Oregon Recreational Marijuana Program



OLCCS MISSION

Support businesses, public safety, and community livability through education and the enforcement of liquor and marijuana laws.



State Law and Responsible State Agencies

- M91: November 2014
- Statutes: ORS Chapter 475B
- Administrative Rules: OLCC Division 25
- Oregon Liquor Control Commission (OLCC): recreational marijuana businesses and worker permits
- Oregon Health Authority (OHA): medical marijuana activities/businesses, testing standards and requirements
- Oregon Department of Revenue (DOR): tax collection
- Oregon Department of Agriculture (ODA): commercial kitchens, scale certification, certain food handling activities, pesticides
- Local jurisdictions: law enforcement, governing bodies, code enforcement



Compliance Philosophy



 OLCC seeks to provide applicants and licensees the tools and knowledge to operate responsibly, successfully, and in compliance with the laws of the State of Oregon and the rules of the Oregon Liquor Control Commission

 OLCC seeks to achieve this goal by communicating the laws, rules, policies, and standards regarding recreational marijuana in the State of Oregon and by building a collaborative regulatory structure that is non-punitive in nature but provides the enforcement mechanisms necessary to properly address compliance deficiencies

Public Health & Safety Benefits of a Regulated Market

- Licensee security requirements: controls access, monitors "red flags", prevents product from getting into hands of minors/illegal market
- Cannabis Tracking System (CTS): Prevents legal product from going to, or illegal product from coming from illegal market
- **Transfer manifest:** CTS creates documentation for transit of product protecting safety of law enforcement and industry
- Buy Legal: Provides level of consumer confidence because product is tested for pesticides, potency, microbes and mold
- Product recall: CTS allows for product to be locked down and pulled off shelves





License Fees

- Producers:
 - Micro Tier I: \$1,000
 - Micro Tier II: \$2,000
 - Tier I: \$3,750
 - Tier II: \$5,750
- Processors: \$4,750

- Wholesalers: \$4,750
- Micro Wholesalers: \$1,000
- Retailers: \$4,750
- Laboratory: \$4,750
- Sampling Laboratory: \$2,250
- A \$250 non-refundable application fee is due at initial application and at renewal



Producers Grow limits

- <u>Outdoor:</u> Micro Tier I – up to 2,500 sq. ft.; Tier I – up to 20,000 sq. ft.
- Indoor: Micro Tier I – up to 625 sq. ft. Tier I – up to 5,000 sq. ft.
- Mixed Production: uses a 4:1 ratio





Micro Tier II – up to 5,000 sq. ft. Tier II – up to 40,000 sq. ft.

Micro Tier II – up to 1,250 sq. ft. Tier II - up to 10,000 sq. ft.



Mixed, Tier II, with 1,500 Indoor



Extract Processors Required Safety Precautions



- Must use closed loop extraction systems that meet certain engineering standards
- Must have local fire code approval
- Must process in fully enclosed rooms with equipment that meets Oregon Structural Specialty Code, related Oregon Specialty Codes and the Oregon Fire Code
- Must have certain safety equipment available for employees

Retailers Privileges

- Only license type that can sell to the public
- Within a 24-hour period, may only sell to an individual customer up to:
 - 1 oz. of usable marijuana (flower, leaves);
 - 16 oz. of solid cannabinoid product (brownies, ice cream);
 - 72 oz. of liquid cannabinoid product (soda);
 - 5 grams of extract or concentrate (prefilled vape pens, dabs);
 - 4 immature plants; and
 - 10 marijuana seeds
 - Retailers can sell multiple items listed above, but no more than the individual quantities (Ex.: a retailer can sell 1 oz. of flower and 72 oz. of soda at the same time, but not 73 oz. of soda alone)





Security Rules

- Video recording cameras:
 - 24/7 high quality, non-light dependent recording of all areas where marijuana items are present
 - 90 day retention of video recordings
 - Offsite backup video for surveillance area (so that tampering with surveillance equipment is detected)
- Armed alarm system any time the premises is closed
- Panic buttons or the equivalent to call for emergency services
- Marijuana items stored in locked/secure locations at all times



Testing Laboratories

- Must be accredited by OHA's accreditation body and be licensed by OLCC
 - Required for both medical and recreational testing labs
 - OHA sets all testing requirements and standards, OLCC requires all licensed businesses to follow them
- May perform all required tests, or may specialize
- Must be licensed and certified to obtain samples
- Responsible for entering test results into seed-to-sale tracking system (which locks failed products from moving forward in the supply chain)





Packaging/Labeling

- Medical and recreational packages and labels must be approved by OLCC
 - Both programs use the same packaging and labeling regulations
- Registrants and licensees will begin applying for approval on Aug. 1, 2016
- OLCC will review the applications to determine whether:
 - The packages have been certified as child-resistant
 - The package has a label that contains all information required by rule
 - The package and label are not attractive to minors
 - The package and label do not contain any false or misleading statements





Cannabis Tracking System



- Statutory Requirement: directed OLCC to develop an inventory tracking system to ensure that taxes are collected and inventory does not migrate from or into the illegal market
- Same system used in Colorado: Metrc, Cannabis Tracking System
- CTS operational costs are included in the OLCC license fee, but licensees must purchase RFID product tracking tag. Tags range between 25-45 cents each.
- POS systems with an approved API are available on the OLCC website





Recreational Marijuana

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Agency Overview

Recreational Marijuana Program Home

Contact Us

Frequently Asked Questions (FAQs)

Laws and Rules

Rules Advisory Committee & Technical Subcommittees

Licensing

Marijuana Worker Permit

Packaging and Labeling Pre-Approval

Packaging and Labeling Workshops

Forms & Publications

News Room

Public Involvement

Public Meeting Calendar

Business Committee Cannabis Environmental

Best Practices Task Force

Public Safety, Education, & Enforcement Committee

OLCC Website Home

Apply for a Marijuana Worker Permit

Marijuana Worker Permit

Marijuana Worker Permil

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Recreational Marijuana Licensing Marijuana License Application Statistics

Up-to-date report of applications received, organized by county of the proposed premises. Also includes a summary of total license applications.

producer, processor, wholesaler, or retail business. You must be at least 21 years old to be eligible for a permit.

Marijuana Licenses (as of 07/29/2016)

This is the list of currently approved recreational marijuana licenses. Approved Marijuana Licenses (PDF) Approved Marijuana Licenses (Excel)

Recreational Marijuna Licensing Timeline Important dates and milestones for implementation.

Online Application & Forms for Recreational Marijuana License

OLCC is now accepting recreational marijuana license applications through the online licensing system. Online Application Licensing Forms and Documents

Business Readiness Guidebook for Oregon Recreational Marijuana Operations The guidebook is intended to provide applicants and licensees with knowledge and tools for establishing and operating OLCC-licensed recreational marijuana businesses.

Cities/Counties Prohibiting Licensed Recreational Marijuana Facilities The list of cities or counties that have prohibited the establishment of licensed recreational marijuana producers, processors, wholesalers, and/or retailers.



Public/Consumer Resources

Recreational Marijuana Sales

All persons working in the OLCC-licensed recreational marijuana industry, including licensees, must have a valid Marijuana Worker Permit. This includes anyone working at an OLCC-licensed

Limited amounts of recreational marijuana are now available for purchase through medical marijuana dispensaries to adults 21 and older. The Oregon Health Authority has regulatory oversight of recreational marijuana sales through medical dispensaries. June 2, 2016 Expansion of Limited Retail Marijuana Products Registered Medical Marijuana Dispensaries

Frequently Asked Questions About Early Sales

What's Legal: Educate Before You Recreate

Recreational marijuana is now legal in Oregon. Adults 21 and older can legally possess and use recreational marijuana, but there are limits. It's important to know what's legal and what's not. Go to whatslegaloregon.com for more information.

Fact Sheet - Consumption, Gifting, and Giveaways

Medical Marijuana (Oregon Health Authority) Medical Marijuana Program (OMMP) Medical Marijuana Dispensary Directory Medical Marijuana Concentration Limits Medical Marijuana Program Implementation Timeline

Poison Control Help Oregon Poison Control: 1-800-222-1222 Pet Emergencies: Emergency Animal Hospitals and Clinics

Marijuana Facilities

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Connect With Us

Job Opportunities

Government Resources

Local Option Opt-Out Form

Cities/Counties Prohibiting

Licensed Recreational















Smetrc







OLCC 2016 Timeline





Jan. 2016 Temporary **Rules Effective** Spring 2016 Processor, Lab, Wholesaler Licenses Issued

June 16, 2016

OLCC Commission **Begin Accepting** Adopts Permanent **Rules to Finalize 2015 Temporary Rules**

Summer 2016 July 1, 2016

Micro-canopy

Licenses and

Marijuana

Workers Permit **Applications**

Begin Permanent Rulemaking for 2016 Legislation

Dec. 31, 2016 **Recreational Sales** in at OHA (Medical) **Dispensaries Ends**

