an
12			ownership interest in the entity,
13		b.	a certificate of good standing from the <del>Oklahoma</del>
14			Secretary of State, if applicable,
15		с.	an Affidavit of Lawful Presence for each owner,
16		d.	proof that the proposed location of the disposal
17			facility is at least one thousand (1,000) feet from a
18			public or private school. The distance indicated in
19			this subparagraph shall be measured from the nearest
20			property line of such <del>public or private</del> school to the
21			nearest perimeter wall of the premises of such
22			disposal facility. If any <del>public or private</del> school is
23			established within one thousand $(1,000)$ feet of any
24			disposal facility after such disposal facility has
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1 been licensed, the provisions of this subparagraph shall not be a deterrent to the renewal of such 2 license or warrant revocation of the license. For the 3 purposes of this section, "school" shall mean the same 4 as provided in Section 427.2 of this title, and 5 documents establishing the applicant, the members, 6 e. managers and board members, if applicable, and 7 seventy-five percent (75%) of the ownership interests 8 9 are Oklahoma residents as established in Section 420 et seq. of this title, as it relates to proof of 10 residency. 11

12 C. No license shall be issued except upon proof of sufficient liability insurance and financial responsibility. Liability 13 insurance shall be provided by the applicant and shall apply to 14 sudden and nonsudden bodily injury or property damage on, below or 15 above the surface, as required by the rules of the Authority. Such 16 17 insurance shall be maintained for the period of operation of the facility and shall provide coverage for damages resulting from 18 operation of the facility during operation and after closing. 19

D. Submission of an application for a medical marijuana waste disposal license shall constitute permission for entry to and inspection of the facility of the licensee during hours of operation and other reasonable times. Refusal to permit such entry of inspection shall constitute grounds for the nonrenewal, suspension

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1 or revocation of a license. The Authority may perform an annual unannounced on-site inspection of the operations and any facility of 2 the licensee. If the Authority receives a complaint concerning 3 noncompliance by a licensee with the provisions of the Oklahoma 4 5 Medical Marijuana Waste Management Act, the Authority may conduct additional unannounced, on-site inspections beyond an annual 6 inspection. The Authority may refer all complaints alleging 7 criminal activity that are made against a licensed facility to 8 9 appropriate state or local law enforcement authorities.

The Authority shall issue an annual permit for each medical 10 Ε. marijuana waste disposal facility operated by a licensee. 11 A permit shall be issued only upon proper application by a licensee and 12 13 determination by the Authority that the proposed site and facility are physically and technically suitable. Upon a finding that a 14 proposed medical marijuana waste disposal facility is not physically 15 or technically suitable, the Authority shall deny the permit. 16 The Authority shall have the authority to revoke a permit upon a finding 17 that the site and facility are not physically and technically 18 suitable for processing. The Authority may, upon determining that 19 public health or safety requires emergency action, issue a temporary 20 permit for treatment or storage of medical marijuana waste for a 21 period not to exceed ninety (90) days. 22

F. The cost of a medical marijuana waste disposal license shall
be Five Thousand Dollars (\$5,000.00) for the initial license. The

1 cost of a medical marijuana waste disposal facility permit shall be 2 Five Hundred Dollars (\$500.00). A medical marijuana waste disposal 3 facility permit that has been revoked shall be reinstated upon 4 remittance of a reinstatement fee of Five Hundred Dollars (\$500.00) 5 to restore the facility permit. All license and permit fees shall 6 be deposited into the Oklahoma Medical Marijuana Authority Revolving 7 Fund as provided in Section 427.5 of this title.

G. The holder of a medical marijuana waste disposal license
shall not be required to obtain a medical marijuana transporter
license provided for in the Oklahoma Medical Marijuana and Patient
Protection Act for purposes of transporting medical marijuana waste.

H. All commercial licensees, as defined in Section 428.1 of this title, shall utilize a licensed medical marijuana waste disposal service to process all medical marijuana waste generated by the licensee.

I. The State Commissioner of Health shall promulgate rules for the implementation of the Oklahoma Medical Marijuana Waste Management Act. Promulgated rules shall address disposal process standards, site security and any other subject matter deemed necessary by the Authority.

21 SECTION 8. It being immediately necessary for the preservation 22 of the public peace, health or safety, an emergency is hereby 23 declared to exist, by reason whereof this act shall take effect and 24 be in full force from and after its passage and approval.

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1	Passed the Senate the 23rd day of March, 2022.
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4	Presiding Officer of the Senate
5	Passed the House of Representatives the day of,
6	2022.
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