First Regular Session Seventieth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 15-0925.01 Nicole Myers x4326

HOUSE BILL 15-1387

HOUSE SPONSORSHIP

Pabon and Rankin,

SENATE SPONSORSHIP

Steadman and Lambert,

House Committees Finance **Senate Committees**

A BILL FOR AN ACT

101	CONCERNING THE ELIMINATION OF THE AUTHORIZED TRANSFER OF
102	MEDICAL MARIJUANA TO RETAIL MARIJUANA AT THE TIME THAT
103	A RETAIL MARIJUANA ESTABLISHMENT LICENSE BECOMES
104	EFFECTIVE.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://www.leg.state.co.us/billsummaries.</u>)

Current law allows the operator of a licensed medical marijuana center, an optional premises cultivation license, or a licensed medical marijuana-infused products business (applicant) to apply for a retail marijuana establishment license. At the time an applicant's retail marijuana establishment license becomes effective, the applicant is allowed to transfer medical marijuana inventory to retail marijuana inventory.

The bill prohibits an applicant from making a transfer of medical marijuana inventory to retail marijuana inventory beginning on July 1, 2015.

- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 SECTION 1. In Colorado Revised Statutes, 12-43.4-104, amend
 3 (1) (a) (III) and (1) (a) (IV) as follows:

4 12-43.4-104. Applicability - retail marijuana - repeal. 5 (1) (a) (III) If the applicant indicates a desire to surrender the medical 6 marijuana license, the applicant shall continue to operate under that 7 license so long as the license remains in effect until a retail marijuana 8 establishment license is approved. If the retail marijuana establishment 9 license is granted, the applicant shall have fourteen days from the 10 effective date of the license to surrender the medical marijuana license to 11 the state licensing authority. If the retail marijuana license is granted, on 12 the effective date of the license, all medical marijuana plants and inventory shall become retail marijuana plants and inventory on the date 13 14 of the retail marijuana establishment license; EXCEPT THAT BEGINNING ON 15 JULY 1, 2016, AN APPLICANT SHALL NOT BE ALLOWED TO TRANSFER 16 MEDICAL MARIJUANA PLANTS AND INVENTORY FROM A MEDICAL 17 MARIJUANA CENTER OR FROM A MEDICAL MARIJUANA-INFUSED PRODUCTS 18 MANUFACTURER TO ANY RETAIL MARIJUANA ESTABLISHMENT. BEGINNING 19 ON JULY 1, 2016, THE ONLY TRANSFER OF MEDICAL MARIJUANA ALLOWED 20 PURSUANT TO THIS SUBPARAGRAPH (III) IS THE TRANSFER OF MEDICAL 21 MARIJUANA PLANTS AND INVENTORY FROM A MEDICAL MARIJUANA 22 CULTIVATION FACILITY TO A RETAIL MARIJUANA CULTIVATION FACILITY.

1 (IV) An applicant pursuant to this paragraph (a) may apply for a 2 retail marijuana establishment license and retain the medical marijuana 3 license. The applicant may apply to have the medical marijuana licensed 4 operation and the retail marijuana establishment at the same location only 5 if the local jurisdiction permits the medical marijuana licensed operation 6 and the retail marijuana establishment to be operated at the same location. 7 At the time that the retail marijuana establishment license becomes 8 effective, the applicant shall identify the medical marijuana inventory that 9 will become retail marijuana inventory; EXCEPT THAT BEGINNING ON 10 JULY 1, 2016, AN APPLICANT SHALL NOT BE ALLOWED TO TRANSFER 11 MEDICAL MARIJUANA INVENTORY FROM A MEDICAL MARIJUANA CENTER 12 OR FROM A MEDICAL MARIJUANA-INFUSED PRODUCTS MANUFACTURER TO 13 ANY RETAIL MARIJUANA ESTABLISHMENT. BEGINNING ON JULY 1, 2016, 14 THE ONLY TRANSFER OF MEDICAL MARIJUANA ALLOWED PURSUANT TO 15 THIS SUBPARAGRAPH (IV) IS THE TRANSFER OF MEDICAL MARIJUANA 16 INVENTORY FROM A MEDICAL MARIJUANA CULTIVATION FACILITY TO A 17 RETAIL MARIJUANA CULTIVATION FACILITY. 18 **SECTION 2.** Safety clause. The general assembly hereby finds, 19 determines, and declares that this act is necessary for the immediate

20 preservation of the public peace, health, and safety.