1	STATE OF OKLAHOMA
2	1st Session of the 59th Legislature (2023)
3	HOUSE BILL 1347 By: Fetgatter
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6	<u>AS INTRODUCED</u>
7	An Act relating to medical marijuana; amending 63
8	O.S. 2021, Section 427.13, as amended by Section 14, Chapter 251, O.S.L. 2022 (63 O.S. Supp. 2022, Section
9	427.13), which relates to the Oklahoma Medical Marijuana and Patient Protection Act; directing the
10	Oklahoma Medical Marijuana Authority to issue requests for proposals; directing Authority to select
11	a vendor for seed-to-sale inventory tracking system;  providing time limitation; stating responsibilities
12	of the Authority; providing requirements for the seed-to-sale inventory tracking system; directing the Authority to provide training and training materials;
13	and declaring an emergency.
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16	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
17	SECTION 1. AMENDATORY 63 O.S. 2021, Section 427.13, as
18	amended by Section 14, Chapter 251, O.S.L. 2022 (63 O.S. Supp. 2022,
19	Section 427.13), is amended to read as follows:
20	Section 427.13 A. All medical marijuana and medical marijuana
21	products shall be purchased solely from a state-licensed medical
22	marijuana business, and shall not be purchased from any out-of-state
23	providers.

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B. 1. The Oklahoma Medical Marijuana Authority shall have oversight and auditing responsibilities to ensure that all marijuana being grown in this state is accounted for and shall implement an inventory tracking system. Pursuant to these duties, the Authority shall require that each medical marijuana business, medical marijuana research facility, medical marijuana education facility and medical marijuana waste disposal facility keep records for every transaction with another medical marijuana business, patient or caregiver. Inventory shall be tracked and updated after each individual sale and reported to the Authority.

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- 2. The inventory tracking system licensees use shall allow for integration of other seed-to-sale systems and, at a minimum, shall include the following:
  - a. notification of when marijuana seeds and clones are planted,
  - notification of when marijuana plants are harvested and destroyed,
  - c. notification of when marijuana is transported, sold, stolen, diverted or lost,
  - d. a complete inventory of all marijuana, seeds, plant tissue, clones, plants, usable marijuana or trim, leaves and other plant matter, batches of extract, and marijuana concentrates,

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e. all samples sent to a testing laboratory, an unused portion of a sample returned to a licensee, all samples utilized by licensee for purposes of negotiating a sale, and

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- f. all samples used for quality testing by a licensee.
- 3. Each medical marijuana business, medical marijuana research facility, medical marijuana education facility and medical marijuana waste disposal facility shall use a seed-to-sale tracking system or integrate its own seed-to-sale tracking system with the seed-to-sale tracking system established by the Authority.
- 4. These records shall include, but not be limited to, the following:
  - a. the name and license number of the medical marijuana business that cultivated, manufactured or sold the medical marijuana or medical marijuana product,
  - b. the address and phone number of the medical marijuana business that cultivated, manufactured or sold the medical marijuana or medical marijuana product,
  - c. the type of product received during the transaction,
  - d. the batch number of the marijuana plant used,
  - e. the date of the transaction,
  - f. the total spent in dollars,
  - g. all point-of-sale records,
  - h. marijuana excise tax records, and

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i. any additional information as may be reasonably required by the Executive Director of the Oklahoma Medical Marijuana Authority.

- 5. All inventory tracking records retained by a medical marijuana business, medical marijuana research facility, medical marijuana education facility or medical marijuana waste disposal facility containing medical marijuana patient or caregiver information shall comply with all relevant state and federal laws including, but not limited to, the Health Insurance Portability and Accountability Act of 1996 (HIPAA).
- C. 1. Upon the effective date of this act, the Authority shall have thirty (30) business days to issue a request for proposals and select through a competitive bidding process, pursuant to Section 85.7 of Title 74 of the Oklahoma Statutes, a vendor that shall provide a seed-to-sale inventory tracking system for medical marijuana business licensees. The contract may be a multi-year contract or renewable annually, in accordance with any applicable guidelines or procedures required by the Authority.
- 2. The Authority shall be responsible for all costs associated with the seed-to-sale tracking system chosen by the Authority. The seed-to-sale inventory tracking system shall feature a software infrastructure that provides maximum flexibility for the exchange of data between the Authority and medical marijuana business licensees. The seed-to-sale inventory tracking system shall allow the medical

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    marijuana business licensees to submit data to the Authority
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    directly through an application program interface (API), data
    interchange service tool, or by means of a process and technology
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    acceptable to the Authority. If the Authority selects a vendor
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    whose proprietary software requires the utilization of barcodes,
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    radio-frequency identification tags (RFID), or quick response (QR)
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    codes to manage data entry, the Authority shall be responsible for
    purchasing the equipment necessary for medical marijuana business
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    licensees to interface with the software of the seed-to-sale
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    inventory tracking system.
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        3. Upon selecting a vendor and prior to implementation of the
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    seed-to-sale inventory tracking system, the Authority shall be
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    responsible for providing sufficient training and training materials
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    to medical marijuana business licensees. Any administrative costs
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    related to training and training materials shall be the sole
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    responsibility of the Authority.
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        SECTION 2.
                       REPEALER 63 O.S. 2021, Section 427.13, as
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    amended by Section 7, Chapter 584, O.S.L. 2021, is hereby repealed.
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        SECTION 3. It being immediately necessary for the preservation
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    of the public peace, health or safety, an emergency is hereby
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    declared to exist, by reason whereof this act shall take effect and
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    be in full force from and after its passage and approval.
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