## <DateSubmitted>

# HOUSE OF REPRESENTATIVES CONFERENCE COMMITTEE REPORT

Mr. President: Mr. Speaker:

The Conference Committee, to which was referred

### HB3971

By: Burns of the House and Leewright of the Senate

Title: Medical marijuana; authorizing the Oklahoma Medical Marijuana Authority to employ secret shoppers; inspections; investigative results; effective date.

Together with Engrossed Senate Amendments thereto, beg leave to report that we have had the same under consideration and herewith return the same with the following recommendations:

- 1. That the Senate recede from its amendment: and
- 2. By adopting the following conference committee amendment to restore the title to read as follows:

An Act relating to medical marijuana; authorizing the Oklahoma Medical Marijuana Authority to employ secret shoppers for certain purpose; directing secret shoppers to purchase specific amounts for compliance tests; providing guidelines for testing samples; directing secret shoppers to deliver samples to quality assurance laboratories for certain testing; directing the Authority to annually inspect minimum number of licensed medical marijuana dispensaries; providing for the recall of medical marijuana and marijuana products for safety failures; providing for the verification of certain laboratory results; requiring the retention of investigative results for certain number of years; directing the Authority to implement rules for providing certain notice; authorizing the Authority to take certain disciplinary actions; allowing the Authority to share investigative results with certain entities; authorizing the Authority to conduct further evaluation of investigative results; providing for the revocation of business licenses under certain circumstances; directing the Authority to implement certain rules; providing for codification; and providing an effective date.

Respectfully submitted,

# SENATE CONFEREES

Leewright	
Paxton	
Taylor	
Rosino	
Dossett (J.J.)	

1	ENGROSSED SENATE AMENDMENT TO
2	ENGROSSED HOUSE
З	BILL NO. 3971 By: Burns, West (Josh) and McDugle of the House
4	and
5	Leewright of the Senate
6	
7 8	An Act relating to medical marijuana; authorizing the Oklahoma Medical Marijuana Authority to employ secret shoppers for certain purpose; directing secret
9	shoppers to purchase specific amounts for compliance tests; providing guidelines for testing samples;
10	directing secret shoppers to deliver samples to quality assurance laboratories for certain testing;
11	directing the Authority to annually inspect minimum number of licensed medical marijuana dispensaries;
12	providing for the recall of medical marijuana and marijuana products for safety failures; providing for
13	the verification of certain laboratory results; requiring the retention of investigative results for
14	certain number of years; directing the Authority to implement rules for providing certain notice; authorizing the Authority to take certain
15	disciplinary actions; allowing the Authority to share investigative results with certain entities;
16	authorizing the Authority to conduct further evaluation of investigative results; providing for
17	the revocation of business licenses under certain circumstances; directing the Authority to implement
18	certain rules; providing for codification; and providing an effective date.
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21	AMENDMENT NO. 1. Page 1, strike the title to read
22	"[ medical marijuana - employ secret shoppers for certain purpose - compliance tests - annually inspect
23	minimum number of licensed medical marijuana dispensaries – verification of certain laboratory
24	results - disciplinary actions - evaluation of

1	investigative results - codification - effective date ]"
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3	Passed the Senate the 27th day of April, 2022.
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5	Presiding Officer of the Senate
6	riestaing officer of the senate
7	Passed the House of Representatives the day of,
8	2022.
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10	Presiding Officer of the House
11	of Representatives
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1	ENGROSSED HOUSE
0	BILL NO. 3971 By: Burns, West (Josh) and
2	McDugle of the House
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5	
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12	marijuana products for safety failures; providing for the verification of certain laboratory results;
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14	implement rules for providing certain notice; authorizing the Authority to take certain
15	disciplinary actions; allowing the Authority to share investigative results with certain entities;
16	authorizing the Authority to conduct further evaluation of investigative results; providing for
17	the revocation of business licenses under certain circumstances; directing the Authority to implement
18	certain rules; providing for codification; and providing an effective date.
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21	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
22	SECTION 1. NEW LAW A new section of law to be codified
23	in the Oklahoma Statutes as Section 427.25 of Title 63, unless there
24	is created a duplication in numbering, reads as follows:

ENGR. H. B. NO. 3971

A. The Oklahoma Medical Marijuana Authority shall implement
rules to employ secret shoppers. Secret shoppers shall purchase
medical marijuana or marijuana products from licensed medical
marijuana dispensaries.

5 Β. For each purchase, the secret shopper shall buy an amount of medical marijuana or marijuana products sufficient for five complete 6 7 compliance tests. Four samples shall be tested by licensed medical marijuana testing laboratories, one of which shall be the laboratory 8 9 of origin, if applicable. One sample shall be kept in reserve by 10 the Authority in the event of a discrepancy between the testing laboratories, which may require retesting of the medical marijuana 11 12 or marijuana products. When making purchases from a licensed 13 medical marijuana dispensary, the secret shopper shall ask for the 14 certificate of analysis for each product purchased.

15 The secret shopper shall deliver the medical marijuana or С. 16 marijuana products to a quality assurance laboratory for 17 homogenization. Once the samples have been homogenized, the samples 18 shall be delivered to four randomly selected licensed medical 19 marijuana testing laboratories for compliance testing which shall 20 include the testing for pesticides, heavy metals, microbials, 21 residual solvents for extracted products, and potency. One sample 22 shall be kept by the Authority in reserve. If the medical marijuana 23 or marijuana products were previously tested with available results 24 from a licensed medical marijuana testing laboratory, that testing

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1 laboratory shall be one of the four licensed medical marijuana testing laboratories chosen by the Authority. For the avoidance of 2 doubt, neither the licensed medical marijuana dispensary nor the 3 licensed medical marijuana testing laboratory shall be told that the 4 5 business entity is selling medical marijuana or marijuana products to a secret shopper or testing samples submitted by a secret shopper 6 employed by the Authority and posing as a licensed medical marijuana 7 patient. 8

9 D. The Authority shall inspect, by secret shopper, a minimum of 10 fifty licensed medical marijuana dispensaries annually beginning 11 January 1, 2023. In the year 2025, the Authority shall inspect, by 12 secret shopper, a minimum of ten percent (10%) of randomly selected 13 licensed medical marijuana dispensaries in Oklahoma per year.

14 When the licensed medical marijuana testing laboratories Ε. 1. 15 unanimously confirm test results with safety failures for 16 contaminants, the Authority shall recall the medical marijuana or 17 marijuana product within seven (7) days of obtaining the test 18 The name of the licensed medical marijuana dispensary and results. 19 any other relevant product information shall be made public via a 20 press release issued by the Authority. If there is greater than one 21 but less than four contaminant fails among the licensed medical 22 marijuana testing laboratories, the Authority shall work with a 23 quality assurance laboratory to verify the results of the licensed 24 medical marijuana testing laboratories and take appropriate action.

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2. When the average of total potency or total terpene results collected from a licensed medical marijuana testing laboratory for a particular product is outside the allowable limits, the Authority shall work with a quality assurance laboratory to verify the results of the testing laboratory. If results are verified to be outside the allowable limits, the Authority shall require relabeling of the medical marijuana or marijuana products.

8 3. All investigative results shall be retained by the Authority9 for a minimum of three (3) years.

4. The Authority shall implement rules to notify any licensed
medical marijuana dispensary and licensed medical marijuana grower
or licensed medical marijuana processor of any investigative results
determined to be noncompliant.

14 5. After the licensed medical marijuana dispensary and licensed 15 medical marijuana grower or licensed medical marijuana processor is 16 notified of the investigative results, such results may be used by 17 the Authority to take action against the licensee, assess fines, or 18 assess other civil penalties available to the Authority.

The Authority shall implement rules on sharing such
investigative results with any other law enforcement agencies or
regulatory authorities.

7. The Authority may elect to conduct further evaluations of the investigative results at any time for verification or for other

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1	purposes reasonably related to sanitation, public health, or public
2	safety.
3	F. The failure of any licensed medical marijuana business to
4	cooperate with the provisions of this section may result in the
5	revocation of the license at the discretion of the Authority.
6	G. The Authority shall implement rules necessary to enforce the
7	provisions of this act.
8	SECTION 2. This act shall become effective November 1, 2022.
9	Passed the House of Representatives the 23rd day of March, 2022.
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11	Presiding Officer of the House
12	of Representatives
13	Passed the Senate the day of , 2022.
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16	Presiding Officer of the Senate
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