

SENATE CHAMBER
STATE OF OKLAHOMA

DISPOSITION

FLOOR AMENDMENT

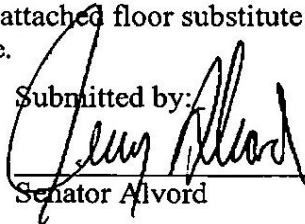
No. 1

COMMITTEE AMENDMENT

(Date)

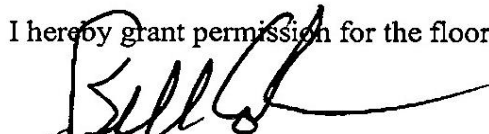
I move to amend Senate Bill No. 1039, by substituting the attached floor substitute (Request # 1862) for the title, enacting clause and entire body of the measure.

Submitted by:

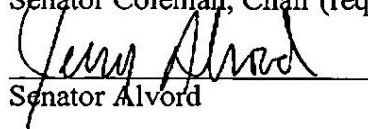


Senator Alvord

I hereby grant permission for the floor substitute to be adopted.



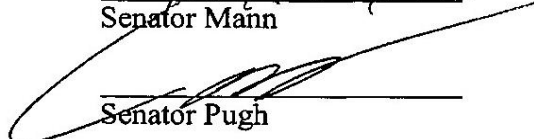
Senator Coleman, Chair (required)



Senator Alvord



Senator Mann

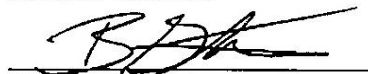


Senator Pugh

Senator Brooks

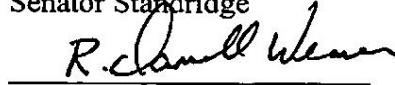
Senator Reinhardt

Senator Grellner



Senator Guthrie

Senator Standridge



Senator Weaver

Senator Paxton, President Pro Tempore

Senator Daniels, Majority Floor Leader

Note: Business and Insurance committee majority requires six (6) members' signatures.

Alvord-CAD-FS-SB1039
3/18/2025 3:42 PM

(Floor Amendments Only)

Date and Time Filed: 3/18/25 4:30pm *js*

Untimely

Amendment Cycle Extended

Secondary Amendment

1 STATE OF OKLAHOMA

2 1st Session of the 60th Legislature (2025)

3 FLOOR SUBSTITUTE
4 FOR

5 SENATE BILL NO. 1039

By: Alvord of the Senate

and

Cantrell of the House

8 FLOOR SUBSTITUTE

9 An Act relating to medical marijuana license;
10 amending 63 O.S. 2021, Sections 420, as amended by
11 Section 1, Chapter 182, O.S.L. 2024, and 427.14, as
12 last amended by Section 1, Chapter 342, O.S.L. 2024
13 (63 O.S. Supp. 2024, Sections 420 and 427.14), which
14 relate to medical marijuana patient license and
15 medical marijuana business license; modifying grounds
16 for certain denials; updating statutory references;
17 and providing an effective date.

18 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

19 SECTION 1. AMENDATORY 63 O.S. 2021, Section 420, as
20 amended by Section 1, Chapter 182, O.S.L. 2024 (63 O.S. Supp. 2024,
21 Section 420), is amended to read as follows:

22 Section 420. A. A person in possession of a state-issued
23 medical marijuana patient license shall be able to:

- 24 1. Consume marijuana legally;
2. Legally possess up to three (3) ounces or eighty-four and
25 nine-tenths (84.9) grams of marijuana on their person;

- 1 3. Legally possess six mature marijuana plants and the
2 harvested marijuana therefrom;
 - 3 4. Legally possess six seedling plants;
 - 4 5. Legally possess one (1) ounce or twenty-eight and three
5 tenths (28.3) grams of concentrated marijuana;
 - 6 6. Legally possess seventy-two (72) ounces or two thousand
7 thirty-seven and six-tenths (2037.6) grams of edible marijuana;
 - 8 7. Legally possess up to eight (8) ounces or two hundred
9 twenty-six and four-tenths (226.4) grams of marijuana in their
10 residence; and
 - 11 8. Legally possess seventy-two (72) ounces of topical
12 marijuana.
- 13 B. Possession of up to one and one-half (1.5) ounces or forty-
14 two and forty-five one-hundredths (42.45) grams of marijuana by
15 persons who can state a medical condition, but are not in possession
16 of a state-issued medical marijuana patient license, shall
17 constitute a misdemeanor offense punishable by a fine not to exceed
18 Four Hundred Dollars (\$400.00) and shall not be subject to
19 imprisonment for the offense. Any law enforcement officer who comes
20 in contact with a person in violation of this subsection and who is
21 satisfied as to the identity of the person, as well as any other
22 pertinent information the law enforcement officer deems necessary,
23 shall issue to the person a written citation containing a notice to
24 answer the charge against the person in the appropriate court. Upon

1 receiving the written promise of the alleged violator to answer as
2 specified in the citation, the law enforcement officer shall release
3 the person upon personal recognizance unless there has been a
4 violation of another provision of law.

5 C. The Oklahoma Medical Marijuana Authority shall be
6 established which shall receive applications for medical marijuana
7 patient and caregiver license recipients, dispensaries, growers, and
8 processors within sixty (60) days of the passage of this initiative.

9 D. The Authority shall, within thirty (30) days of passage of
10 this initiative, make available on its website, in an easy-to-find
11 location, an application for a medical marijuana patient license.
12 The license shall be valid for two (2) years. The biannual
13 application fee shall be One Hundred Dollars (\$100.00), or Twenty
14 Dollars (\$20.00) for individuals on Medicaid, Medicare or
15 SoonerCare. The methods of payment shall be provided on the website
16 of the Authority. Reprints of the medical marijuana patient license
17 shall be Twenty Dollars (\$20.00).

18 E. A short-term medical marijuana patient license application
19 shall also be made available on the website of the Authority. A
20 short-term medical marijuana patient license shall be granted to any
21 applicant who can meet the requirements for a two-year medical
22 marijuana patient license, but whose physician recommendation for
23 medical marijuana is only valid for sixty (60) days. Short-term
24 medical marijuana patient licenses shall be issued for sixty (60)

1 days. The fee for a short-term medical marijuana patient license,
2 reprints of the short-term medical marijuana patient license, and
3 the procedure for extending or renewing the license shall be
4 determined by the Executive Director of the Authority.

5 F. A temporary medical marijuana patient license application
6 shall also be made available on the website of the Authority for
7 residents of other states. Temporary medical marijuana patient
8 licenses shall be granted to any medical marijuana license holders
9 from other states, provided that such states have state-regulated
10 medical marijuana programs, and applicants can prove they are
11 members of such programs. Temporary medical marijuana patient
12 licenses shall be issued for thirty (30) days. The cost for a
13 temporary license shall be One Hundred Dollars (\$100.00). Renewal
14 shall be granted with resubmission of a new application. No
15 additional criteria shall be required. Reprints of the temporary
16 medical marijuana patient license shall be Twenty Dollars (\$20.00).

17 G. Medical marijuana patient license applicants shall submit
18 their applications to the Authority for approval. The applicant
19 shall be a resident of this state and shall prove residency by a
20 valid driver license, utility bills, or other accepted methods.

21 H. The Authority shall review the medical marijuana patient
22 license application; approve, reject, or deny the application; and
23 mail the approval, rejection, or denial letter stating any reasons
24 for rejection, to the applicant within fourteen (14) business days

1 of receipt of the application. Approved applicants shall be issued
2 a medical marijuana patient license which shall act as proof of his
3 or her approved status. Applications may only be rejected or denied
4 based on the applicant not meeting ~~stated criteria or improper~~
5 ~~completion of the application~~ the standards set forth in the
6 provisions of the Oklahoma Medical Marijuana and Patient Protection
7 Act and Sections 420 through 427.28 of this title, improper
8 completion of the application, unpaid license or application fees,
9 or for a reason provided for in the provisions of the Oklahoma
10 Medical Marijuana and Patient Protection Act and Sections 420
11 through 427.28 of this title. If an application is rejected for
12 failure to provide required information, the applicant shall have
13 thirty (30) days to submit the required information for
14 reconsideration. Unless the Authority determines otherwise, an
15 application that has been resubmitted but contains errors or
16 omissions that are not clerical or typographical in nature shall be
17 denied. The Authority shall deny any application that has been
18 submitted more than once with any errors or omissions that are not
19 clerical or typographical in nature.

20 I. The Authority shall make available, both on its website and
21 through a telephone verification system, an easy method to validate
22 the authenticity of the medical marijuana patient license by the
23 unique twenty-four-character identification number.

24

1 J. The Authority shall ensure that all medical marijuana
2 patient and caregiver records and information are sealed to protect
3 the privacy of medical marijuana patient license applicants.

4 K. A caregiver license shall be made available for qualified
5 caregivers of a medical marijuana patient license holder who is
6 homebound. As provided in Section 427.11 of this title, the
7 caregiver license shall provide the caregiver the same rights as the
8 medical marijuana patient licensee including the ability to possess
9 marijuana, marijuana products and mature and immature plants or
10 cultivated medical marijuana pursuant to the Oklahoma Medical
11 Marijuana and Patient Protection Act, but excluding the ability to
12 use marijuana or marijuana products unless the caregiver has a
13 medical marijuana patient license. Applicants for a caregiver
14 license shall submit proof of the license status and homebound
15 status of the medical marijuana patient and proof that the applicant
16 is the designee of the medical marijuana patient. The applicant
17 shall also submit proof that he or she is eighteen (18) years of age
18 or older and proof of his or her state residency. This shall be the
19 only criteria for a caregiver license. A licensed caregiver shall
20 not cultivate medical marijuana for more than five medical marijuana
21 patient licensees and shall not charge a medical marijuana patient
22 licensee for cultivating medical marijuana in excess of the actual
23 costs incurred in cultivating the medical marijuana.

24

1 L. All applicants for a medical marijuana patient license shall
2 be eighteen (18) years of age or older. A special exception shall
3 be granted to an applicant under the age of eighteen (18); however,
4 these applications shall be signed by two physicians and the parent
5 or legal guardian of the applicant.

6 M. All applications for a medical marijuana patient license
7 shall be signed by an Oklahoma physician licensed by and in good
8 standing with the State Board of Medical Licensure and Supervision,
9 the State Board of Osteopathic Examiners, or the Board of Podiatric
10 Medical Examiners. There are no qualifying conditions. A medical
11 marijuana patient license shall be recommended according to the
12 accepted standards a reasonable and prudent physician would follow
13 when recommending or approving any medication. No physician may be
14 unduly stigmatized, penalized, subjected to discipline, sanctioned,
15 reprimanded or harassed for signing a medical marijuana patient
16 license application~~r~~l provided~~r~~ the physician acted in accordance
17 with the provisions of this subsection and all other rules governing
18 the medical license of the physician in this state.

19 N. Counties and cities may enact medical marijuana guidelines
20 allowing medical marijuana patient license holders or caregiver
21 license holders to exceed the state limits set forth in subsection A
22 of this section.

23
24

1 SECTION 2. AMENDATORY 63 O.S. 2021, Section 427.14, as
2 last amended by Section 1, Chapter 342, O.S.L. 2024 (63 O.S. Supp.
3 2024, Section 427.14), is amended to read as follows:

4 Section 427.14. A. There is hereby created the medical
5 marijuana business license, which shall include the following
6 categories:

- 7 1. Medical marijuana commercial grower;
- 8 2. Medical marijuana processor;
- 9 3. Medical marijuana dispensary;
- 10 4. Medical marijuana transporter; and
- 11 5. Medical marijuana testing laboratory.

12 B. The Oklahoma Medical Marijuana Authority, with the aid of
13 the Office of Management and Enterprise Services, shall develop a
14 website for medical marijuana business applications.

15 C. The Authority shall make available on its website in an
16 easy-to-find location, applications for a medical marijuana
17 business.

18 D. 1. The annual, nonrefundable fee for a medical marijuana
19 transporter license shall be Two Thousand Five Hundred Dollars
20 (\$2,500.00).

21 2. The initial, nonrefundable fee for a medical marijuana
22 commercial grower license shall be calculated based upon the total
23 amount of square feet of canopy or acres the grower estimates will
24 be harvested, transferred, or sold for the year. The annual,

1 nonrefundable license fee shall be based upon the total amount of
2 square feet of canopy or acres harvested, transferred, or sold by
3 the grower during the previous twelve (12) months. The amount of
4 the fees shall be determined as follows:

5 a. For an indoor, greenhouse, or light deprivation
6 medical marijuana grow facility:

7 (1) Tier 1: Up to ten thousand (10,000) square feet
8 of canopy, the fee shall be Two Thousand Five
9 Hundred Dollars (\$2,500.00),

10 (2) Tier 2: Ten thousand one (10,001) square feet of
11 canopy to twenty thousand (20,000) square feet of
12 canopy, the fee shall be Five Thousand Dollars
13 (\$5,000.00),

14 (3) Tier 3: Twenty thousand one (20,001) square feet
15 of canopy to forty thousand (40,000) square feet
16 of canopy, the fee shall be Ten Thousand Dollars
17 (\$10,000.00),

18 (4) Tier 4: Forty thousand one (40,001) square feet
19 of canopy to sixty thousand (60,000) square feet
20 of canopy, the fee shall be Twenty Thousand
21 Dollars (\$20,000.00),

22 (5) Tier 5: Sixty thousand one (60,001) square feet
23 of canopy to eighty thousand (80,000) square feet
24

1 of canopy, the fee shall be Thirty Thousand
2 Dollars (\$30,000.00),

3 (6) Tier 6: Eighty thousand one (80,001) square feet
4 of canopy to ninety-nine thousand nine hundred
5 ninety-nine (99,999) square feet of canopy, the
6 fee shall be Forty Thousand Dollars (\$40,000.00),
7 and

8 (7) Tier 7: One hundred thousand (100,000) square
9 feet of canopy and beyond, the fee shall be Fifty
10 Thousand Dollars (\$50,000.00), plus an additional
11 twenty-five cents (\$0.25) per square foot of
12 canopy over one hundred thousand (100,000) square
13 feet.

14 b. For an outdoor medical marijuana grow facility:

15 (1) Tier 1: Less than two and one-half (2 1/2)
16 acres, the fee shall be Two Thousand Five Hundred
17 Dollars (\$2,500.00),

18 (2) Tier 2: More than two and one-half (2 1/2) acres
19 up to five (5) acres, the fee shall be Five
20 Thousand Dollars (\$5,000.00),

21 (3) Tier 3: More than five (5) acres up to ten (10)
22 acres, the fee shall be Ten Thousand Dollars
23 (\$10,000.00),
24

- 1 (4) Tier 4: More than ten (10) acres up to twenty
2 (20) acres, the fee shall be Twenty Thousand
3 Dollars (\$20,000.00),
4 (5) Tier 5: More than twenty (20) acres up to thirty
5 (30) acres, the fee shall be Thirty Thousand
6 Dollars (\$30,000.00),
7 (6) Tier 6: More than thirty (30) acres up to forty
8 (40) acres, the fee shall be Forty Thousand
9 Dollars (\$40,000.00),
10 (7) Tier 7: More than forty (40) acres up to fifty
11 (50) acres, the fee shall be Fifty Thousand
12 Dollars (\$50,000.00), and
13 (8) Tier 8: If the amount of acreage exceeds fifty
14 (50) acres, the fee shall be Fifty Thousand
15 Dollars (\$50,000.00) plus an additional Two
16 Hundred Fifty Dollars (\$250.00) per acre.

17 c. For a medical marijuana commercial grower that has a
18 combination of both indoor and outdoor growing
19 facilities at one location, the medical marijuana
20 commercial grower shall be required to obtain a
21 separate license from the Authority for each type of
22 grow operation and shall be subject to the licensing
23 fees provided for in subparagraphs a and b of this
24 paragraph.

1 d. As used in this paragraph:

2 (1) "canopy" means the total surface area within a
3 cultivation area that is dedicated to the
4 cultivation of flowering marijuana plants. The
5 surface area of the plant canopy must be
6 calculated in square feet and measured and must
7 include all of the area within the boundaries
8 where the cultivation of the flowering marijuana
9 plants occurs. If the surface of the plant
10 canopy consists of noncontiguous areas, each
11 component area must be separated by identifiable
12 boundaries. If a tiered or shelving system is
13 used in the cultivation area, the surface area of
14 each tier or shelf must be included in
15 calculating the area of the plant canopy.
16 Calculation of the area of the plant canopy may
17 not include the areas within the cultivation area
18 that are used to cultivate immature marijuana
19 plants and seedlings, prior to flowering, and
20 that are not used at any time to cultivate mature
21 marijuana plants. If the flowering plants are
22 vertically grown in cylinders, the square footage
23 of the canopy shall be measured by the
24

1 circumference of the cylinder multiplied by the
2 total length of the cylinder,

3 (2) "greenhouse" means a structure located outdoors
4 that is completely covered by a material that
5 allows a controlled level of light transmission,
6 and

7 (3) "light deprivation" means a structure that has
8 concrete floors and the ability to manipulate
9 natural light.

10 3. The initial, nonrefundable fee for a medical marijuana
11 processor license shall be Two Thousand Five Hundred Dollars
12 (\$2,500.00). The annual, nonrefundable license fee for a medical
13 marijuana processor license shall be determined based on the
14 previous twelve (12) months as follows:

15 a. Tier 1: The transfer or sale of zero (0) to ten
16 thousand (10,000) pounds of biomass or the production,
17 transfer, or sale of up to one hundred (100) liters of
18 cannabis concentrate, whichever is greater, the annual
19 fee shall be Two Thousand Five Hundred Dollars
20 (\$2,500.00),

21 b. Tier 2: The transfer or sale of ten thousand one
22 (10,001) pounds to fifty thousand (50,000) pounds of
23 biomass or the production, transfer, or sale of one
24 hundred one (101) to three hundred fifty (350) liters

1 of cannabis concentrate, whichever is greater, the
2 annual fee shall be Five Thousand Dollars (\$5,000.00),

3 c. Tier 3: The transfer or sale of fifty thousand one
4 (50,001) pounds to one hundred fifty thousand
5 (150,000) pounds of biomass or the production,
6 transfer, or sale of three hundred fifty-one (351) to
7 six hundred fifty (650) liters of cannabis
8 concentrate, whichever is greater, the annual fee
9 shall be Ten Thousand Dollars (\$10,000.00),

10 d. Tier 4: The transfer or sale of one hundred fifty
11 thousand one (150,001) pounds to three hundred
12 thousand (300,000) pounds of biomass or the
13 production, transfer, or sale of six hundred fifty-one
14 (651) to one thousand (1,000) liters of cannabis
15 concentrate, whichever is greater, the annual fee
16 shall be Fifteen Thousand Dollars (\$15,000.00), and

17 e. Tier 5: The transfer or sale of more than three
18 hundred thousand one (300,001) pounds of biomass or
19 the production, transfer, or sale in excess of one
20 thousand one (1,001) liters of cannabis concentrate,
21 the annual fee shall be Twenty Thousand Dollars
22 (\$20,000.00).

23 For purposes of this paragraph only, if the cannabis concentrate
24 is in nonliquid form, every one thousand (1,000) grams of

1 concentrated marijuana shall be calculated as one (1) liter of
2 cannabis concentrate.

3 4. The initial, nonrefundable fee for a medical marijuana
4 dispensary license shall be Two Thousand Five Hundred Dollars
5 (\$2,500.00). The annual, nonrefundable license fee for a medical
6 marijuana dispensary license shall be calculated at ten percent
7 (10%) of the sum of twelve (12) calendar months of the combined
8 annual state sales tax and state excise tax of the dispensary during
9 the previous twelve (12) months. The minimum fee shall be not less
10 than Two Thousand Five Hundred Dollars (\$2,500.00) and the maximum
11 fee shall not exceed Ten Thousand Dollars (\$10,000.00).

12 5. The annual, nonrefundable license fee for a medical
13 marijuana testing laboratory shall be Twenty Thousand Dollars
14 (\$20,000.00).

15 E. All applicants seeking licensure or licensure renewal as a
16 medical marijuana business shall comply with the following general
17 requirements:

18 1. All applications for licenses and registrations authorized
19 pursuant to this section shall be made upon forms prescribed by the
20 Authority;

21 2. Each application shall identify the city or county in which
22 the applicant seeks to obtain licensure as a medical marijuana
23 business;

24

1 3. Applicants shall submit a complete application to the
2 Authority before the application may be accepted or considered;

3 4. All applications shall be complete and accurate in every
4 detail;

5 5. All applications shall include all attachments or
6 supplemental information required by the forms supplied by the
7 Authority;

8 6. All applications for a transporter license, initial
9 dispensary license, initial processor license, or laboratory license
10 shall be accompanied by a full remittance for the whole amount of
11 the license fee as set forth in subsection D of this section. All
12 submissions of grower applications, renewal processor applications,
13 and renewal dispensary applications shall be accompanied by a
14 remittance of a fee of Two Thousand Five Hundred Dollars
15 (\$2,500.00). The Authority shall invoice license applicants, if
16 applicable, for any additional licensing fees owed pursuant to
17 subsection D of this section prior to approval of a license
18 application. License fees are nonrefundable;

19 7. All applicants shall be approved for licensing review that,
20 at a minimum, meet the following criteria:

- 21 a. twenty-five (25) years of age or older,
22 b. if applying as an individual, proof that the applicant
23 is a resident of this state pursuant to paragraph ~~11~~
24 12 of this subsection,

- 1 c. if applying as an entity, proof that seventy-five
2 percent (75%) of all members, managers, executive
3 officers, partners, board members or any other form of
4 business ownership are residents of this state
5 pursuant to paragraph ~~11~~ 12 of this subsection,
- 6 d. if applying as an individual or entity, proof that the
7 individual or entity is registered to conduct business
8 in this state,
- 9 e. disclosure of all ownership interests pursuant to the
10 Oklahoma Medical Marijuana and Patient Protection Act,
11 and
- 12 f. proof that the medical marijuana business, medical
13 marijuana research facility, medical marijuana
14 education facility and medical marijuana waste
15 disposal facility applicant or licensee has not been
16 convicted of a nonviolent felony in the last two (2)
17 years, or any other felony conviction within the last
18 five (5) years, is not a current inmate in the custody
19 of the Department of Corrections, or currently
20 incarcerated in a jail or corrections facility.

21 Upon reasonable suspicion that a medical marijuana business licensee
22 is illegally growing, processing, transferring, selling, disposing,
23 or diverting marijuana, the Authority, the Oklahoma State Bureau of
24 Narcotics and Dangerous Drugs Control, the Oklahoma State Bureau of

1 Investigation (OSBI), or the Attorney General may subpoena documents
2 necessary to establish the personal identifying information of all
3 owners and individuals with any ownership interest in the business;

4 8. There shall be no limit to the number of medical marijuana
5 business licenses or categories that an individual or entity can
6 apply for or receive, although each application and each category
7 shall require a separate application, application fee, or license
8 fee. A commercial grower, processor and dispensary, or any
9 combination thereof, are authorized to share the same address or
10 physical location, subject to the restrictions set forth in the
11 Oklahoma Medical Marijuana and Patient Protection Act;

12 9. No medical marijuana business premises is permitted to have
13 multiple licenses of the same type pursuant to the licensing
14 requirements of this section, excluding the following:

- 15 a. a commercial grower with a combination of an indoor or
16 outdoor growing facility on one parcel of land,
- 17 b. a licensed medical marijuana processor used by
18 multiple licensees, and
- 19 c. a licensed medical marijuana business that has an
20 approved application by the Authority while the new
21 business seeks registration from the Oklahoma State
22 Bureau of Narcotics and Dangerous Drugs Control
23 pursuant to Section 2 427.14c of this ~~act~~ title;

24

1 10. All applicants for a medical marijuana business license,
2 research facility license or education facility license authorized
3 by the Oklahoma Medical Marijuana and Patient Protection Act, or for
4 a renewal of such license, shall undergo a national fingerprint-
5 based background check conducted by the Oklahoma State Bureau of
6 Investigation within thirty (30) days prior to the application for
7 the license, including:

- 8 a. individual applicants applying on their own behalf,
- 9 b. individuals applying on behalf of an entity,
- 10 c. all principal officers of an entity, and
- 11 d. all owners of an entity as defined by the Oklahoma
12 Medical Marijuana and Patient Protection Act;

13 11. All applicable fees charged by the OSBI are the
14 responsibility of the applicant and shall not be higher than fees
15 charged to any other person or industry for such background checks;

16 12. In order to be considered a resident of this state for
17 purposes of a medical marijuana business application, all applicants
18 shall provide proof of state residency for at least two (2) years
19 immediately preceding the date of application or five (5) years of
20 continuous state residency during the preceding twenty-five (25)
21 years immediately preceding the date of application. Sufficient
22 documentation of proof of residency shall include a combination of
23 the following:

- 24 a. an unexpired state-issued driver license,

- b. a state-issued identification card,
- c. a utility bill preceding the date of application, excluding cellular telephone and Internet bills,
- d. a residential property deed to property in this state, and
- e. a rental agreement preceding the date of application for residential property located in this state.

Applicants that were issued a medical marijuana business license prior to August 30, 2019, are hereby exempt from the two-year or five-year Oklahoma residence requirement mentioned above;

13. All license applicants shall be required to submit a registration with the Oklahoma State Bureau of Narcotics and Dangerous Drugs Control as provided in Sections ~~2-302 through 2-304~~ 2-301 through 2-309 of this title;

14. All applicants shall establish their identity through submission of a color copy or digital image of one of the following unexpired documents:

- a. front of a state-issued driver license,
- b. front of a state-issued identification card,
- c. a United States passport or other photo identification issued by the United States government, or
- d. a tribal identification card approved for identification purposes by the Department of Public Safety;

1 15. All applicants shall submit an applicant photograph; and

2 16. All applicants for a medical marijuana business license
3 seeking to operate a commercial growing operation shall file along
4 with their application a bond as prescribed in Section 427.26 of
5 this title.

6 F. The Authority shall review the medical marijuana business
7 application; approve, reject, or deny the application; and send the
8 approval, rejection, denial, or status-update letter to the
9 applicant in the same method the application was submitted to the
10 Authority within ninety (90) business days of receipt of the
11 application.

12 G. 1. The Authority shall review the medical marijuana
13 business applications, conduct all investigations, inspections, and
14 interviews, and collect all license and application fees before
15 approving the application.

16 2. Approved applicants shall be issued a medical marijuana
17 business license for the specific category applied under, which
18 shall act as proof of their approved status. Rejection and denial
19 letters shall provide a reason for the rejection or denial.

20 Applications may only be rejected or denied based on the applicant
21 not meeting the standards set forth in the provisions of the
22 Oklahoma Medical Marijuana and Patient Protection Act and Sections
23 420 through ~~426.1~~ 427.28 of this title, improper completion of the
24 application, unpaid license or application fees, or for a reason

1 provided for in the Oklahoma Medical Marijuana and Patient
2 Protection Act and Sections 420 through ~~426.1~~ 427.28 of this title.
3 If an application is rejected for failure to provide required
4 information, the applicant shall have thirty (30) days to submit the
5 required information for reconsideration. Unless the Authority
6 determines otherwise, an application that has been resubmitted but
7 is still incomplete or contains errors that are not clerical or
8 typographical in nature shall be denied. The Authority shall deny
9 any application that has been submitted more than once with any
10 errors or omissions that are not clerical or typographical in
11 nature.

12 3. Status-update letters shall provide a reason for delay in
13 either approval, rejection or denial should a situation arise in
14 which an application was submitted properly but a delay in
15 processing the application occurred.

16 4. Approval, rejection, denial or status-update letters shall
17 be sent to the applicant in the same method the application was
18 submitted to the Authority.

19 H. A license for a medical marijuana business, medical
20 marijuana research facility, medical marijuana education facility or
21 medical marijuana waste disposal facility shall not be issued to or
22 held by:

23 1. A person until all required fees have been paid;

24

1 2. A person who has been convicted of a nonviolent felony
2 within two (2) years of the date of application, or within five (5)
3 years for any other felony;

4 3. A corporation, if the criminal history of any of its
5 officers, directors or stockholders indicates that the officer,
6 director or stockholder has been convicted of a nonviolent felony
7 within two (2) years of the date of application, or within five (5)
8 years for any other felony;

9 4. A person under twenty-five (25) years of age;

10 5. A person licensed pursuant to this section who, during a
11 period of licensure, or who, at the time of application, has failed
12 to:

13 a. file taxes, interest or penalties due related to a
14 medical marijuana business, or

15 b. pay taxes, interest or penalties due related to a
16 medical marijuana business;

17 6. A sheriff, deputy sheriff, police officer or prosecuting
18 officer, or an officer or employee of the Authority or municipality;

19 7. A person whose authority to be a caregiver, as defined in
20 Section 427.2 of this title, has been revoked by the Authority; or

21 8. A person who was involved in the management or operations of
22 any medical marijuana business, medical marijuana research facility,
23 medical marijuana education facility or medical marijuana waste
24 disposal facility that, after the initiation of a disciplinary

1 action, has had a medical marijuana license revoked, not renewed, or
2 surrendered during the five (5) years preceding submission of the
3 application and for the following violations:

- 4 a. unlawful sales or purchases,
- 5 b. any fraudulent acts, falsification of records or
6 misrepresentation to the Authority, medical marijuana
7 patient licensees, caregiver licensees or medical
8 marijuana business licensees,
- 9 c. any grossly inaccurate or fraudulent reporting,
- 10 d. threatening or harming any medical marijuana patient,
11 caregiver, medical practitioner or employee of the
12 Authority,
- 13 e. knowingly or intentionally refusing to permit the
14 Authority access to premises or records,
- 15 f. using a prohibited, hazardous substance for processing
16 in a residential area,
- 17 g. criminal acts relating to the operation of a medical
18 marijuana business, or
- 19 h. any violations that endanger public health and safety
20 or product safety.

21 I. In investigating the qualifications of an applicant or a
22 licensee, the Authority and municipalities may have access to
23 criminal history record information furnished by a criminal justice
24 agency subject to any restrictions imposed by such an agency.

1 J. The failure of an applicant or licensee to provide the
2 requested information by the Authority deadline may be grounds for
3 denial of the application.

4 K. All applicants and licensees shall submit information to the
5 Authority in a full, faithful, truthful and fair manner. The
6 Authority may recommend denial of an application where the applicant
7 or licensee made misstatements, omissions, misrepresentations or
8 untruths in the application or in connection with the background
9 investigation of the applicant. This type of conduct may be grounds
10 for administrative action against the applicant or licensee. Typos
11 and scrivener errors shall not be grounds for denial.

12 L. A licensed medical marijuana business premises shall be
13 subject to and responsible for compliance with applicable provisions
14 consistent with the zoning where such business is located as
15 described in the most recent versions of the Oklahoma Uniform
16 Building Code, the International Building Code and the International
17 Fire Code, unless granted an exemption by a municipality or
18 appropriate code enforcement entity.

19 M. All medical marijuana business, medical marijuana research
20 facility, medical marijuana education facility and medical marijuana
21 waste disposal facility licensees shall pay the relevant licensure
22 fees prior to receiving licensure to operate.

23 N. A medical marijuana business, medical marijuana research
24 facility, medical marijuana education facility or medical marijuana

1 waste disposal facility that attempts to renew its license after the
2 expiration date of the license shall pay a late renewal fee of Five
3 Hundred Dollars (\$500.00) per week that the license is expired.
4 Late renewal fees are nonrefundable. A license that has been
5 expired for more than sixty (60) calendar days shall not be renewed.
6 Only license renewal applications submitted at least sixty (60)
7 calendar days prior to the expiration date shall be considered
8 timely submitted and subject to the provisions of subsection F of
9 this section. A medical marijuana business license shall remain
10 unexpired during the pendency of the application for renewal
11 provided that such application was timely submitted. The Authority
12 shall allow renewal applications to be submitted at least one
13 hundred twenty (120) calendar days prior to the expiration date of a
14 medical marijuana business license.

15 O. Except as provided by this section, immediately upon
16 expiration of a license, any medical marijuana business, medical
17 marijuana research facility, medical marijuana education facility,
18 or medical marijuana waste disposal facility shall cease all
19 possession, transfer, or sale of medical marijuana or medical
20 marijuana products. Any continued possession, sale, or transfer
21 shall subject the business owners and operators to felony
22 prosecution pursuant to the Uniform Controlled Dangerous Substances
23 Act.

24

1 P. A medical marijuana business license holder shall require
2 all individuals employed under his or her license to be issued a
3 credential pursuant to the provisions of Section 427.14b of this
4 title prior to employment.

5 Q. An original medical marijuana business license issued on or
6 after June 26, 2018, by the Authority, for a medical marijuana
7 commercial grower, a medical marijuana processor or a medical
8 marijuana dispensary shall be deemed to have been grandfathered into
9 the location on the date the original license was first issued for
10 purposes of determining the authority of the business to conduct and
11 continue the same type of business at that location under a license
12 issued by the Authority, except as may be provided in Sections 425
13 and 426.1 of this title. Any change in ownership after the original
14 medical marijuana business license has been issued by the Authority
15 shall be construed by the Authority to be a continuation of the same
16 type of business originally licensed at that location. Nothing
17 shall authorize the Authority to deny issuance or renewal of a
18 license or transfer of license due to a change in ownership for the
19 same business location previously licensed, except when a revocation
20 is otherwise authorized by law or a protest is made under the
21 municipal compliance provisions of Section 426.1 of this title.

22 R. A medical marijuana business license holder shall require
23 all individuals employed under their license to be issued a
24

1 credential pursuant to the provisions of Section 427.14b of this
2 title prior to employment.

3 S. The Executive Director of the Authority may promulgate rules
4 to implement the provisions of this section including, but not
5 limited to, required application materials to be submitted by the
6 applicant and utilized by the Authority to determine medical
7 marijuana business licensing fees pursuant to this section.

8 SECTION 3. This act shall become effective November 1, 2025.

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