An Act to provide for the use and regulated sale of marijuana, and to impose a tax

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# 2022 South Dakota Legislature

# House Bill 1045

# AMENDMENT 1045L FOR THE HOUSE TAXATION ENGROSSED BILL

2	on the sale of marijuana, and to distribute that revenue to	o counties.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH D	AKOTA:
4	Section 1. That chapter 10-45 be amended with a NEW SECTION	l <b>:</b>
5	Each county shall use the revenue distributed under sect	ion 4 of this Act for
6	necessary expenses incurred by the county under the provisions of	chapters 7-12, 7-16,
7	7-16A, and 23A-40.	
8	Section 2. That a NEW SECTION be added to title 10:	
9	Terms used in this chapter mean:	
10	(1) "Dispensary," a licensed entity that acquires, possesses, store	<u>es, delivers, transfers,</u>
11	transports, sells, supplies, or dispenses marijuana, mari	<u>juana products, and</u>
12	related supplies to a consumer;	
13	(2) "Marijuana," as defined in § 22-42-1;	
14	(3) "Marijuana concentrate," the resin extracted from any part	of a marijuana plant
15	and every compound, manufacture, salt, derivative, mixture	, or preparation from
16	such resin;	
17	(4) "Marijuana product," any product infused with marijuana cond	centrate and intended
18	for use or consumption by humans.	
19	Section 3. That a NEW SECTION be added to title 10:	
20	There is imposed an excise tax at the rate of eight and one	e-half percent on the
21	gross receipts from the sale of marijuana, marijuana concentrate, an	d marijuana products
22	by a dispensary. The excise tax imposed under this chapter doe	s not apply to gross

1 receipts from the sale of marijuana, marijuana concentrate, and marijuana products to a 2 cardholder as defined in § 34-20G-1(6).

#### Section 4. That a NEW SECTION be added to title 10:

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The excise tax revenue collected pursuant to section 3 of this Act must be divided proportionally amongst the counties based on where the revenue was generated. The revenue must be distributed by the county by September first of each year to be used for the purposes set forth in section 1 of this Act.

# Section 5. That a NEW SECTION be added to title 10:

9 The excise tax imposed under section 3 of this Act shall be collected and remitted 10 pursuant to chapter 10-45 and administered pursuant to chapter 10-59.

#### Section 6. That a NEW SECTION be added to title 10:

There is hereby created within the state treasury the marijuana fund into which all funds collected under this chapter shall be deposited. 13

# Section 7. That § 22-42-1 be AMENDED:

# 22-42-1. Terms used in this chapter mean:

- "Controlled drug or substance," a drug or substance, or an immediate precursor of (1)a drug or substance, listed in Schedules I through IV. The term includes an altered state of a drug or substance listed in Schedules I through IV absorbed into the human body;
- (2) "Counterfeit substance," a controlled drug or substance which, or the container of labeling of which, without authorization, bears the trade-mark, trade name, or other identifying mark, imprint, number, or device, or any likeness thereof, of a manufacturer, distributor, or dispenser other than the person or persons who manufactured, distributed, or dispensed such substance and which thereby falsely purports or is represented to be the product of, or to have been distributed by, such other manufacturer, distributor, or dispenser;
- (3) "Deliver"—or "delivery," the actual or constructive transfer of a controlled drug, substance, or marijuana whether or not there exists an agency relationship;
- (4) "Dispense," to deliver a controlled drug or substance to the ultimate user or human research subject by or pursuant to the lawful order of a practitioner, including the

prescribing, administering, packaging, labeling, or compounding necessary to prepare the substance for such delivery, and a dispenser is one who dispenses;

- (5) "Distribute," to deliver a controlled drug, substance, or marijuana. Distribution means the delivery of a controlled drug, substance, or marijuana;
- (6) "Equivalent weight" the weight that a given quantity of marijuana products counts against a quantity of marijuana;
- (6)(7) "Manufacture," the production, preparation, propagation, compounding, or processing of a controlled drug or substance, either directly or indirectly by extraction from substances of natural origin, or independently by means of chemical synthesis or by a combination of extraction and chemical synthesis. A manufacturer includes any person who packages, repackages, or labels any container of any controlled drug or substance, except practitioners who dispense or compound prescription orders for delivery to deliver to the ultimate user;
- (7)(8) "Marijuana," all parts of any plant of the genus cannabis, whether growing or not, in its natural and unaltered state, except for drying or curing and crushing or crumbling. The term includes an altered state of marijuana absorbed into the human body. The term does not include fiber produced from the mature stalks of such plant, or oil or cake made from the seeds of such plant. The term does not include the plant Cannabis sativa L. and any part of that plant, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol concentration of not more than three-tenths of one percent on a dry weight basis;
- (9) "Marijuana concentrate," the resin extracted from any part of a marijuana plant and every compound, manufacture, salt, derivative, mixture, or preparation from such resin;
- (10) "Marijuana products," products infused with marijuana concentrate and intended for use or consumption by humans;
- (8)(11) "Practitioner," a doctor of medicine, osteopathy, podiatry, dentistry, optometry, or veterinary medicine licensed to practice his profession, or pharmacists licensed to practice their profession; physician's assistants certified to practice their profession; government employees acting within the scope of their employment; and persons permitted by certificates issued by the Department of Health to distribute, dispense, conduct research with respect to, or administer a substance controlled by chapter 34-20B;

(9)(12) "Precursor" or "immediate precursor," a substance which the Department of Health has found to be and by rule designates as being a principal compound commonly used or produced primarily for use, and which is an immediate chemical intermediary used or likely to be used, in the manufacture of a controlled drug or substance, the control of which is necessary to prevent, curtail, or limit such manufacture;

(10)(13) "Schedule I," "Schedule II," "Schedule III," and "Schedule IV," those schedules of drugs, substances, and immediate precursors listed in chapter 34-20B;

(11)(14) "Ultimate user," a person who lawfully possesses a controlled drug or substance for that person's own use or for the use of a member of that person's household or for administration to an animal owned by that person or by a member of that person's household.

# Section 8. That § 22-42-6 be AMENDED:

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22-42-6. No person may knowingly possess marijuana. No person under the age of twenty-one may knowingly possess marijuana. It is a Class 1 Class 2 misdemeanor for any person under the age of twenty-one to possess two ounces of marijuana or marijuana in quantities less than four ounces of marijuana, including an equivalent weight of marijuana products. It is a Class 6 felony for any person under the age of twenty-one to possess four or more ounces of marijuana, including an equivalent weight of marijuana products. It is a Class 2 misdemeanor for any person twenty-one or older to possess more than one ounce but less than four ounces of marijuana, including an equivalent weight of marijuana products. It is a Class 6 felony Class 1 misdemeanor for any person twenty-one or older to possess more than two ounces of marijuana but less than one half pound four to sixteen ounces of marijuana, including an equivalent weight of marijuana products. It is a Class 5Class 6 felony for any person twenty-one or older to possess-one half pound but less than one pound more than sixteen ounces of marijuana, including an equivalent weight of marijuana products. It is a Class 4 felony to possess one to ten pounds of marijuana. It is a Class 3 felony to possess more than ten pounds of marijuana. A civil penalty may be imposed, in addition to any criminal penalty, upon a conviction of a violation of this section not to exceed ten thousand dollars. This section does not apply to any person licensed or registered with the state to undertake an activity involving the possession of marijuana or marijuana products who acts in compliance with the authorizing law.

# Section 9. That § 22-42-7 be AMENDED:

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22-42-7. The distribution, or possession with intent to distribute, of less than onehalf ounce of marijuana without consideration is a Class 1 misdemeanor; otherwise, the distribution, or possession with intent to distribute, for consideration, of marijuana in quantities one ounce or less than four ounces of marijuana, including an equivalent weight of marijuana products, to any person twenty-one or older is a Class 6 felonyClass 1 misdemeanor. The distribution, or possession with intent to distribute, of more than one ouncefour ounces but less than one half one pound of marijuana, including an equivalent weight of marijuana products, to a person twenty-one or older is a Class 5 Class 6 felony. The distribution, or possession with intent to distribute, of one half pound but less than one pound or more of marijuana, including an equivalent weight of marijuana products, to a person twenty-one or older, is a Class 4 Class 5 felony. The distribution, or possession with intent to distribute, of one pound or more of marijuana is a Class 3 felony. The distribution, or possession with intent to distribute of marijuana, of less than one-half ounce of marijuana, including an equivalent weight of marijuana products, to a minor any person under the age of twenty-one without consideration is a Class 6 felonyClass 1 misdemeanor; otherwise, the distribution, or possession with intent to distribute, of-one ounce four ounces or less of marijuana, including an equivalent weight of marijuana products, to a minor any person under the age of twenty-one is a Class 5 Class 6 felony. The distribution, or possession with intent to distribute, of more than one ounce four ounces but less than one half one pound of marijuana, including an equivalent weight of marijuana products, to a minor any person under the age of twenty-one is a Class 4Class 5 felony. The distribution, or possession with intent to distribute, of one half pound but less than one pound of marijuana to a minor is a Class 3 felony. The distribution, or possession with intent to distribute, of one pound or more of marijuana, including an equivalent weight of marijuana products, to a minor any person under the age of twentyone is a Class 2 Class 4 felony. A first conviction of a felony under this section shall be punished by a mandatory sentence in the state penitentiary or county jail of at least thirty days, which sentence may not be suspended. A second or subsequent conviction of a felony under this section shall be punished by a mandatory sentence of at least one year. Conviction of a Class 1 misdemeanor under this section shall be punished by a mandatory sentence in county jail of not less than fifteen days, which sentence may not be suspended. A civil penalty, not to exceed ten thousand dollars, may be imposed, in addition to any criminal penalty, upon a conviction of a felony violation of this section. This section does not apply to any person licensed or registered with the state to undertake

an activity involving the distribution, or possession with intent to distribute, of marijuana
or marijuana products who acts in compliance with the authorizing law.

# Section 10. That chapter 22-42 be amended with a NEW SECTION:

- 4 <u>The equivalent weight of the following marijuana products to one ounce of</u> 5 <u>marijuana is:</u>
  - (1) Eight grams net weight of marijuana concentrate in smokable form;
- 7 (2) Eight grams net weight of vaporizer pens or cartridges;
- 8 (3) Eight hundred milligrams delta-9 tetrahydrocannabinol in edibles, excluding oils;
  - (4) Five grams net weight of oils in oral dosage syringe or capsule form;
- 10 (5) Twelve fluid ounces of liquid topical application, including ointment, cream, or lotion;
- 12 (6) One ounce of dried topical application, included dried plant material or powder; or
- 13 (7) Eight hundred milligrams delta-9 tetrahydrocannabinol in transdermal patches.

# 14 Section 11. That § 22-42-15 be AMENDED:

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**22-42-15.** Any person who intentionally ingests, inhales, or otherwise takes into the body any substance, except <u>marijuana</u>, <u>marijuana</u> concentrate, <u>marijuana</u> products, <u>or</u> alcoholic beverages as defined in § 35-1-1, for purposes of becoming intoxicated, unless such substance is prescribed by a practitioner of the medical arts lawfully practicing within the scope of the practitioner's practice, is guilty of a Class 1 misdemeanor. The venue for a violation of this section exists in either the jurisdiction in which the substance was ingested, inhaled, or otherwise taken into the body or the jurisdiction in which the substance was detected in the body of the accused.

# Section 12. That § 22-42-24 be AMENDED:

**22-42-24.** While a motor vehicle is located upon a public highway or the right-of-way of a public highway, it is a Class 2 misdemeanor if any person operating or in actual physical control of a motor vehicle smokes or consumes marijuana,—or marijuana concentrate, or marijuana products while the vehicle is being operated.—For purposes of this section and § 22-42-25, marijuana concentrate is the resin extracted from any part of a marijuana plant and every compound, manufacture, salt, derivative, mixture, or preparation from such resin.

# Section 13. That chapter 22-42 be amended with a NEW SECTION:

No person may smoke, eat, consume, or vape marijuana, marijuana concentrate, or marijuana products in any public place or place of employment. A violation of this section is a Class 2 misdemeanor. A second or subsequent violation is a Class 1 misdemeanor.

## Section 14. That chapter 22-42 be amended with a NEW SECTION:

An employer may prohibit an employee from ingesting cannabis on the work site during work hours. An employer may prohibit an employee from performing work duties while under the influence of cannabis.

# Section 15. That § 22-42A-3 be AMENDED:

**22-42A-3.** No person, knowing the drug\_-related nature of the object, may use or to-possess with intent to use, drug paraphernalia to plant, propagate, cultivate, grow, harvest, manufacture, compound, convert, produce, process, prepare, test, analyze, pack, repack, store, contain, conceal, inject, ingest, inhale, or otherwise introduce into the human body any controlled substance or marijuana in violation of this chapter. Any person who violates any provision of this section is guilty of a Class 2 misdemeanor.

# Section 16. That § 22-42A-4 be AMENDED:

**22-42A-4.** No person, knowing the drug related nature of the object, may deliver, possess with intent to deliver, or manufacture with intent to deliver, drug paraphernalia, knowing, or under circumstances where one reasonably should know, that it will be used to plant, propagate, cultivate, grow, harvest, manufacture, compound, convert, produce, process, prepare, test, analyze, pack, repack, store, contain, conceal, inject, ingest, inhale, or otherwise introduce into the human body a controlled substance—or marijuana in violation of this chapter. Any person who violates any provision of this section is guilty of a Class 6 felony.

# Section 17. That chapter 22-42A be amended with a NEW SECTION:

For the purposes of this chapter, marijuana, marijuana concentrate, and marijuana products, as defined in § 22-42-1, are not controlled substances.

#### Section 18. That § 34-20B-1 be AMENDED:

**34-20B-1.** Terms as used in this chapter mean:

 "Administer," to deliver a controlled drug or substance to the ultimate user or human research subject by injection, inhalation, or ingestion, or by any other means;

- (2) "Agent," an authorized person who acts on behalf of or at the direction of a manufacturer, distributor, or dispenser and includes a common or contract carrier, public warehouseman, or employee thereof;
- (3) "Control," to add, remove, or change the placement of a drug, substance, or immediate precursor under §§ 34-20B-27 and 34-20B-28;
- (4) "Counterfeit substance," a controlled drug or substance which, or the container or labeling of which, without authorization, bears the trademark, trade name, or other identifying mark, imprint, number, or device, or any likeness thereof, of a manufacturer, distributor, or dispenser other than the person or persons who manufactured, distributed, or dispensed such substance and which thereby falsely purports or is represented to be the product of, or to have been distributed by, such other manufacturer, distributor, or dispenser;
- (5) "Deliver" or "delivery," the actual, constructive, or attempted transfer of a controlled drug, or substance, or marijuana whether or not there exists an agency relationship;
- (6) "Department," the Department of Health created by chapter 1-43;
- (7) "Dispense," to deliver a controlled drug or substance to the ultimate user or human research subject by or pursuant to the lawful order of a practitioner, including the prescribing, administering, packaging, labeling, or compounding necessary to prepare the substance for such delivery, and a dispenser is one who dispenses;
- (8) "Distribute," to deliver a controlled drug, or substance, or marijuana. A distributor is a person who delivers a controlled drug, or substance, or marijuana;
- (9) "Hashish," the resin extracted from any part of any plant of the genus cannabis that contains a delta 9 tetrahydrocannabinol concentration of more than three-tenths of one percent on a dry weight basis;
- (10)(9) "Imprisonment," imprisonment in the state penitentiary unless the penalty specifically provides for imprisonment in the county jail;
- (11)(10) "Manufacture," the production, preparation, propagation, compounding, or processing of a controlled drug or substance, either directly or indirectly by extraction from substances of natural origin, or independently by means of chemical synthesis or by a combination of extraction and chemical synthesis. A manufacturer includes any person who packages, repackages, or labels any

1	cont	ainer of any controlled drug or substance, except practitioners who dispense
2	or co	ompound prescription orders for delivery to the ultimate consumer;
3	<del>(12) "Mar</del>	ijuana," all parts of any plant of the genus cannabis, whether growing or not;
4	the :	seeds thereof; and every compound, manufacture, salt, derivative, mixture, or
5	prep	paration of such plant or its seeds. The term does not include fiber produced
6	from	the mature stalks of the plant, or oil or cake made from the seeds of the
7	<del>plan</del>	t, or the resin when extracted from any part of the plant or cannabidiol in a
8	drug	product approved by the United States Food and Drug Administration. The
9	term	n does not include the plant Cannabis sativa L. and any part of that plant
10	inclu	uding the seeds thereof and all derivatives, extracts, cannabinoids, isomers
11	<del>acid</del>	s, salts, and salts of isomers, whether growing or not, with a delta-9
12	tetra	hydrocannabinol concentration of not more than three tenths of one percent
13	<del>on a</del>	dry weight basis;
14	<del>(13)</del> (11)	"Narcotic drug," any of the following, whether produced directly or indirectly
15	by e	extraction from substances of vegetable origin or independently by means of
16	cher	nical synthesis, or by a combination of extraction and chemical synthesis:
17	(a)	Opium, coca leaves, and opiates;
18	(b)	A compound, manufacture, salt, derivative, or preparation of opium, coca
19		leaves, or opiates;
20	(c)	A substance (and any compound, manufacture, salt, derivative, or
21		preparation thereof) which is chemically identical with any of the substances
22		referred to in subsections (a) and (b) of this subdivision;
23	exce	pt that the term, narcotic drug, as used in this chapter does not include
24	deco	ocainized coca leaves or extracts of coca leaves, which extracts do not contain
25	coca	line or ecgonine;
26	<del>(14)</del> (12)	"Opiate" or "Opioid," any controlled drug or substance having an addiction-
27	sust	aining liability similar to morphine or being capable of conversion into a drug
28	havi	ng such addiction-forming or addiction-sustaining liability;
29	<del>(15)</del> (13)	"Opium poppy," the plant of the species papaver somniferum L., except the
30	seed	ds thereof;
31	<del>(16)</del> (14)	"Person," any corporation, association, limited liability company, partnership
32	or o	ne or more individuals;
33	<del>(17)</del> (15)	"Poppy straw," all parts, except the seeds, of the opium poppy, after mowing;
34	<del>(18)</del> (16)	"Practitioner" a doctor of medicine osteonathy nodiatry ontometry

dentistry, or veterinary medicine licensed to practice their profession, or

1	pharmacists licensed to practice their profession; physician assistants certified to
2	practice their profession; certified nurse practitioners, certified nurse midwives,
3	and certified registered nurse anesthetists to practice their profession; government
4	employees acting within the scope of their employment; and persons permitted by
5	certificates issued by the department to distribute, dispense, conduct research with
6	respect to, or administer a substance controlled by this chapter;
7	$\frac{(19)(17)}{(17)}$ "Prescribe," an order of a practitioner for a controlled drug or substance.
8	(20)(18) "Production," the manufacture, planting, cultivation, growing, or harvesting
9	of a controlled drug or substance;
10	(21)(19) "State," the State of South Dakota;
11	(22)(20) "Ultimate user," a person who lawfully possesses a controlled drug or
12	substance for personal use or for the use of a member of the person's household
13	or for administration to an animal owned by the person or by a member of the
14	person's household;
15	(23)(21) "Controlled substance analogue," any of the following:
16	(a) A substance that differs in its chemical structure to a controlled substance
17	listed in or added to the schedule designated in schedule I or II only by
18	substituting one or more hydrogens with halogens or by substituting one
19	halogen with a different halogen; or
20	(b) A substance that is an alkyl homolog of a controlled substance listed in or
21	added to schedule I or II; or
22	(c) A substance intended for human consumption; and
23	(i) The chemical structure of which is substantially similar to the chemical
24	structure of a controlled substance in schedule I or II;
25	(ii) Which has a stimulant, depressant, or hallucinogenic effect on the
26	central nervous system that is substantially similar to or greater than
27	the stimulant, depressant, or hallucinogenic effect on the central
28	nervous system of a controlled substance in schedule I or II; or
29	(iii) With respect to a particular person, which such person represents or
30	intends to have a stimulant, depressant, or hallucinogenic effect on
31	the central nervous system that is substantially similar to or greater
32	than the stimulant, depressant, or hallucinogenic effect on the
33	central nervous system of a controlled substance in schedule I or II;
34	However, the term, controlled substance analogue, does not include a controlled
35	substance or any substance for which there is an approved new drug application.

**34-20B-14.** Any material, compound, mixture, or preparation which contains any

# Section 19. That § 34-20B-14 be AMENDED:

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         quantity of the following hallucinogenic substances, their salts, isomers, and salts of
         isomers, is included in Schedule I, unless specifically excepted, whenever the existence of
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         such salts, isomers, and salts of isomers is possible within the specific chemical
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         designation:
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               Bufotenine;
          (1)
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               Diethyltryptamine (DET);
          (2)
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          (3)
               Dimethyltryptamine (DMT);
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               5-methoxy-N, N-Dimethyltryptamine (5-MeO-DMT);
          (4)
               5-methoxy-3, 4-methylenedioxy amphetamine;
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          (5)
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          (6)
               4-bromo-2, 5-dimethoxyamphetamine;
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          (7)
               4-methoxyamphetamine;
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               4-methoxymethamphetamine;
          (8)
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               4-methyl-2, 5-dimethoxyamphetamine;
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          (10) Hashish and hash oil;
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          \frac{(11)}{(10)}
                      Ibogaine;
                      Lysergic acid diethylamide;
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          \frac{(12)}{(11)}
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          \frac{(13)}{(12)}
                      Mescaline;
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                      N-ethyl-3-piperidyl benzilate;
          \frac{(14)(13)}{(13)}
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                     N-methyl-3-piperidyl benzilate;
          \frac{(15)(14)}{(14)}
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                      1-(-(2-thienyl)cyclohexyl) piperidine (TCP);
          (16)(15)
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          \frac{(17)}{(16)}
                      Peyote, except that when used as a sacramental in services of the Native
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                American church in a natural state which is unaltered except for drying or curing
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                and cutting or slicing, it is hereby excepted;
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          (18)(17)
                      Psilocybin;
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          \frac{(19)}{(18)}
                      Psilocyn;
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          (20) Tetrahydrocannabinol, other than that
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          which occurs in industrial hemp as defined in § 38-35-1 or marijuana in its natural and
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                unaltered state, including any compound, except nabilone or compounds listed
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                under a different schedule, structurally derived from 6,6' dimethyl-
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                benzo[c]chromene by substitution at the 3-position with either alkyl (C3 to C8),
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                methyl cycloalkyl, or adamantyl groups, whether or not the compound is further
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                modified in any of the following ways:
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          (a) By partial to complete saturation of the C-ring; or
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1	<del>(b) By st</del>	ubstitution at the 1-position with a hydroxyl or methoxy group; or	
2	(c) By substitution at the 9-position with a hydroxyl, methyl, or methylhydoxyl group;		
3	<del>Of</del>		
4	<del>(d) By m</del>	nodification of the possible 3-alkyl group with a 1,1' dimethyl moiety, a 1,1'	
5	<del>cycli</del>	ic moiety, an internal methylene group, an internal acetylene group, or a	
6	tern	ninal halide, cyano, azido, or dimethylcarboxamido group.	
7	Som	ne trade and other names: JWH-051; JWH-057; JWH-133; JWH-359; HHC; AM-	
8	087	<del>; AM-411; AM-855, AM-905; AM-906; AM-2389; HU-210; HU-211; HU-243;</del>	
9	HU-	<del>336;</del>	
10	<del>(21)</del> (19)	3, 4, 5-trimethoxy amphetamine;	
11	<del>(22)</del> (20)	3, 4-methylenedioxy amphetamine;	
12	<del>(23)</del> (21)	3-methoxyamphetamine;	
13	<del>(24)</del> (22)	2, 5-dimethoxyamphetamine;	
14	<del>(25)</del> (23)	2-methoxyamphetamine;	
15	<del>(26)</del> (24)	2-methoxymethamphetamine;	
16	<del>(27)</del> (25)	3-methoxymethamphetamine;	
17	<del>(28)</del> (26)	Phencyclidine;	
18	<del>(29)</del> (27)	3, 4-methylenedioxymethamphetamine (MDMA);	
19	<del>(30)</del> (28)	3, 4-methylenedioxy-N-ethylamphetamine;	
20	<del>(31)</del> (29)	N-hydroxy-3, 4-methylenedioxyamphetamine;	
21	<del>(32)</del> (30)	4-methylaminorex (also known as 2-Amino-4-methyl/x-5-phenyl-2-	
22	oxaz	zoline);	
23	<del>(33)</del> (31)	2,5 Dimethoxy-4-ethylamphetamine;	
24	<del>(34)</del> (32)	N,N-Dimethylamphetamine;	
25	<del>(35)</del> (33)	1-(1-(2-thienyl)cyclohexyl)pyrrolidine;	
26	<del>(36)</del> (34)	Aminorex;	
27	<del>(37)</del> (35)	Cathinone and other variations, defined as any compound, material, mixture,	
28	prep	paration or other product unless listed in another schedule or an approved FDA	
29	drug	g (e.g. buproprion, pyrovalerone), structurally derived from 2-aminopropan-1-	
30	one	by substitution at the 1-position with either phenyl, naphthyl, or thiophene	
31	ring	systems, whether or not the compound is further modified in any of the	
32	follo	wing ways:	
33	(a)	By substitution in the ring system to any extent with alkyl, alkylenedioxy,	
34		alkoxy, haloalkyl, hydroxyl, or halide substituents, whether or not further	
35		substituted in the ring system by one or more other univalent substitutents;	

1 (b) By substitution at the 3-position with an acyclic alkyl substituent; 2 (c) By substitution at the 2-amino nitrogen atom with alkyl, dialkyl, benzyl, or 3 methoxybenzyl groups or by inclusion of the 2-amino nitrogen atom in a 4 cyclic structure. 5 Some trade or other names: methcathinone, 4-methyl-N-methylcathinone 6 (mephedrone); 3,4-methylenedioxy-N-methylcathinone (methylone); 3,4-7 methylenedioxypyrovalerone (MDPV); Naphthylpyrovalerone (naphyrone); 4-8 flouromethcathinone (flephedrone); 4-methoxymethcathinone (methedrone; Bk-9 (N-Ethylcathinone); 3,4-methylenedioxyethcathinone Ethcathinone 10 (ethylone); Beta-keto-N-methyl-3,4-benzodioxyolybutanamine (butylone); N,Ndimethylcathinone (metamfepramone); Alpha-pyrrolidinopropiophenone (alpha-11 12 PPP); 4-methoxy-alpha-pyrrolidinopropiophenone (MOPPP); 3,4-13 methylenedioxyalphapyrrolidinopropiophenone (MDPPP); Alpha-14 pyrrolidinovalerophenone (alpha-PVP); 3-fluoromethcathinone; 4'-Methyl-alpha-(MPBP); 15 pyrrolidinobutiophenone Methyl-&agr;;-pyrrolindinopropiophenone 16 (MPPP); Methyl-&agr;;-pyrrolidino-hexanophenone (MPHP); Buphedrone; Methyl-Pentedrone; 17 N-ethylcathinone; Dimethylmethcathinone (DMMC); (DMEC); Methylenedioxymethcathinone 18 Dimethylethcathinone (MDMC); 19 Pentylone; Ethylethcathinone; Ethylmethcathinone; Fluoroethcathinone; methyl-20 alpha-pyrrolidinobutiophenone (MPBP); Methylecathinone (MEC); Methylenedioxy-21 (MDPBP); alpha-pyrrolidinobutiophenone Methoxymethcathinone (MOMC); 22 Methylbuphedrone (MBP); Benzedrone (4-MBC); Dibutylone (DMBDB); 23 Dimethylone (MDDMA); Diethylcathinone; Eutylone (EBDB); N-ethyl-N-24 Methylcathinone; N-ethylbuphedrone, 1-(1,3-benzodioxol-5-yl)2-25 (ethylamino)pentan-1-one 4'-Methyl-alpha-(N-Ethylpentylone); 26 pyrrolidinopropiophenone (4-MEPPP, **MPPP** MaPPP); or alpha-27 Pyrrolidinobutiophenone (a;PBP); 1-(1,3-benzodioxol-5-yl)-2-(tert-28 butylamino)propan-1-one (Tertylone); 1-(1,3-benzodioxol-5-yl)-2-29 (ethylamino)hexan-1-one (N-ethyl Hexylone); 1-(1,3-benzodioxol-5-yl)-2-30 (methylamino)pntan-1-one (Pentylone); 31 (38)(36)2,5-Dimethoxy-4-ethylamphetamine (DOET); 32 <del>(39)</del>(37) Alpha-ethyltryptamine; 33 4-Bromo-2,5-dimethoxy phenethylamine; (40)(38)34 2,5-dimethoxy-4-(n)-propylthiophenethylamine (2C-T-7); (41)(39)35 1-(3-trifluoromethylphenyl) piperazine (TFMPP); (42)(40)

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1 (43)(41) Alpha-methyltryptamine (AMT);
2 (44)(42) 5-methoxy-N,N-diisopropyltryptamine (5-MeO-DIPT);
3 (45)(43) 5-methoxy-N,N-dimethyltryptamine (5-MeO-DMT);
4 (46)(44) Synthetic cannabinoids. Any material, compound, m
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(46)(44) Synthetic cannabinoids. Any material, compound, mixture, or preparation that is not listed as a controlled substance in another schedule, is not an FDA-approved drug, and contains any quantity of the following substances, their salts, isomers (whether optical, positional, or geometric), homologues, modifications of the indole ring by nitrogen heterocyclic analog substitution or nitrogen heterocyclic analog substitution of the phenyl, benzyl, naphthyl, adamantly, cyclopropyl, cumyl, or propionaldehyde structure, and salts of isomers, homologues, and modifications, unless specifically excepted, whenever the existence of these salts, isomers, homologues, modifications, and salts of isomers, homologues, and modifications is possible within the specific chemical designation:

(a) Naphthoylindoles. Any compound containing a 2-(1- naphthoyl)indole or 3-(1-naphthoyl)indole structure with substitution at the nitrogen atom of the indole ring by an alkyl, haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinhyl)methyl, 2-(4-morpholinyl)ethyl, cyanoalky, 1-(N-methyl-2-pyrrolidinyl)methyl, 1-(N-methyl-3-morpholinyl)methyl, (tetrahydropyran-4-yl)methyl, benzyl, or halobenzyl group, whether or not further substituted on the indole ring to any extent and whether or not substituted on the naphthyl ring to any extent.

Some trade or other names: JWH-015; 1-pentyl-3-(1-naphthoyl)indole (JWH-018); 1-hexyl-3-(1-naphthoyl)indole (JWH-019); naphthoyl)indole (JWH-073); 1-pentyl-3-[1-(4-methoxynaphthoyl)]indole (JWH-081); 1-pentyl-3-(4-methyl-1-naphthoyl)indole (JWH-122); 1-[2-(4morpholinyl)ethyl]-3-(1-naphthoyl)indole (JWH-200); JWH-210; JWH-398; 1-pentyl-3-(1-naphthoyl)indole (AM-678); 1-(5-fluoropentyl)-3-(1naphthoyl)indole (AM-2201); WIN 55-212; JWH-004; JWH-007; JWH-009; JWH-011; JWH-016; JWH-020; JWH-022; JWH-046; JWH-047; JWH-048; JWH-049; JWH-050; JWH-070; JWH-071; JWH-072; JWH-076; JWH-079; JWH-080; JWH-082; JWH-094; JWH-096; JWH-098; JWH-116; JWH-120; JWH-148; JWH-149; JWH-164; JWH-166; JWH-180; JWH-181; JWH-182; JWH-189; JWH-193; JWH-198; JWH-211; JWH-212; JWH-213; JWH-234; JWH-235; JWH-236; JWH-239; JWH-240; JWH-241; JWH-258; JWH-262; JWH-386; JWH-387; JWH-394; JWH-395; JWH-397; JWH-399; JWH-400;

JWH-412; JWH-413; JWH-414; JWH-415; JWH-424; AM-678; AM-1220; 1 2 AM-1221; AM-1235; AM-2232, THJ-2201; 3 (b) Naphthylmethylindoles. Any compound containing a 1H-indol-2-yl-(1naphthyl)methane or 1H-indol-3-yl-(1-naphthyl)methane structure with 4 5 substitution at the nitrogen atom of the indole ring by an alkyl, haloalkyl, 6 alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-7 piperidinyl)methyl, 2-(4-morpholinyl)ethyl, cyanoalky, 1-(N-methyl-2-8 pyrrolidinyl)methyl, 1-(N-methyl-3-morpholinyl)methyl, (tetrahydropyran-9 4-yl)methyl, benzyl, or halobenzyl group, whether or not further substituted 10 on the indole ring to any extent and whether or not substituted on the 11 naphthyl ring to any extent. 12 Some trade or other names: JWH-175; JWH-184; JWH-185; JWH-192; 13 JWH-194; JWH-195; JWH-196; JWH-197; JWH-199; 14 (c) Phenylacetylindoles. Any compound containing a 2-phenylacetylindole or 3-15 phenylacetylindole structure with substitution at the nitrogen atom of the 16 indole ring by an alkyl, haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl, or 2-(4-morpholinyl)ethyl, cyanoalky, 1-17 (N-methyl-2-pyrrolidinyl)methyl, 18 1-(N-methyl-3-morpholinyl)methyl, 19 (tetrahydropyran-4-yl)methyl, benzyl, or halobenzyl group, whether or not 20 further substituted on the indole ring to any extent and whether or not 21 substituted on the phenyl ring to any extent. 22 Some trade or other names: 1-cyc lohexylethyl-3-(2-23 methoxyphenylacetyl)indole (SR-18); 1-cyclohexylethyl-3-(2-(RCS-8); 24 methoxyphenylacetyl)indole 1-pentyl-3-(2-25 methoxyphenylacetyl)indole (JWH-250); 1-pentyl-3-(2-26 chlorophenylacetyl)indole (JWH-203); JWH-167; JWH-201; JWH-202; JWH-27 204; JWH-205; JWH-206; JWH-207; JWH-208; JWH-209; JWH-237; JWH-28 248; JWH-249; JWH-251; JWH-253; JWH-302; JWH-303; JWH-304; JWH-29 305; JWH-306; JWH-311; JWH-312; JWH-313; JWH-314; JWH-315; JWH-30 316; Cannabipiperidiethanone; 31 (d) Benzoylindoles. Any compound containing a 2-(benzoyl)indole or 3-32 (benzoyl)indole structure with substitution at the nitrogen atom of the 33 indole ring by an alkyl, haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl, 34 1-(N-methyl-2-piperidinyl)methyl, 2-(4-morpholinyl)ethyl, cyanoalky, 1-35 (N-methyl-2-pyrrolidinyl)methyl, 1-(N-methyl-3-morpholinyl)methyl,

(tetrahydropyran-4-yl)methyl, benzyl, or halobenzyl group, whether or not 1 2 further substituted on the indole ring to any extent and whether or not 3 substituted on the phenyl ring to any extent. Some trade or other names: 1-(5-fluoropentyl)-3-(2-iodobenzoyl)indole 4 5 (AM-694); 1-pentyl-3-[(4-methoxy)-benzoyl]indole (SR-19); Pravadoline 6 (WIN 48,098); 1-pentyl-3-[(4-methoxy)-benzoyl]indole (RCS-4); AM-630; 7 AM-661; AM-2233; AM-1241; 8 (e) Naphthoylpyrroles. Any compound containing a 2-(1-naphthoyl)pyrrole or 3-(1-naphthoyl)pyrrole structure with substitution at the nitrogen atom of the 9 10 pyrrole ring by an alkyl, haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl, 2-(4-morpholinyl)ethyl, 11 12 1-(N-methyl-2-pyrrolidinyl)methyl, cyanoalky, 1-(N-methyl-3-13 morpholinyl)methyl, (tetrahydropyran-4-yl)methyl, benzyl, or halobenzyl 14 group, whether or not further substituted on the pyrrole ring to any extent 15 and whether or not substituted on the naphthyl ring to any extent. 16 Some trade or other names: JWH-307; JWH-030; JWH-031; JWH-145; JWH-146; JWH-147; JWH-150; JWH-156; JWH-242; JWH-243; JWH-244; 17 JWH-245; JWH-246; JWH-292; JWH-293; JWH-308; JWH-309; JWH-346; 18 19 JWH-348; JWH-363; JWH-364; JWH-365; JWH-367; JWH-368; JWH-369; 20 JWH-370; JWH-371; JWH-373; JWH-392; 21 Naphthylmethylindenes. Any compound containing a naphthylideneindene 22 structure with substitution at the 3-position of the indene ring by an alkyl, 23 haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-24 piperidinyl)methyl, 2-(4-morpholinyl)ethyl, cyanoalky, 1-(N-methyl-2-25 pyrrolidinyl)methyl, 1-(N-methyl-3-morpholinyl)methyl, (tetrahydropyran-26 4-yl)methyl, benzyl, or halobenzyl group, whether or not further substituted 27 on the indene ring to any extent and whether or not substituted on the 28 naphthyl ring to any extent. 29 Some trade or other names: JWH-171; JWH-176; JWH-220; (g) Cyclohexylphenols. 30 Any compound containing 31

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2-(3-

1	morpholinyl)methyl, (tetrahydropyran-4-yl)methyl, benzyl, or halobenzyl
2	group, whether or not substituted on the cyclohexyl ring to any extent.
3	Some trade or other names: 5-(1,1-dimethylheptyl)-2-[(1R,3S)-3-
4	hydroxycyclohexyl]-phenol (CP 47, 497 and homologues, which includes
5	C8); cannabicyclohexanol; CP-55,490; CP-55,940; CP-56,667
6 (h)	(6aR,10aR)-9-(hydroxymethyl)-6,6-dimethyl-3-(2-methyloctan-2-yl)
7	6a,7,10,10a-tetrahydrobenzo[c]chromen-1-ol. Some trade or other names:
8	HU-210;
9 (i)	2,3-Dihydro-5-methyl-3-(4-m orpholinylmethyl)pyrrolo[1,2,3-de]-1,4-
10	benzoxazin-6-yl]-1-napthalenyl. Some trade or other names: WIN 55, 212-
11	2;
12 (j)	Substituted Acetylindoles. Any compound containing a 2-acetyl indole or 3-
13	acetyl indole structure substituted at the acetyl by replacement of the
14	methyl group with a tetramethylcyclopropyl, adamantyl, benzyl, cumyl, or
15	propionaldehyde substituent whether or not further substituted on the
16	tetramethylcyclopropyl, adamantyl, benzyl, cumyl, or propionaldehyde
17	substituent to any extent and whether or not further substituted at the
18	nitrogen atom of the indole ring by an alkyl, haloalkyl, cyanoalkyl, alkenyl,
19	cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl, 2-(4-
20	morpholinyl)ethyl, 1-(N-methyl-2-pyrrolidinyl)methyl, 1-(N-methyl-3-
21	morpholinyl)methyl, (tetrahydropyran-4-yl)methyl, benzyl, or halobenzyl
22	group whether or not further substituted on the indole ring to any extent.
23	Some trade and or names: (1-Pentylindol-3-yl)-(2,2,3,3-
24	tetramethylcyclopropyl)methanone (UR-144); (1-(5-fluoropentyl)indol-3-
25	yl)-(2,2,3,3-tetramethylcyclopropyl)methanone (XLR-11); (1-(2-
26	morpholin-4-ylethyl)-1H-indol-3-yl)-(2,2,3,3-
27	tetramethylcyclopropyl)methanone (A-796,260); 1-[(N-methylpiperidin-2-
28	yl)methyl]-3-(adamant-1-oyl)indole (AM-1248); 1-Pentyl-3-(1-
29	adamantoyl)indole (AB-001 and JWH-018 adamantyl analog); AM-679;
30 (k)	Substituted Carboxamide Indole. Any compound containing a 2-carboxamide
31	indole or 3-carboxamide indole structure substituted at the nitrogen of the
32	carboxamide with a tetramethylcyclopropyl, naphthyl, adamantyl, cumyl,
33	phenyl, or propionaldehyde substituent, whether or not further substituted
34	on the tetramethylcyclopropyl, adamantyl, cumyl, naphthyl, phenyl, or
35	propionaldehyde substituent to any extent and whether or not further

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substituted at the nitrogen atom of the indole ring by an alkyl, haloalkyl, cyanoalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl, 2-(4-morpholinyl)ethyl, 1-(N-methyl-2-pyrrolidinyl)methyl, 1-(N-methyl-3-morpholinyl)methyl, (tetrahydropyran-4-yl)methyl, benzyl, or halobenzyl group whether or not further substituted on the indole ring to any extent.

Some trade and other names: JWH-018 adamantyl carboxamide; STS-135; MN-18; 5-Fluoro-MN-18, 1-(5-fluoropentyl)-N-(2-phenylpropan-2-yl)-1Hpyrrolo[2,3-b]pyridine-3-carboxamide (5F-CUMYL-P7AICA) N-(Adamantan-1-yl)-1-(5-fluoropentyl)-1H-indazole-3-carboxamide (5F-APINACA); methyl (2R)-2-[[1-(5-fluoropentyl)indazole-3-carbonyl]amino]-3,3-dimethylbutanoate (5F-ADB); N-(1-amino-3-methyl-1-oxobutan-2-yl)-1-(cyclohexylmethyl)indazole-3-carboxamide (AB-CHMINACA); 1-(4cyanobutyl)-N-(2-phenylpropan-2-yl)-1H-indazole-3-carboxamide (4-CN-CUMYL-BUTINACA); N-(1-amino-3,3-dimethyl-1-oxobutan-2-yl)-1-(cyclohexylmethyl)indazole-3-carboxamide (ADB-CHMINACA or MAB-CHMINACA); methyl (2S)-2-[[1-[4-fluorophenyl)methyl]indazole-3carbonyl]amino]-3,3-dimethylbutanoate (MDMB-FUBINACA); methyl 2-(1-(cyclohexylmethyl)-1H-indole-3-carboxamido)-3-methylbutanoate (MMB-CHMICA); (2S)-2-[[1-[4-fluorophenyl)methyl]indazole-3methyl carbonyl]amino]-3-methylbutanoate (AMB-FUBINACA); Methyl 2-(1-(5fluoropentyl)-1H-indazole-3-carboxamido)-3-methylbutanoate (5F-AMB); methyl 2-(1-(5-fluoropentyl-1Hindole-3-carboxamido)-3,3dimethylbutaoate (5F-MDMB-PICA); methyl (S)-3,3-dimethyl-2-[(1-(pent-4-enlindazole-3-carbonyl)amino]butanoate (MDMB-4en-PINACA); methyl 2-(1-(4-fluorobutyl)-1H-indazole-3carboxamido)-3,3-dimethylbutanoate (4F-MDMB-BUTINACA);

(I) Substituted Carboxylic Acid Indole. Any compound containing a 1H-indole-2-carboxylic acid or 1H-indole-3-carboxylic acid substituted at the hydroxyl group of the carboxylic acid with a phenyl, benzyl, naphthyl, adamantyl, cyclopropyl, quinolinyl, isquinolinyl, cumyl, or propionaldehyde substituent whether or not further substituted on the phenyl, benzyl, naphthyl, adamantyl, cyclopropyl, cumyl, quinolinyl, isquinolinyl, or propionaldehyde substituent to any extent and whether or not further substituted at the nitrogen atom of the indole ring by an alkyl, haloalkyl, cyanoalkyl, alkenyl,

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cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl, 2-(4-
 1
 2
                                           1-(N-methyl-2-pyrrolidinyl)methyl,
                      morpholinyl)ethyl,
                                                                               1-(N-methyl-3-
 3
                      morpholinyl)methyl, tetrahydropyranylmethyl, benzyl, or halo benzyl group
                      whether or not further substituted on the indole ring to any extent.
 4
 5
                      Some trade and other names: Naphthalen-1-yl 1-(5-fluoropntyl)-1H-indole-
 6
                      3-carboxylate (NM2201);
 7
         (47)(45)
                     6,7-dihydro-5H-indeno-(5,6-d)-1,3-dioxol-6-amine) (MDAI);
 8
         (48)(46)
                     2-(2,5-Dimethoxy-4-ethylphenyl)ethanamine (2C-E);
9
         (49)(47)
                     2-(2,5-Dimethoxy-4-methylphenyl)ethanamine (2C-D);
                     2-(4-Chloro-2,5-dimethoxyphenyl)ethanamine (2C-C);
10
         (50)(48)
                     2-(4-Iodo-2,5-dimethoxyphenyl)ethanamine (2C-I);
11
         (51)(49)
12
                     2-[4-(Ethylthio)-2,5-dimethoxyphenyl]ethanamine (2C-T-2);
         (52)(50)
13
                     2-[4-(Isopropylthio)-2,5-dimethoxyphenyl]ethanamine (2C-T-4);
         (53)(51)
14
                     2-(2,5-Dimethoxyphenyl)ethanamine (2C-H);
         (54)(52)
15
         (55)(53)
                     2-(2,5-Dimethoxy-4-nitro-phenyl)ethanamine (2C-N);
16
                     2-(2,5-Dimethoxy-4-(n)-propylphenyl)ethanamine (2C-P);
         <del>(56)</del>(54)
                     Substituted phenethylamine. Any compound, unless specifically exempt,
17
         (57)(55)
18
               listed as a controlled substance in another schedule or an approved FDA drug,
19
               structurally derived from phenylethan-2-amine by substitution on the phenyl ring
20
               in any of the following ways, that is to say--by substitution with a fused
21
               methylenedioxy, fused furan, or fused tetrahydrofuran ring system; by substitution
22
               with two alkoxy groups; by substitution with one alkoxy and either one fused furan,
23
               tetrahydrofuran, or tetrahydropyran ring system; by substitution with two fused
24
               ring systems from any combination of the furan, tetrahydrofuran, or
25
               tetrahydropyran ring systems; whether or not the compound is further modified in
26
                any of the following ways:
27
                (a) By substitution on the phenyl ring by any halo, hydroxyl, alkyl,
28
                      trifluoromethyl, alkoxy, or alkylthio groups;
29
                (b) By substitution on the 2-position by any alkyl groups; or
30
                (c) By substitution on the 2-amino nitrogen atom with acetyl, alkyl, dialkyl,
31
                      benzyl, methoxybenzyl, or hydroxybenzyl groups.
32
                Some
                                                                          2-(2,5-dimethoxy-4-
                           trade
                                       and
                                                 other
                                                             names:
33
                                                      (2C-T
               (methylthio)phenyl)ethanamine
                                                                   or
                                                                             4-methylthio-2,5-
34
                                               1-(2,5-dimethoxy-4-iodophenyl)-propan-2-amine
               dimethoxyphenethylamine);
35
               (DOI
                                       5-Dimethoxy-4-iodoamphetamine);
                                                                              1-(4-Bromo-2,5-
                         or
                                2,
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1
               dimethoxyphenyl)-2-aminopropane
                                                      (DOB
                                                                  or
                                                                           2,5-Dimethoxy-4-
 2
               bromoamphetamine); 1-(4-chloro-2,5-dimethoxy-phenyl)propan-2-amine (DOC
 3
               or 2,5-Dimethoxy-4-chloroamphetamine); 2-(4-bromo-2,5-dimethoxyphenyl)-N-
               [(2-methoxyphenyl)methyl]ethanamine (2C-B-NBOMe; 25B-NBOMe or 2,5-
 4
 5
               Dimethoxy-4-bromo-N-(2-methoxybenzyl)phenethylamine);
                                                                               2-4-iodo-2,5-
 6
               dimethoxyphenyl)-N-[(2-methoxyphenyl)methyl]ethanamine (2C-I-NBOMe; 25I-
 7
               NBOMe or 2,5-Dimethoxy-4-iodo-N-(2-methoxybenzyl)phenethylamine); N-(2-
 8
               Methoxybenzyl)-2-(3,4,5-trimethoxypheny
                                                           (Mescaline-NBOMe
                                                                                      3,4,5-
9
               trimethoxy-(2-methoxybenzyl)phenethylamine);
                                                                            2-(4-chloro-2,5-
10
               dimethoxyphenyl)-N-[(2-methoxyphenyl)methyl]ethanamine (2C-C-NBOMe; 25C-
               NBOMe or 2,5-Dimethoxy-4-chloro-N-(2-methoxybenzyl)phenethylamine); 2-(7-
11
12
               Bromo-5-methoxy-2,3-dihydro-1-benzofuran-4-yl)ethanamine (2CB-5-hemiFLY);
13
               2-(8-bromo-2,3,6,7-tetrahydrofuro [2,3-f][1]benzofuran-4-yl)ethanamine (2C-B-
14
               FLY);
                                 2-(10-Bromo-2,3,4,7,8,9-hexahydropyrano[2,3-g]chromen-5-
15
               yl)ethanamine
                                (2C-B-butterFLY);
                                                     -(2-Methoxybenzyl)-1-(8-bromo-2,3,6,7-
16
               tetrahydrobenzo[1,2-b:4,5-b']difuran-4-yl)-2-aminoethane (2C-B-FLY-NBOMe);
17
               1-(4-Bromofuro[2,3-f][1]benzofuran-8-yl)propan-2-amine
                                                                                    (bromo-
18
               benzodifuranyl-isopropylamine or bromo-dragonFLY); -(2-Hydroxybenzyl)-4-iodo-
19
               2,5-dimethoxyphenethylamine
                                                (2C-I-NBOH
                                                                       25I-NBOH);
                                                                                       5-(2-
20
               Aminoprpyl)benzofuran (5-APB); 6(2-Aminopropyl)benzofuran (6-APB); 5-(2-
21
               Aminopropyl)-2,3-dihydrobenzofuran
                                                      (5-APDB);
                                                                     6-(2-Aminopropyl)-2,3,-
22
               dihydrobenzofuran (6-APDB);
23
         (58)(56)
                    Substituted tryptamines. Any compound, unless specifically exempt, listed as
24
               a controlled substance in another schedule or an approved FDA drug, structurally
25
               derived from 2-(1H-indol-3-yl)ethanamine (i.e, tryptamine) by mono- or di-
26
               substitution of the amine nitrogen with alkyl or alkenyl groups or by inclusion of
27
               the amino nitrogen atom in a cyclic structure whether or not the compound is
28
               further substituted at the alpha-position with an alkyl group or whether or not
29
               further substituted on the indole ring to any extent with any alkyl, alkoxy, halo,
30
               hydroxyl, or acetoxy groups.
31
               Some trade and other names: 5-methoxy-N,N-diallyltryptamine (5-MeO-DALT); 4-
32
               acetoxy-N,N-dimethyltryptamine (4-AcO-DMT or O-Acetylpsilocin); 4-hydroxy-N-
33
               methyl-N-ethyltryptamine (4-HO-MET); 4-hydroxy-N,N-diisopropyltryptamine (4-
34
               HO-DIPT); 5-methoxy-N-methyl-N-isopropyltryptamine (5-MeO-MiPT);
35
         <del>(59)</del>(57)
                    Naphthalen-1-yl-(4-pentyloxynaphthalen-1-yl)methanone (CB-13);
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1
          (60)(58)
                      N-Adamantyl-1-pentyl-1H-Indazole-3-carboxamide (AKB 48);
 2
          \frac{(61)(59)}{(59)}
                      1-(4-Fluorophenyl)piperazine (pFPP);
 3
                      1-(3-Chlorophenyl)piperazine (mCPP);
          \frac{(62)}{(60)}
                      1-(4-Methoxyphenyl)piperazine (pMeOPP);
 4
          (63)(61)
 5
                      1,4-Dibenzylpiperazine (DBP);
          \frac{(64)}{(62)}
 6
          <del>(65)</del>(63)
                      Isopentedrone;
 7
          (66)(64)
                      Fluoromethamphetamine;
 8
          \frac{(67)}{(65)}
                      Fluoroamphetamine;
 9
          <del>(68)</del>(66)
                      Fluorococaine;
                      1-pentyl-8-quinolinyl ester-1H-indole-3-carboxylic acid (PB-22);
10
          <del>(69)</del>(67)
                      1-(5-fluoropentyl)-8-quinolinyl ester-1H-indole-3-carboxylic acid (5 Fluoro-
11
          (70)(68)
12
                PB-22);
13
                      N-(1-amino-3-methyl-1-oxobutan-2-yl)-1-pentyl-1H-indazole-3-
          (71)(69)
14
                carboxamide (AB-PINACA);
15
          \frac{(72)}{(70)}
                      N-(1-amino-3-methyl-1-oxobutan-2-yl)-1-(5-fluoropentyl)-1H-indazole-3-
16
                carboxamide (5 Fluoro-AB-PINACA);
                      N-(1-amino-3-methyl-1-oxobutan-2-yl)-1-(4-fluorobenzyl)-1H-indazole-3-
17
          (73)(71)
18
                 carboxamide (AB-FUBINACA);
19
                      N-(1-amino-3,3-dimethyl-1-oxobutan-2-yl)-1-pentyl-1H-indole-3-
          (74)(72)
20
                 carboxamide (ADB-PINACA (ADBICA));
21
                      N-(1-amino-3,3-dimethyl-1-oxobutan-2-yl)-1-(5-fluoropentyl)-1H-indole-3-
          \frac{(75)}{(73)}
22
                 carboxamide (5 Fluoro-ADB-PINACA (5 Fluoro-ADBICA)); and
23
                      N-(1-Amino-3,3-dimethyl-1-oxobutan-2-yl)-1-(4-fluorobenzyl)-1H-indazole-
          (76)(74)
                 3-carboxamide (ADB-FUBINACA).
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# Section 20. That § 34-20G-74 be AMENDED:

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**34-20G-74.** In addition to any other penalty under law, a medical cannabis establishment or an agent of a medical cannabis establishment who intentionally sells or otherwise transfers cannabis in exchange for anything of value to a person other than a cardholder, a nonresident cardholder, a person under the age of twenty-one, or to a medical cannabis establishment or its agent is guilty of a Class 6 felony. A person convicted under this section may not continue to be affiliated with the medical cannabis establishment and is disqualified from any future affiliation with any medical cannabis establishment under this chapter.

# Section 21. That chapter 34-20G be amended with a NEW SECTION:

Notwithstanding §§ 34-20G-8 and 34-20G-70, a dispensary located in a jurisdiction that permits marijuana sales pursuant to sections 22 to 61, inclusive, of this Act may sell cannabis, cannabis products, cannabis paraphernalia, or related supplies to any person twenty-one years or older. The conditions and limitations for dispensing cannabis, cannabis products, cannabis paraphernalia, or related supplies pursuant to sections 22 to 61, inclusive, of this Act apply to a sale to any person twenty-one years or older who is not a cardholder or nonresident cardholder.

#### Section 22. That a NEW SECTION be added to title 34:

10 <u>Terms used in this chapter mean:</u>

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- (1) "Cultivator," an entity licensed pursuant to this chapter that acquires, possesses, cultivates, delivers, transfers, transports, supplies, or sells marijuana and related supplies to a marijuana facility;
- (2) "Dispensary," an entity licensed pursuant to this chapter that acquires, possesses,
   stores, delivers, transfers, transports, sells, supplies, or dispenses marijuana,
   marijuana products, and related supplies to a consumer;
- 17 (3) "Immature plant," a nonflowering marijuana plant that is no taller than twelve
  18 inches and no wider than twelve inches; is produced from a cutting, clipping, or
  19 seedling; and is in a cultivating container;
  - (4) "Manufacturer," an entity licensed pursuant to this chapter that acquires, possesses, manufactures, delivers, transfers, transports, supplies, or sells marijuana products to a marijuana facility;
  - (5) "Marijuana," as defined in § 22-42-1;
- 24 (6) "Marijuana facility," an entity licensed pursuant to this chapter to cultivate, test,
  25 manufacture, or dispense marijuana or marijuana products;
- 26 (7) "Marijuana product," any product infused with marijuana concentrate, as defined
  27 in § 22-42-1, and intended for use or consumption by humans;
- 28 (8) "Testing facility," an independent entity registered with the Department of Revenue
  29 pursuant to this chapter to analyze the safety and potency of marijuana and
  30 marijuana products.

#### Section 23. That a NEW SECTION be added to title 34:

Neither the secretary of revenue nor any employee of the Department of Revenue whose duties include the licensing of marijuana facilities or regulation of marijuana facility licensees may have any interest, financial or otherwise, in the production, transportation, storage, or sale of marijuana or marijuana products.

#### Section 24. That a NEW SECTION be added to title 34:

The secretary of revenue shall prescribe the forms for any application for a license provided in this chapter. The application must contain information required by the secretary and necessary to determine the eligibility of the applicant.

# Section 25. That a NEW SECTION be added to title 34:

An applicant for a manufacturer, cultivator, or dispensary license under this chapter
must initially submit the application to the secretary of revenue.

# Section 26. That a NEW SECTION be added to title 34:

After submitting an application under section 25 of this Act, the applicant for a manufacturer, cultivator, or dispensary license shall submit the application to the governing body of the municipality in which the applicant intends to operate, or if outside the corporate limits of a municipality, to the governing body of the county in which the applicant intends to operate. The governing body may charge a reasonable fee that must accompany the application. The license fee shall be retained by the local governing body in which the license shall be issued. If the application is rejected, the fee shall be promptly returned to the applicant.

The governing body may approve the application for a manufacturer, cultivator, or dispensary if the governing body deemed the applicant and the proposed location suitable.

## Section 27. That a NEW SECTION be added to title 34:

Any applicant for a manufacturer, cultivator, or dispensary license under this chapter shall include the applicant's signed affirmation that the premises to be licensed, for the purposes of search and seizure laws of the state and any ordinances of the county or municipality where the license is issued, are considered public premises. In addition, the affirmation must state:

(1) The premises and all buildings, safes, cabinets, lockers, and storerooms on the premises are at all times, on demand of the secretary of revenue, the attorney

1		general, or officers charged with law enforcement in the county or municipality,
2		open to inspection;
3	<u>(2)</u>	All of the applicant's records and books dealing with the sale and ownership of
4		marijuana are open to the persons specified in subdivision (1) for inspection; and
5	<u>(3)</u>	The application and license issued on the application is a contract between the
6		applicant and the state and the county or municipality having jurisdiction, entitling
7		the state and the county or municipality, for the purpose of enforcing the law,
8		rules, and ordinances, to inspect the applicant's premises and books at any time.

#### Section 28. That a NEW SECTION be added to title 34:

No license for a marijuana manufacturer, cultivator, or dispensary license may be issued to an applicant until a public hearing is conducted pursuant to this chapter.

#### Section 29. That a NEW SECTION be added to title 34:

The governing body of any incorporated municipality or county presented with an application for a manufacturer, cultivator, or dispensary license shall fix the time and place for the governing body's hearing on the application. The finance officer or county auditor shall publish one notice, at least one week before the hearing, in the official newspaper of the municipality or county:

- (1) With the heading "Notice of Hearing Upon Applications for Marijuana Facility;"
- (2) That states the time and place when and where the applications will be considered; and
  - (3) That states that any person interested in the approval or rejection of any application may appear and be heard.

At the hearing, the body shall consider the application and any support or objection to the application before making a final decision on the application.

## Section 30. That a NEW SECTION be added to title 34:

If the governing body of the municipality or county does not approve the application, the governing body shall endorse on the application the reasons for the denial and return the application and fee to the applicant. No further application may be received from the applicant until after the expiration of one year from the date of a denied application. However, if the body denied the application based on the suitability of the location for the license, no further application may be received from the applicant until

after three months from the date of the denied application, if the subsequent application is for a different location.

#### Section 31. That a NEW SECTION be added to title 34:

If the governing body of the municipality or county approves the application, the governing body shall endorse the approval on the application. The licensee is entitled to operate under the license for the succeeding licensing year. The license fee must be deposited in the general fund of the municipality or county.

# Section 32. That a NEW SECTION be added to title 34:

Any manufacturer, cultivator, or dispensary licensee under this chapter shall be a person of good moral character and never convicted of a felony. If the licensee is a corporation, the managing officers of the corporation must meet the same qualifications.

#### Section 33. That a NEW SECTION be added to title 34:

Any manufacturer, cultivator, or dispensary licensee under this chapter shall be the owner or actual lessee of the premises where the business is conducted, and the sole owner of the business operated under the license.

# Section 34. That a NEW SECTION be added to title 34:

The secretary of revenue, in compliance with chapter 1-26, may revoke or suspend any manufacturer, cultivator, or dispensary license issued under this chapter upon proof of violation by the licensee, by the licensee's agents or employees, or by the manager or contractual operators of the cultivator, manufacturer, or dispensary facility or their agents or employees operating under a county or municipal license, of:

- (1) Any provision of this chapter:
- (2) Any rule promulgated pursuant to this chapter; or
- 24 (3) Any ordinance or regulation relevant to marijuana control adopted by the political subdivision issuing the license.

For any licensee with multiple marijuana facility licenses for the same premises, upon suspension or revocation of any license pursuant to this chapter for that premises, the licensee shall cease operation under all marijuana facility licenses held by the licensee for that same premises for the same period as the suspension or revocation.

# Section 35. That a NEW SECTION be added to title 34:

No dispensary license may be revoked or suspended by the secretary of revenue because of a violation of any statute, ordinance, rule, or regulation prohibiting the sale or service of marijuana to a person under the age of twenty-one years if the violation was committed by an employee or agent of the dispensary licensee and the licensee has not had more than one violation of any statute, ordinance, rule, or regulation prohibiting the sale or service of marijuana to a person under the age of twenty-one years on the premises where the violation occurred in the previous twenty-four months.

If the licensee meets the requirements of the conditions of this section, the secretary shall impose a civil penalty of one thousand dollars for a first violation and two thousand dollars for a second violation. However, if the employee or agent has not been certified by a nationally recognized training program approved by the Department of Revenue that provides instruction on techniques to prevent persons under the age of twenty-one years from purchasing or consuming marijuana, the secretary shall impose a civil penalty of two thousand dollars for a first violation and four thousand dollars for a second violation.

A licensee may request an administrative hearing pursuant to chapter 1-26 to contest the imposition of a civil penalty.

An agent of a dispensary convicted under § 22-42-7 may not continue to be affiliated with a dispensary and is disqualified from any future affiliation with any marijuana facility under this chapter.

# Section 36. That a NEW SECTION be added to title 34:

The governing body of a municipality or county may recommend to the secretary of revenue following a hearing that any manufacturer, cultivator, or dispensary license issued under this chapter be suspended or revoked for violation of any of the provisions of this chapter or for violations of any ordinance or regulation of the governing body relevant to marijuana control that occurs on the premises of the licensee. Upon receipt of the recommendation, the secretary shall proceed as provided in this chapter.

## Section 37. That a NEW SECTION be added to title 34:

Any action taken by the governing body of a municipality or county pursuant to this chapter that requires a public hearing shall be noticed to the licensee, at the address given on the license, at least thirty days in advance of the date set for public hearing. The

finance officer or the county auditor shall publish the notice of hearing in the official
newspaper of the municipality or county at least one week before the hearing, in a form
approved by the governing body.

#### Section 38. That a NEW SECTION be added to title 34:

If the secretary of revenue receives information of a violation by any manufacturer, cultivator, or dispensary licensee of any provision of this chapter, the secretary must investigate the alleged violation. If there is substantial evidence to support a violation of any provision of this chapter, the secretary must proceed in accordance with this chapter.

# Section 39. That a NEW SECTION be added to title 34:

A manufacturer, cultivator, or dispensary applicant or licensee under this chapter or any interested person or governing body has a right to a hearing in relation to any action taken upon the application or license. The hearing must occur, under the provisions of chapter 1-26, in the municipality or county with jurisdiction over the license.

#### Section 40. That a NEW SECTION be added to title 34:

No manufacturer, cultivator, or dispensary licensee under this chapter, whose license is revoked, may be granted any license under this chapter for one year after the revocation. If any relative of any such former licensee or any of the former licensee's employees or former employees, applies for any such license before the one-year period has elapsed, the license may be granted only upon affirmative and satisfactory proof that the former licensee has no interest in the business.

#### Section 41. That a NEW SECTION be added to title 34:

Upon service of the secretary of revenue's order for revocation of the cultivator, manufacturer, or dispensary license on the licensee, all of the licensee's rights under the license terminate, except in the event of a stay on appeal.

#### Section 42. That a NEW SECTION be added to title 34:

No manufacturer, cultivator, or dispensary license granted pursuant to this chapter may be issued unless the applicant has first obtained a sales tax license pursuant to chapter 10-45, if applicable, or a use tax license pursuant to chapter 10-46, if applicable.

# 1 Section 43. That a NEW SECTION be added to title 34:

2 The governing body of a municipality or county may, by ordinance, prohibit the locating of marijuana facilities within its jurisdiction.

#### Section 44. That a NEW SECTION be added to title 34:

Any cultivator, manufacturer, or dispensary licensee or employee of a licensee who is charged with a felony offense involving a minor, a crime of violence pursuant to subdivision 22-1-2(9), or a felony drug-related offense, on the licensed premises may, as a condition of bond, be prohibited from entering onto the licensed premises.

#### Section 45. That a NEW SECTION be added to title 34:

No marijuana facility may employ any person under the age of twenty-one, or any person with a conviction for a violation of §§ 22-42-2, 22-42-3, 22-42-4, 22-42-4.3, or 22-42-7 within the last ten years.

# Section 46. That a NEW SECTION be added to title 34:

All cultivation, manufacturing, and packaging of marijuana or marijuana products must take place at the licensed premises. The licensed premises may only be accessed by agents of the marijuana facility, emergency personnel, and adults who are twenty-one years of age and older who are accompanied by a marijuana facility agent.

# Section 47. That a NEW SECTION be added to title 34:

A marijuana facility shall implement appropriate security measures designed to deter and prevent theft of marijuana or marijuana products and unauthorized entrance into any area containing marijuana or marijuana products.

# Section 48. That a NEW SECTION be added to title 34:

No person under the age of twenty-one may enter a dispensary. A dispensary shall verify the age of every person who enters through a valid government-issued identification card. Each dispensary shall record the name of each person purchasing marijuana or marijuana products from the dispensary. The records kept by a dispensary pursuant to this section are subject to search only through a valid search warrant issued by a judicial

officer. A dispensary may not sell or otherwise transfer the records kept pursuant to this section to any person for promotional purposes.

#### Section 49. That a NEW SECTION be added to title 34:

A marijuana facility may not manufacture or dispense marijuana products made in the shape of a person, animal, insect, fruit, or any other likeness designed to be appealing to a person under the age of twenty-one.

#### Section 50. That a NEW SECTION be added to title 34:

8 A cultivator shall cultivate marijuana within a secure, indoor facility out of view of 9 the public.

# Section 51. That a NEW SECTION be added to title 34:

- A marijuana facility may not engage in advertising that:
- 12 (1) Is false or misleading;

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- 13 (2) Promotes overconsumption of marijuana or marijuana products;
- 14 (3) Depicts the actual consumption of marijuana or marijuana products;
- 15 (4) Depicts a person under the age of twenty-one consuming marijuana or marijuana

  16 products;
  - (5) Makes any health, therapeutic, or medicinal claims about marijuana or marijuana products; or
    - (6) Is designed in a way that is likely to appeal to a person under the age of twentyone or includes cartoons, animals, children, or any other likeness to images,
      characters, or phrases that are designed in any manner to be appealing or to
      encourage consumption of marijuana or marijuana products by a person under the
      age of twenty-one.

#### Section 52. That a NEW SECTION be added to title 34:

Any person who, in any application, report, or statement, knowingly makes a false statement as to any matter required by any provision of this chapter or any administrative rule promulgated pursuant to this chapter is guilty of a Class 6 felony.

#### Section 53. That a NEW SECTION be added to title 34:

It is a Class 1 misdemeanor for any person to purchase or otherwise acquire marijuana or marijuana products from a dispensary and to give or resell the marijuana or marijuana products to any person under the age of twenty-one years. A second or subsequent conviction under this section is a Class 6 felony. This section does not apply to any person registered with the state to undertake an activity involving the distribution, or possession with intent to distribute, of marijuana or marijuana products who acts in compliance with the authorizing law.

# Section 54. That a NEW SECTION be added to title 34:

- 9 This chapter does not limit or affect laws that prohibit or otherwise regulate:
- 10 (1) Possession or consumption of marijuana or marijuana products or possession of
  11 marijuana or marijuana product paraphernalia on the grounds of any preschool,
  12 school, in a school bus;
- 13 (2) Possession or consumption of marijuana or marijuana products on the grounds of 14 any correctional facility;
- 15 (3) Consumption of marijuana or marijuana products as part of a criminal penalty
  16 diversion program;
- 17 (4) Conduct that endangers others; or
- 18 (5) Undertaking any task under the influence of marijuana or marijuana products, if
  19 doing so would constitute negligence or professional malpractice.

# Section 55. That a NEW SECTION be added to title 34:

21 <u>This chapter does not:</u>

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- (1) Require that an employer permit or accommodate conduct allowed by this chapter;
- 23 (2) Affect an employer's ability to restrict the use of marijuana or marijuana products
  24 by employees;
  - (3) Limit the right of a person who occupies, owns, or controls private property from prohibiting or otherwise regulating conduct permitted by this chapter on or in that property; or
- 28 (4) Limit the ability of the state or local government to prohibit or restrict any conduct
  29 otherwise permitted under this chapter within a building owned, leased, or
  30 occupied by the state or local government.

#### Section 56. That a NEW SECTION be added to title 34:

The rights provided by this chapter do not apply to the extent that they conflict with an employer's obligations under federal law or regulation or to the extent that they would disqualify an employer from a monetary or licensing-related benefit under federal law or regulation.

Section 57. That a NEW SECTION be added to title 34:

6		The Department of Revenue may promulgate rules pursuant to chapter 1-26:
7	(1)	Governing the transportation of marijuana and marijuana products to ensure
8		health, safety, and accurate documentation;
9	<u>(2)</u>	Governing how the department shall evaluate, register, and revoke the registration
10		of testing facilities to ensure the health and safety of consumers of marijuana and
11		marijuana products;
12	<u>(3)</u>	Governing marijuana facilities to ensure the health and safety of consumers and
13		prevent diversion and theft, including:
14		(a) Oversight requirements;
15		(b) Record-keeping requirements;
16		(c) Security requirements, including lighting, physical security, and alarm
17		requirements;
18		(d) Health and safety regulations, including restrictions on the use of pesticides
19		that are injurious to human health;
20		(e) Standards for the manufacture of marijuana products and indoor cultivation
21		of marijuana by a cultivator;
22		(f) Requirements for the storage of marijuana and marijuana products;
23		(g) Employment and training requirements, including requiring that each
24		marijuana facility create an identification badge for each agent;
25		(h) Standards for the safe manufacture of marijuana products;
26		(i) Procedures for the safe packaging and labeling of marijuana and marijuana
27		products; and
28		(j) Testing requirements for marijuana and marijuana products, certification
29		standards for testing facilities, including requirements for equipment and
30		qualifications for personnel;
31	<u>(4)</u>	Establishing labeling requirements for marijuana and marijuana products, including
32		requiring labels to include the following:
33		(a) The tetrahydrocannabinol concentration level and length of time it typically
34		takes for marijuana or a marijuana product to take effect;

1		(b) Disclosing ingredients and possible allergens;
2		(c) A nutritional fact panel; and
3		(d) Requiring that edible marijuana products be clearly identifiable, when
4		practicable, with a standard symbol indicating that it contains marijuana;
5	<u>(5)</u>	Establishing packaging requirements for marijuana and marijuana products
6		including that packaging be childproof and resealable;
7	<u>(6)</u>	Establishing a seed to sale tracking system to ensure that marijuana plants are
8		tracked from seeds or from the immature plant stage for immature plants produced
9		from a cutting or clipping through cultivation, manufacturing, testing, and
10		packaging before sale in a dispensary; and
11	<u>(7)</u>	Establishing a requirement that dispensaries conspicuously post warnings to
12		consumers regarding the legal possession limits for marijuana and marijuana
13		products under chapter 22-42 and establishing:
14		(a) Required language;
15		(b) Sign dimensions, font size, and font type; and
16		(c) Acceptable locations for such signage.
17		A violation of a required or prohibited action under any rule authorized by this
18	sectio	n is a Class 2 misdemeanor.

# Section 58. That a NEW SECTION be added to title 34:

If an individual licensee under this title dies, the personal representative of the deceased licensee may succeed to all of the rights of the deceased licensee under the license. By operating under the license, the personal representative agrees to all of the terms and conditions of the license and is subject to all of the liabilities and responsibilities of the licensee. Any bond executed under this title includes the personal representative as a principal if the license passes to the personal representative.

#### Section 59. That a NEW SECTION be added to title 34:

Any licensee authorized to conduct marijuana sales, upon termination of the license, may at any time within thirty days after the termination of the license sell the whole or any part of the marijuana included in the licensee's stock in trade at the time of the termination to any entity licensed to sell the marijuana purchased.

#### Section 60. That a NEW SECTION be added to title 34:

The department shall maintain on its public internet website, a directory listing all nationally recognized marijuana training programs that are approved by the department. Any licensee making a prohibited sale or service of marijuana to a person under the age of twenty-one years has the burden of proof to show that the licensee's employees have attended an approved marijuana training program to be eligible for any reduction in the penalty imposed for the violation.

#### Section 61. That a NEW SECTION be added to title 34:

If a violation is established in any proceeding under this title, but the secretary determines due to the nature and the circumstances of the violation, a suspension of the license is adequate, the secretary may, instead of revoking the license, suspend the license for a period not exceeding sixty days. During the period of the suspension, the licensee may not exercise any rights or privileges under the license. The secretary may, in lieu of suspending or revoking the license, accept a monetary settlement of any proceeding under this title. The amount of the settlement may not exceed seventy-five thousand dollars. The secretary may also recover the actual costs of investigation and prosecution.

#### Section 62. That chapter 10-52 be amended with a NEW SECTION:

In lieu of any tax imposed under chapter 10-52A, there is imposed an excise tax at the rate of five percent on the gross receipts from the sale of marijuana, marijuana concentrate, and marijuana products by a dispensary.

# Section 63. That chapter 10-52 be amended with a NEW SECTION:

The excise tax revenue collected pursuant to section—61 62 of this Act must be divided proportionally amongst the municipalities based on where the revenue was generated. All moneys received and collected on behalf of a municipality by the department, pursuant to section—61 62 of this Act, shall be credited to a special municipal tax fund and after deducting the amount of refunds made, the amounts necessary to defray the cost of collecting the tax, and the administrative expenses incident thereto, shall be paid within thirty days after collection to the municipality entitled thereto.

# **Section 64. That chapter 10-45 be amended with a NEW SECTION:**

- 1 In lieu of any other tax imposed under this chapter, there is imposed an excise tax at the
- 2 rate of one and one-half percent on the gross receipts from the sale of marijuana, marijuana
- 3 <u>concentrate, and marijuana products by a dispensary.</u>
- 4 Section 65. That chapter 10-45 be amended with a NEW SECTION:
- 5 The excise tax revenue collected pursuant to section 63 64 of this Act must be distributed
- 6 to the marijuana fund.
- 7 Section 66. That chapter 10-45 be amended with a NEW SECTION:
- 8 The excise taxes imposed under sections 3, 61 62, and 63 64 of this Act shall be collected
- 9 and remitted pursuant to chapter 10-45 and administered pursuant to chapter 10-59.
- 10 **Section 67.** Provisions of this Act become effective on approval by the voters of an initiated
- 11 measure to legalize possession, use, and distribution of marijuana and marijuana
- 12 paraphernalia for persons twenty-one years of age or older.