### First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

## ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction SENATE BILL 23-290

LLS NO. 23-0271.07 Jacob Baus x2173

SENATE SPONSORSHIP

Fenberg,

HOUSE SPONSORSHIP

(None),

Senate Committees Finance Appropriations **House Committees** 

# A BILL FOR AN ACT

#### 101 CONCERNING NATURAL <u>MEDICINE</u>, AND, IN CONNECTION THEREWITH,

102 MAKING AN APPROPRIATION.

#### **Bill Summary**

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

The bill amends the regulatory framework for natural medicine and natural medicine product.

The bill requires the director of the division of professions and occupations to:

• Regulate facilitators and the practice of regulation, including issuing licenses for facilitators;

SENATE Amended 2nd Reading April 24, 2023

- Promulgate rules necessary for the regulation of facilitators and the practice of facilitation; and
- Perform duties necessary for the implementation and administration of the "Natural Medicine Health Act of 2022", including investigatory and disciplinary authority.

The bill creates the natural medicine advisory board (board). The board's duties include examining issues related to natural medicine and natural medicine product, and making recommendations to the director of the division of professions and occupations and the executive director of the state licensing authority.

The bill creates within the department of revenue the division of natural medicine for the purpose of regulating and licensing the cultivation, manufacturing, testing, storage, distribution, transport, transfer, and dispensation of natural medicine or natural medicine product between natural medicine licensees. The bill requires the division of natural medicine to:

- Regulate natural medicine, natural medicine product, and natural medicine businesses, including healing centers, cultivators, manufacturers, and testers, and issue licenses for such businesses;
- Promulgate rules necessary for the regulation of natural medicine, natural medicine product, and natural medicine businesses; and
- Perform duties necessary for the regulation of natural medicine, natural medicine product, and natural medicine businesses, including investigatory and disciplinary authority.

The bill requires the department of revenue to coordinate with the department of public health and environment concerning testing standards of regulated natural medicine and natural medicine product.

The bill requires a sunset review for the articles governing the department of regulatory affairs and the department of revenue in the regulation of natural medicine, natural medicine product, facilitators, and natural medicine businesses.

The bill states that:

- A person who is under 21 years of age who knowingly possesses or consumes natural medicine or natural medicine product commits a drug petty offense and is subject to a fine of not more than \$100 or not more than 4 hours of substance use education or counseling; except that a second or subsequent offense is subject to a fine of not more than \$100, not more than 4 hours of substance use education or counseling; except that a second or counseling, and not more than 24 hours of useful public service;
- A person who openly and publicly consumes natural

medicine or natural medicine product commits a drug petty offense and is subject to a fine of not more than \$100 and not more than 24 hours of useful public service;

- A person who cultivates natural medicine shall do so on the person's private property, subject to area and physical security requirements. A person who violates this provision commits a drug petty offense and is subject to a fine of not more than \$1,000.
- A person who is not licensed to manufacture natural medicine product and who knowingly manufactures natural medicine product using an inherently hazardous substance commits a level 2 drug felony;
- Unless expressly limited, a person who for the purpose of personal use and without remuneration, possesses, consumes, shares, cultivates, or manufactures natural medicine or natural medicine product, does not violate state or local law, except that nothing permits a person to distribute natural medicine or natural medicine product to a person for certain unlawful purposes;
- A peace officer is prohibited from arresting, and a district attorney is prohibited from charging or prosecuting, a person for a criminal offense under part 4 of article 18 of title 18 involving natural medicine or natural medicine product, unless expressly provided by the bill;
- A lawful action related to natural medicine or natural medicine product must not be the sole reason to subject a person to a civil penalty, deny a right or privilege, or seize assets;
- A lawful action related to natural medicine or natural medicine product must not be used as the sole factor in a probable cause or reasonable suspicion determination of any criminal offense; except that an action may be used in such determination if the original stop or search was lawful and other factors are present to support a probable cause or reasonable suspicion determination of any criminal offense;
- The fact that a person is entitled to consume natural medicine or natural medicine product does not constitute a defense against any charge for violation of an offense related to operation of a vehicle, aircraft, boat, machinery, or other device;
- A local jurisdiction is prohibited from adopting, enacting, or enforcing a conflicting law;
- A person or entity who occupies, owns, or controls a property may prohibit or otherwise regulate the cultivation or manufacture of natural medicine or natural medicine

product on or in that property.

The bill states that an act involving natural medicine or natural medicine product that is performed by a person:

- Does not solely constitute child abuse or neglect, or grounds for restricting or prohibiting family time;
- Does not solely constitute grounds for denying health insurance coverage;
- Does not solely constitute grounds for discrimination for organ donation; and
- Must not be considered for public assistance benefits eligibility, unless required by federal law.

The bill makes a person eligible to file a motion to have conviction records related to natural medicine or natural medicine product sealed immediately after the later date of final disposition or release from supervision.

Under federal law, certain expenses are disallowed under section 280E of the internal revenue code. Under state law, the state income tax code permits taxpayers who are licensed under the "Colorado Marijuana Code" to subtract expenses that are disallowed by section 280E of the internal revenue code. The bill expands this permission to taxpayers who are licensed under the "Colorado Natural Medicine Code".

| 1  | Be it enacted by the General Assembly of the State of Colorado:            |
|----|--|
| 2  | SECTION 1. In Colorado Revised Statutes, 12-170-102, amend                 |
| 3  | (1)(b); and <b>add</b> (2) as follows:                                     |
| 4  | <b>12-170-102.</b> Legislative declaration. (1) The voters of the state    |
| 5  | of Colorado find and declare that:   |
| 6  | (b) Coloradans are experiencing problematic mental health issues,          |
| 7  | including but not limited to suicidality, addiction, END-OF-LIFE DISTRESS, |
| 8  | depression, and anxiety.   |
| 9  | (2) THE GENERAL ASSEMBLY FINDS AND DECLARES THAT:                          |
| 10 | (a) CONSIDERABLE HARM MAY OCCUR TO <u>THE FEDERALLY</u>                    |
| 11 | RECOGNIZED AMERICAN TRIBES AND INDIGENOUS PEOPLE, COMMUNITIES,             |
| 12 | CULTURES, AND RELIGIONS IF NATURAL MEDICINE IS OVERLY                      |
| 13 | COMMODIFIED, COMMERCIALIZED, AND EXPLOITED IN A MANNER THAT                |
|    |  |

RESULTS IN THE ERASURE OF IMPORTANT CULTURAL AND RELIGIOUS
 CONTEXT;

3 (b) CONSIDERABLE HARM MAY OCCUR TO <u>THE FEDERALLY</u>
4 <u>RECOGNIZED AMERICAN TRIBES AND</u> INDIGENOUS PEOPLE, COMMUNITIES,
5 CULTURES, AND RELIGIONS IF FACILITATORS, HEALING CENTERS, AND
6 OTHER NATURAL MEDICINE LICENSEES WITH MINIMAL OR NO CONNECTION
7 TO TRADITIONAL USE OF NATURAL MEDICINE MISAPPROPRIATE OR EXPLOIT
8 TRIBAL AND INDIGENOUS CULTURES AND RELIGIONS;

9 (c) IT IS THE GENERAL ASSEMBLY'S INTENT TO ENSURE THAT THE 10 FEDERALLY RECOGNIZED AMERICAN TRIBES AND INDIGENOUS PEOPLE, 11 COMMUNITIES, CULTURES, AND RELIGIONS ARE HONORED AND RESPECTED 12 AS THE STATE LEGALIZES AND REGULATES NATURAL MEDICINE. BY 13 ENACTING LAWS, RULES, AND ORDERS TO IMPLEMENT THIS ARTICLE 170 14 AND ARTICLE 50 OF TITLE 44, THE GENERAL ASSEMBLY, DIVISION, AND 15 STATE LICENSING AUTHORITY SHALL CONSIDER THE POTENTIAL FOR 16 DIRECT AND INDIRECT HARM THAT MAY OCCUR TO THE FEDERALLY 17 RECOGNIZED AMERICAN TRIBES AND INDIGENOUS PEOPLE, COMMUNITIES, 18 CULTURES, AND RELIGIONS THAT HAVE A CONNECTION TO NATURAL 19 MEDICINE; AND

20 ALTHOUGH THERE MAY BE TREMENDOUS POTENTIAL IN (d)21 UTILIZING NATURAL MEDICINE FOR MANAGING VARIOUS MENTAL HEALTH 22 CONDITIONS, HEALING, AND SPIRITUAL GROWTH, THIS POTENTIAL MUST BE 23 APPROPRIATELY BALANCED WITH THE HEALTH AND SAFETY RISKS THAT IT 24 COULD POSE TO CONSUMERS AS WELL AS THE CULTURAL HARMS IT COULD 25 POSE TO THE FEDERALLY RECOGNIZED AMERICAN TRIBES AND INDIGENOUS 26 AND TRADITIONAL COMMUNITIES THAT HAVE CONNECTIONS TO NATURAL 27 MEDICINE.

-5-

1 SECTION 2. In Colorado Revised Statutes, repeal and reenact, 2 with amendments, 12-170-103 as follows: 3 **12-170-103.** Applicability of common provisions. ARTICLES 1 4 AND 20 OF THIS TITLE 12 APPLY, ACCORDING TO THEIR TERMS, TO THIS 5 ARTICLE 170. 6 **SECTION 3.** In Colorado Revised Statutes, repeal and reenact, 7 with amendments, 12-170-104 as follows: 8 **12-170-104. Definitions.** As used in this article 170, unless 9 THE CONTEXT OTHERWISE REQUIRES: 10 (1) "ADMINISTRATION SESSION" MEANS A SESSION CONDUCTED AT 11 A HEALING CENTER, OR ANOTHER LOCATION AS ALLOWED BY THIS ARTICLE 12 170 AND ARTICLE 50 OF TITLE 44, DURING WHICH A PARTICIPANT 13 CONSUMES AND EXPERIENCES THE EFFECTS OF REGULATED NATURAL 14 MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT UNDER THE 15 SUPERVISION OF A FACILITATOR. 16 (2) "BOARD" MEANS THE STATE NATURAL MEDICINE ADVISORY 17 BOARD CREATED IN SECTION 12-170-106. 18 (3) "DIRECTOR" MEANS THE DIRECTOR OF THE DIVISION OR THE 19 DIRECTOR'S DESIGNEE. "DIVISION" MEANS THE DIVISION OF PROFESSIONS AND 20 (4) 21 OCCUPATIONS CREATED IN THE DEPARTMENT PURSUANT TO SECTION 22 12-20-103. 23 (5) "FACILITATION" MEANS THE PERFORMANCE AND SUPERVISION 24 OF NATURAL MEDICINE SERVICES FOR A PARTICIPANT. 25 (6) "FACILITATOR" MEANS AN INDIVIDUAL WHO IS TWENTY-ONE 26 YEARS OF AGE OR OLDER; HAS THE NECESSARY QUALIFICATIONS, 27 TRAINING, EXPERIENCE, AND KNOWLEDGE, AS REQUIRED PURSUANT TO

-6-

THIS ARTICLE 170 OR RULES PROMULGATED PURSUANT TO THIS ARTICLE
 170, TO PERFORM AND SUPERVISE NATURAL MEDICINE SERVICES FOR A
 PARTICIPANT; AND IS LICENSED BY THE DIRECTOR TO ENGAGE IN THE
 PRACTICE OF FACILITATION.

5 (7) "HEALING CENTER" MEANS AN ENTITY LICENSED BY THE STATE
6 LICENSING AUTHORITY PURSUANT TO ARTICLE 50 OF TITLE 44 THAT
7 PERMITS A FACILITATOR TO PROVIDE AND SUPERVISE NATURAL MEDICINE
8 SERVICES FOR A PARTICIPANT.

9 (8) "HEALTH-CARE FACILITY" MEANS AN ENTITY THAT IS 10 LICENSED, CERTIFIED, OR OTHERWISE PERMITTED BY LAW TO ADMINISTER 11 MEDICAL TREATMENT IN THIS STATE, INCLUDING A HOSPITAL, CLINIC, 12 HOSPICE ENTITY, COMMUNITY MENTAL HEALTH CENTER, FEDERALLY 13 QUALIFIED HEALTH CENTER, RURAL HEALTH CLINIC, ORGANIZATION 14 PROVIDING A PROGRAM OF ALL-INCLUSIVE CARE FOR THE ELDERLY, 15 LONG-TERM CARE FACILITY, CONTINUING CARE RETIREMENT COMMUNITY, 16 OR OTHER TYPE OF ENTITY WHERE HEALTH CARE IS PROVIDED.

17 (9) "INTEGRATION SESSION" MEANS A MEETING BETWEEN A
18 PARTICIPANT AND FACILITATOR THAT OCCURS AFTER THE COMPLETION OF
19 AN ADMINISTRATION SESSION.

20 (10) "LOCAL JURISDICTION" MEANS A COUNTY, MUNICIPALITY, OR21 CITY AND COUNTY.

22 (11) (a) "NATURAL MEDICINE" MEANS THE FOLLOWING23 SUBSTANCES:

24 (I) PSILOCYBIN; OR

25 (II) PSILOCYN.

(b) IN ADDITION TO THE SUBSTANCES LISTED IN SUBSECTION
(11)(a) OF THIS SECTION, "NATURAL MEDICINE" INCLUDES:

-7-

(I) DIMETHYLTRYPTAMINE, IF RECOMMENDED BY THE BOARD AND
 APPROVED BY THE DIRECTOR AND THE EXECUTIVE DIRECTOR OF THE STATE
 LICENSING AUTHORITY FOR INCLUSION ON OR AFTER JUNE 1, 2026;

4 (II) IBOGAINE, IF RECOMMENDED BY THE BOARD AND APPROVED
5 BY THE DIRECTOR AND THE EXECUTIVE DIRECTOR OF THE STATE LICENSING
6 AUTHORITY; OR

7 (III) MESCALINE, IF RECOMMENDED BY THE BOARD AND APPROVED
8 BY THE DIRECTOR AND THE EXECUTIVE DIRECTOR OF THE STATE LICENSING
9 AUTHORITY FOR INCLUSION ON OR AFTER JUNE 1, 2026.

10 (c) "NATURAL MEDICINE" DOES NOT MEAN A SYNTHETIC OR
11 SYNTHETIC ANALOG OF THE SUBSTANCES LISTED IN SUBSECTIONS (11)(a)
12 AND (11)(b) OF THIS SECTION, INCLUDING A DERIVATIVE OF A NATURALLY
13 OCCURRING COMPOUND OF NATURAL MEDICINE THAT IS PRODUCED USING
14 CHEMICAL SYNTHESIS, CHEMICAL MODIFICATION, OR CHEMICAL
15 CONVERSION.

(d) NOTWITHSTANDING SUBSECTION (11)(b)(III) OF THIS SECTION,
"MESCALINE" DOES NOT INCLUDE PEYOTE, MEANING ALL PARTS OF THE
PLANT CLASSIFIED BOTANICALLY AS LOPHOPHORA WILLIAMSII LEMAIRE,
WHETHER GROWING OR NOT; ITS SEED; ANY EXTRACT FROM ANY PART OF
THE PLANT, AND EVERY COMPOUND, SALT, DERIVATIVE, MIXTURE, OR
PREPARATION OF THE PLANT; OR ITS SEEDS OR EXTRACTS.

(12) "NATURAL MEDICINE PRODUCT" MEANS A PRODUCT INFUSED
WITH NATURAL MEDICINE THAT IS INTENDED FOR CONSUMPTION.

(13) "NATURAL MEDICINE SERVICES" MEANS A PREPARATION
session, administration session, and integration session provided
pursuant to this article 170.

27 (14) "PARTICIPANT" MEANS AN INDIVIDUAL WHO IS TWENTY-ONE

-8-

YEARS OF AGE OR OLDER AND WHO RECEIVES NATURAL MEDICINE
 SERVICES PERFORMED BY AND UNDER THE SUPERVISION OF A FACILITATOR.

3 (15) "PREPARATION SESSION" MEANS A MEETING BETWEEN A
4 PARTICIPANT AND FACILITATOR THAT OCCURS BEFORE AN
5 ADMINISTRATION SESSION. "PREPARATION SESSION" DOES NOT MEAN AN
6 INITIAL CONSULTATION, AN INQUIRY, OR RESPONSE ABOUT NATURAL
7 MEDICINE SERVICES.

8 (16) "REGULATED NATURAL MEDICINE" MEANS NATURAL 9 MEDICINE THAT IS CULTIVATED, MANUFACTURED, TESTED, STORED, 10 DISTRIBUTED, TRANSPORTED, TRANSFERRED, OR DISPENSED PURSUANT TO 11 ARTICLE 50 OF TITLE 44.

12 (17) "REGULATED NATURAL MEDICINE PRODUCT" MEANS NATURAL
13 MEDICINE PRODUCT THAT IS CULTIVATED, MANUFACTURED, TESTED,
14 STORED, DISTRIBUTED, TRANSPORTED, TRANSFERRED, OR DISPENSED
15 PURSUANT TO ARTICLE 50 OF TITLE 44.

16 (18) "REMUNERATION" MEANS ANYTHING OF VALUE, INCLUDING
17 MONEY, REAL PROPERTY, TANGIBLE AND INTANGIBLE PERSONAL
18 PROPERTY, CONTRACT RIGHT, CHOSE IN ACTION, SERVICE, AND ANY RIGHT
19 OF USE OR EMPLOYMENT OR PROMISE OR AGREEMENT CONNECTED
20 <u>THEREWITH, BUSINESS PROMOTION, OR COMMERCIAL ACTIVITY.</u>

(19) "STATE LICENSING AUTHORITY" MEANS THE AUTHORITY
CREATED FOR THE PURPOSE OF REGULATING AND CONTROLLING THE
LICENSING OF THE CULTIVATION, MANUFACTURING, TESTING, STORING,
DISTRIBUTION, TRANSPORTATION, TRANSFER, AND DISPENSATION OF
REGULATED NATURAL MEDICINE AND REGULATED NATURAL MEDICINE
PRODUCT IN THIS STATE PURSUANT TO SECTION 44-50-201.

27 SECTION 4. In Colorado Revised Statutes, repeal and reenact,

-9-

1 with amendments, 12-170-105 as follows:

12-170-105. Director powers and duties - prohibition - rules.
(1) IN ADDITION TO ANY OTHER POWERS AND DUTIES GRANTED OR
IMPOSED ON THE DIRECTOR PURSUANT TO THIS ARTICLE 170 OR BY ANY
OTHER LAW, THE DIRECTOR HAS THE FOLLOWING POWERS AND DUTIES:

6 (a) TO PROMULGATE RULES PURSUANT TO SECTION 12-20-204
7 CONCERNING THE FOLLOWING SUBJECTS:

8 (I) REQUIREMENTS FOR THE SAFE PROVISION OF REGULATED
9 NATURAL MEDICINE, REGULATED NATURAL MEDICINE PRODUCT, AND
10 NATURAL MEDICINE SERVICES TO A PARTICIPANT, INCLUDING:

(A) PARAMETERS FOR A PREPARATION SESSION, AN
ADMINISTRATION SESSION, AND AN INTEGRATION SESSION, INCLUDING
REQUIREMENTS FOR PROVIDING AND VERIFYING THE COMPLETION OF EACH
SESSION; WHETHER ANY OF THE SESSIONS MAY BE CONDUCTED USING
TELEPHONE OR AUDIO-VISUAL COMMUNICATION TECHNOLOGY; AND ANY
TIMELINESS REQUIREMENTS FOR WHEN EACH SESSION MUST BE COMPLETED
IN RELATION TO THE OTHER SESSIONS;

18 (B) HEALTH AND SAFETY WARNINGS THAT MUST BE PROVIDED TO
19 A PARTICIPANT BEFORE THE PREPARATION SESSION, ADMINISTRATION
20 SESSION, AND INTEGRATION SESSION BEGIN;

21 (C) EDUCATIONAL MATERIALS THAT MUST BE PROVIDED TO A
22 PARTICIPANT BEFORE THE PREPARATION SESSION, ADMINISTRATION
23 SESSION, AND INTEGRATION SESSION BEGIN;

(D) A FORM THAT A PARTICIPANT, FACILITATOR, AND AN
AUTHORIZED REPRESENTATIVE OF THE HEALING CENTER MUST SIGN,
UNLESS THE FACILITATOR IS A SOLE PRACTITIONER, THEN ONLY THE
PARTICIPANT AND FACILITATOR MUST SIGN, BEFORE THE PREPARATION

1 SESSION, ADMINISTRATION SESSION, AND INTEGRATION SESSION BEGIN. AT 2 A MINIMUM, THE FORM MUST PROVIDE THAT THE PARTICIPANT PROVIDED 3 THE PARTICIPANT'S COMPLETE AND ACCURATE HEALTH INFORMATION TO 4 THE FACILITATOR AND THAT THE FACILITATOR PROVIDED TO THE 5 PARTICIPANT IDENTIFIED RISK FACTORS BASED UPON THE PARTICIPANT'S 6 PROVIDED HEALTH INFORMATION AND DRUG CONTRAINDICATIONS; 7 PARTICIPANT EXPECTATIONS OF THE NATURAL MEDICINE SERVICES; 8 PARAMETERS FOR PHYSICAL CONTACT DURING NATURAL MEDICINE 9 SERVICES, THE REQUIREMENT OF INFORMED CONSENT PERMITTING 10 PHYSICAL CONTACT, AND THE RIGHT TO WITHDRAW CONSENT FOR 11 PHYSICAL CONTACT; AND RISKS OF PARTICIPATING IN NATURAL MEDICINE 12 SERVICES.

13 (E) PROPER SUPERVISION BY THE FACILITATOR DURING THE
14 ADMINISTRATION SESSION, AND REQUIREMENTS TO ENSURE THAT THE
15 PARTICIPANT HAS A DISCHARGE PLAN OR SAFE TRANSPORTATION FROM
16 THE HEALING CENTER;

17 (F) PROVISIONS FOR GROUP ADMINISTRATION SESSIONS,
18 INCLUDING REQUIREMENTS FOR AN ADMINISTRATION SESSION THAT HAS
19 ONE OR MORE FACILITATORS PERFORMING AND SUPERVISING THE
20 ADMINISTRATION SESSION FOR MORE THAN ONE PARTICIPANT;

21 (G) PROVISIONS TO PERMIT A FACILITATOR TO REFUSE TO PROVIDE
 22 NATURAL MEDICINE SERVICES TO A PERSON BASED UPON HEALTH AND
 23 SAFETY RISKS, OR CIRCUMSTANCES PROMULGATED BY RULE; AND

(H) THE DOSAGE LIMIT OF REGULATED NATURAL MEDICINE OR
REGULATED NATURAL MEDICINE PRODUCT THAT MAY BE PROVIDED TO A
PARTICIPANT FOR CONSUMPTION DURING AN ADMINISTRATION SESSION.
(II) REQUIREMENTS FOR THE LICENSING OF FACILITATORS,

-11-

PRACTICE OF FACILITATION, AND PROFESSIONAL CONDUCT OF
 FACILITATORS, INCLUDING:

3 (A) THE FORM AND PROCEDURES FOR APPLYING FOR A NEW
4 LICENSE OR RENEWING OR REINSTATING A LICENSE ISSUED PURSUANT TO
5 THIS ARTICLE 170;

6 (B) THE EDUCATIONAL AND EXPERIENTIAL REQUIREMENTS AND 7 QUALIFICATIONS FOR AN INDIVIDUAL TO BECOME A FACILITATOR, 8 INCLUDING EDUCATION AND TRAINING ON PARTICIPANT SAFETY, DRUG 9 INTERACTIONS, CONTRAINDICATIONS, MENTAL HEALTH AND STATE, 10 PHYSICAL HEALTH AND STATE, SOCIAL AND CULTURAL CONSIDERATIONS, 11 PREPARATION, ADMINISTRATION, INTEGRATION, AND ETHICS. THE 12 EDUCATIONAL REQUIREMENTS MUST NOT REQUIRE A PROFESSIONAL 13 LICENSE OR PROFESSIONAL DEGREE OTHER THAN A FACILITATOR LICENSE 14 ISSUED PURSUANT TO THIS ARTICLE 170, EXCEPT THAT IF THERE ARE 15 MULTIPLE TIERS OF FACILITATOR LICENSES, AN ADVANCED TIER OF 16 FACILITATOR LICENSES MAY REQUIRE ANOTHER PROFESSIONAL LICENSE OR 17 PROFESSIONAL DEGREE;

18 (C) OVERSIGHT AND SUPERVISION REQUIREMENTS, INCLUDING
19 PROFESSIONAL RESPONSIBILITY STANDARDS AND CONTINUING EDUCATION
20 REQUIREMENTS;

(D) ESTABLISHMENT OF PROFESSIONAL STANDARDS OF CONDUCT
TO PRACTICE FACILITATION, OR A LICENSE, REGISTRATION, PERMIT, OR
CERTIFICATION PURSUANT TO THIS ARTICLE 170;

(E) PARAMETERS FOR PHYSICAL CONTACT WITH A PARTICIPANT
DURING NATURAL MEDICINE SERVICES, INCLUDING REQUIREMENTS FOR
OBTAINING SIGNED INFORMED CONSENT FOR PERMISSIBLE PHYSICAL
CONTACT AND PERMITTING A PARTICIPANT TO WITHDRAW CONSENT FOR

-12-

PERMISSIBLE PHYSICAL CONTACT WITH A PARTICIPANT IN ANY MANNER
 AND AT ANY TIME;

3 (F) PERMITTING REMUNERATION FOR THE PROVISION OF NATURAL
4 MEDICINE SERVICES;

5 (G) PERMITTING PROVISION OF GROUP ADMINISTRATION SESSIONS 6 BY ONE FACILITATOR WHO IS PERFORMING AND SUPERVISING THE 7 ADMINISTRATION SESSION FOR MORE THAN ONE PARTICIPANT, AND 8 ESTABLISH A LIMIT ON THE TOTAL NUMBER OF PARTICIPANTS WHO MAY 9 PARTICIPATE IN A GROUP ADMINISTRATION SESSION THAT IS PERFORMED 10 AND SUPERVISED BY ONE FACILITATOR;

11 RECORD-KEEPING, PRIVACY, AND CONFIDENTIALITY (H)12 REQUIREMENTS FOR LICENSEES, REGISTRANTS, PERMITTEES, AND 13 CERTIFICATE HOLDERS, INCLUDING PROTECTIONS PREVENTING DISCLOSURE 14 OF A PROSPECTIVE PARTICIPANT'S OR PARTICIPANT'S PERSONALLY 15 IDENTIFIABLE INFORMATION TO THE PUBLIC, THIRD PARTIES, OR ANY 16 GOVERNMENT AGENCY, EXCEPT AS ALLOWED FOR PURPOSES EXPRESSLY 17 STATED PURSUANT TO THIS ARTICLE 170, RULES PROMULGATED PURSUANT 18 TO THIS ARTICLE 170, ARTICLE 50 OF TITLE 44, \_\_\_\_ RULES PROMULGATED 19 PURSUANT TO ARTICLE 50 OF TITLE 44, OR FOR STATE OR LOCAL LAW 20 ENFORCEMENT AGENCIES TO ACCESS RECORDS AND INFORMATION FOR 21 OTHER STATE OR LOCAL LAW ENFORCEMENT. THE INFORMATION OR 22 RECORDS RELATED TO A PARTICIPANT CONSTITUTE MEDICAL DATA AS 23 DESCRIBED IN SECTION 24-72-204 (3)(a)(I), AND THE INFORMATION OR 24 RECORDS MAY ONLY BE DISCLOSED TO THOSE PERSONS DIRECTLY 25 INVOLVED WITH AN ACTIVE INVESTIGATION OR PROCEEDING.

26 (I) PARAMETERS FOR A FACILITATOR'S PERMISSIBLE AND
27 PROHIBITED FINANCIAL INTERESTS IN A HEALING CENTER, LICENSE

-13-

PURSUANT TO THIS ARTICLE 170, OR LICENSE PURSUANT TO ARTICLE 50 OF
 TITLE 44; EXCEPT THAT A FACILITATOR MAY NOT HAVE A FINANCIAL
 INTEREST IN MORE THAN <u>FIVE</u> NATURAL MEDICINE BUSINESS LICENSES
 PURSUANT TO ARTICLE 50 OF TITLE 44.

5 (J) PARAMETERS FOR A FACILITATOR TO PROVIDE AND SUPERVISE
6 NATURAL MEDICINE SERVICES AT AN AUTHORIZED LOCATION THAT IS NOT
7 A HEALING CENTER'S LICENSED PREMISES, INCLUDING A HEALTH-CARE
8 FACILITY OR A PRIVATE RESIDENCE;

9 (K) STANDARDS FOR ADVERTISING AND MARKETING A LICENSEE'S 10 SERVICES, INCLUDING: AVOIDING THE MISAPPROPRIATION AND 11 EXPLOITATION OF THE FEDERALLY RECOGNIZED AMERICAN TRIBES AND 12 INDIGENOUS PEOPLE, COMMUNITIES, CULTURES, AND RELIGIONS; AVOIDING 13 THE EXCESSIVE COMMERCIALIZATION OF NATURAL MEDICINE, NATURAL 14 MEDICINE PRODUCT, AND NATURAL MEDICINE SERVICES; PROHIBITING 15 ADVERTISING AND MARKETING OF NATURAL MEDICINE, NATURAL 16 MEDICINE PRODUCT, AND NATURAL MEDICINE SERVICES DIRECTED TO 17 INDIVIDUALS WHO ARE UNDER TWENTY-ONE YEARS OF AGE; AND OTHER 18 PARAMETERS DETERMINED NECESSARY BY THE DIRECTOR.

(III) ANY RULES NECESSARY TO DIFFERENTIATE BETWEEN THE
TYPES OF REGULATED NATURAL MEDICINE OR REGULATED NATURAL
MEDICINE PRODUCT PROVIDED FOR PARTICIPANT CONSUMPTION DURING AN
ADMINISTRATION SESSION BASED ON QUALITIES, TRADITIONAL USES, AND
SAFETY PROFILE;

(IV) ANY RULES DETERMINED NECESSARY BY THE DIRECTOR
RELATED TO THE POWERS OR DUTIES GRANTED OR IMPOSED ON THE
DIRECTOR PURSUANT TO THIS ARTICLE 170 OR BY ANY OTHER LAW; AND
(V) ANY OTHER MATTERS DETERMINED NECESSARY BY THE

-14-

1 DIRECTOR TO IMPLEMENT OR ADMINISTER THIS ARTICLE 170.

2 (b) BEGINNING ON OR BEFORE DECEMBER 31, 2024, TO REVIEW 3 APPLICATIONS IN THE FORM AND MANNER DETERMINED BY THE DIRECTOR 4 FOR NEW LICENSES, REGISTRATIONS, PERMITS, OR CERTIFICATES AFTER 5 PAYMENT OF THE REQUIRED FEE AND TO GRANT OR DENY LICENSES, 6 REGISTRATIONS, PERMITS, OR CERTIFICATES AS PROVIDED IN THIS ARTICLE 7 170 or a rule promulgated pursuant to this article 170. The 8 DIVISION SHALL PRIORITIZE REVIEWING APPLICATIONS FROM APPLICANTS 9 WHO HAVE ESTABLISHED RESIDENCY IN COLORADO.

10 (c) TO ESTABLISH LICENSES, REGISTRATIONS, PERMITS, OR
11 CERTIFICATES DETERMINED NECESSARY BY THE DIRECTOR TO IMPLEMENT
12 OR ADMINISTER THIS ARTICLE 170, AND TO ESTABLISH ELIGIBILITY
13 REQUIREMENTS AND PRIVILEGES UNDER THE LICENSES, REGISTRATIONS,
14 PERMITS, OR CERTIFICATES;

15 (d) TO ESTABLISH, WHEN FINANCIALLY FEASIBLE, PROCEDURES, 16 POLICIES, AND PROGRAMS TO ENSURE THIS ARTICLE 170 AND RULES 17 PROMULGATED PURSUANT TO THIS ARTICLE 170 ARE EQUITABLE AND 18 INCLUSIVE AND PROMOTE THE LICENSING, REGISTRATION, AND PERMITTING 19 OF, AND PROVISION OF NATURAL MEDICINE AND NATURAL MEDICINE 20 PRODUCT TO, PERSONS FROM COMMUNITIES THAT HAVE BEEN 21 DISPROPORTIONATELY HARMED BY HIGH RATES OF ARREST FOR 22 CONTROLLED SUBSTANCES, PERSONS WHO FACE BARRIERS TO 23 HEALTH-CARE ACCESS, PERSONS WHO HAVE TRADITIONAL, TRIBAL, OR 24 INDIGENOUS HISTORY WITH NATURAL MEDICINE OR NATURAL MEDICINE 25 PRODUCT, OR TO PERSONS WHO ARE VETERANS. THE DIRECTOR MAY 26 CONSULT THE BOARD WHEN CONSIDERING PROCEDURES, POLICIES, AND 27 PROGRAMS PURSUANT TO THIS SUBSECTION (1)(d).

-15-

1 (e) TO CONDUCT INVESTIGATIONS AND HEARINGS, GATHER 2 EVIDENCE, AND PURSUE DISCIPLINARY ACTIONS PURSUANT TO SECTIONS 3 12-20-403, 12-20-404, AND 24-4-105, AND THIS ARTICLE 170, WITH 4 RESPECT TO LICENSES, REGISTRATIONS, PERMITS, OR CERTIFICATES WHEN 5 THE DIRECTOR HAS REASONABLE CAUSE TO BELIEVE THAT AN INDIVIDUAL 6 OR ENTITY IS VIOLATING THIS ARTICLE 170 OR A RULE PROMULGATED 7 PURSUANT TO THIS ARTICLE 170;

8 (f) TO TAKE DISCIPLINARY OR OTHER ACTION AS AUTHORIZED IN 9 SECTION 12-20-404 OR LIMIT THE SCOPE OF PRACTICE OF AN APPLICANT, 10 LICENSEE, REGISTRANT, PERMITTEE, OR CERTIFICATE HOLDER UPON PROOF 11 OF A VIOLATION OF THIS ARTICLE 170 OR A RULE PROMULGATED 12 PURSUANT TO THIS ARTICLE 170;

13 (g) TO ISSUE CEASE-AND-DESIST ORDERS UNDER THE
14 CIRCUMSTANCES AND IN ACCORDANCE WITH THE PROCEDURES SPECIFIED
15 IN SECTION 12-20-405;

(h) (I) TO PETITION A DISTRICT COURT FOR AN INVESTIGATIVE
SUBPOENA APPLICABLE TO A PERSON WHO IS NOT LICENSED, REGISTERED,
PERMITTED, OR CERTIFIED PURSUANT TO THIS ARTICLE 170 TO OBTAIN
DOCUMENTS OR INFORMATION NECESSARY TO ENFORCE A PROVISION OF
THIS ARTICLE 170 OR A RULE PROMULGATED PURSUANT TO THIS ARTICLE
170 AFTER REASONABLE EFFORTS HAVE BEEN MADE TO OBTAIN
REQUESTED DOCUMENTS OR INFORMATION WITHOUT A SUBPOENA;

(II) TO APPLY TO ANY COURT OF COMPETENT JURISDICTION TO
TEMPORARILY RESTRAIN OR PRELIMINARILY OR PERMANENTLY ENJOIN THE
ACT IN QUESTION OF AN INDIVIDUAL WHO OR ENTITY THAT IS NOT
LICENSED, REGISTERED, PERMITTED, OR CERTIFIED PURSUANT TO THIS
ARTICLE 170 AND TO ENFORCE COMPLIANCE WITH THIS ARTICLE 170 OR A

RULE PROMULGATED PURSUANT TO THIS ARTICLE 170 WHENEVER IT
 APPEARS TO THE DIRECTOR UPON SUFFICIENT EVIDENCE SATISFACTORY TO
 THE DIRECTOR THAT AN INDIVIDUAL OR ENTITY HAS BEEN OR IS
 COMMITTING AN ACT PROHIBITED BY THIS ARTICLE 170 OR A RULE
 PROMULGATED PURSUANT TO THIS ARTICLE 170, AND THE ACT:

6

(A) THREATENS PUBLIC HEALTH OR SAFETY; OR

7 (B) CONSTITUTES AN UNLAWFUL ACT FOR WHICH THE INDIVIDUAL
8 OR ENTITY DOES NOT HOLD THE REQUIRED LICENSE, REGISTRATION,
9 PERMIT, OR CERTIFICATE PURSUANT TO THIS ARTICLE 170 OR A RULE
10 PROMULGATED PURSUANT TO THIS ARTICLE 170;

(i) TO MAINTAIN AND UPDATE AN ONLINE LIST THAT IS ACCESSIBLE
TO THE PUBLIC OF LICENSEES, REGISTRANTS, PERMITTEES, AND
CERTIFICATE HOLDERS THAT INCLUDES WHETHER THE LICENSEE,
REGISTRANT, PERMITTEE, OR CERTIFICATE HOLDER HAS HAD ITS LICENSE,
REGISTRATION, PERMIT, OR CERTIFICATE LIMITED, SUSPENDED, OR
REVOKED IN ACCORDANCE WITH A DISCIPLINARY ACTION PURSUANT TO
THIS ARTICLE 170;

18 (i) IN COORDINATION WITH THE STATE LICENSING AUTHORITY 19 PURSUANT TO SECTION 44-50-202 (1)(k), ANNUALLY PUBLISH A PUBLICLY 20 AVAILABLE REPORT CONCERNING THE IMPLEMENTATION AND 21 ADMINISTRATION OF THIS ARTICLE 170 AND ARTICLE 50 OF TITLE 44. THE 22 REPORT MUST USE RELEVANT DATA. AS DETERMINED BY THE DIRECTOR 23 AND THE STATE LICENSING AUTHORITY, AND MUST NOT DISCLOSE THE 24 IDENTITY OF ANY PARTICIPANT OR INCLUDE ANY INFORMATION THAT 25 COULD DISCLOSE THE IDENTITY OF A PARTICIPANT.

26 (k) PERFORM OTHER FUNCTIONS AND DUTIES NECESSARY TO27 ADMINISTER THIS ARTICLE 170.

-17-

1 (2) THE DIRECTOR SHALL CONSULT THE BOARD WHEN 2 CONSIDERING AND PROMULGATING RULES PURSUANT TO THIS ARTICLE 170.

3 (3) THE DIVISION HAS AUTHORITY TO COLLECT AVAILABLE AND
4 RELEVANT DATA NECESSARY TO PERFORM FUNCTIONS AND DUTIES
5 NECESSARY TO ADMINISTER THIS ARTICLE 170.

6 (4) THE DIRECTOR OR A DIVISION EMPLOYEE WITH REGULATORY 7 OVERSIGHT RESPONSIBILITIES FOR LICENSEES, PERMITTEES, REGISTRANTS, 8 OR CERTIFICATE HOLDERS PURSUANT TO THIS ARTICLE 170 SHALL NOT 9 WORK FOR, REPRESENT, PROVIDE CONSULTING SERVICES TO, OR 10 OTHERWISE DERIVE PECUNIARY GAIN FROM A LICENSEE, PERMITTEE, 11 REGISTRANT, OR CERTIFICATE HOLDER THAT IS REGULATED PURSUANT TO 12 THIS ARTICLE 170 OR ANY OTHER BUSINESS ESTABLISHED FOR THE 13 PRIMARY PURPOSE OF PROVIDING SERVICES TO THE NATURAL MEDICINE 14 INDUSTRY FOR A PERIOD OF SIX MONTHS AFTER THE EMPLOYEE'S LAST DAY 15 OF EMPLOYMENT WITH THE DIVISION.

SECTION 5. In Colorado Revised Statutes, repeal and reenact,
with amendments, 12-170-106 as follows:

18 12-170-106. Board - creation - appointment - duties - report.
(1) THERE IS CREATED WITHIN THE DIVISION A NATURAL MEDICINE
20 ADVISORY BOARD, WHICH CONSISTS OF FIFTEEN MEMBERS, TO ADVISE THE
21 DIVISION AND THE STATE LICENSING AUTHORITY CONCERNING THE
22 IMPLEMENTATION OF THIS ARTICLE 170 AND ARTICLE 50 OF TITLE 44.

(2) THE GOVERNOR SHALL APPOINT INITIAL BOARD MEMBERS ON
OR BEFORE JANUARY 31, 2023, WITH CONSENT OF THE SENATE. THE
MEMBERS MUST INCLUDE:

26 (a) SEVEN MEMBERS WITH SIGNIFICANT EXPERTISE AND
27 EXPERIENCE IN ONE OR MORE OF THE FOLLOWING AREAS: NATURAL

-18-

MEDICINE THERAPY, MEDICINE, AND RESEARCH; MYCOLOGY AND NATURAL
 MEDICINE CULTIVATION; LICENSEE QUALIFICATIONS; EMERGENCY MEDICAL
 SERVICES AND SERVICES PROVIDED BY FIRST RESPONDERS; MENTAL AND
 BEHAVIORAL HEALTH CARE; HEALTH-CARE INSURANCE AND HEALTH-CARE
 POLICY; AND PUBLIC HEALTH, DRUG POLICY, AND HARM REDUCTION; AND

6 (b) EIGHT MEMBERS WITH SIGNIFICANT EXPERTISE AND 7 EXPERIENCE IN ONE OR MORE OF THE FOLLOWING AREAS: RELIGIOUS USE 8 OF NATURAL MEDICINES; ISSUES CONFRONTING VETERANS; TRADITIONAL 9 TRIBAL OR INDIGENOUS USE OF NATURAL MEDICINES; LEVELS AND 10 DISPARITIES IN ACCESS TO HEALTH-CARE SERVICES AMONG DIFFERENT 11 COMMUNITIES; AND PAST CRIMINAL JUSTICE REFORM EFFORTS IN 12 COLORADO. AT LEAST ONE OF THE EIGHT MEMBERS MUST HAVE EXPERTISE 13 OR EXPERIENCE IN TRADITIONAL, TRIBAL, OR INDIGENOUS USE OF 14 NATURAL MEDICINES.

15 (3) THE BOARD INCLUDES THE EXECUTIVE DIRECTOR OF THE
16 DEPARTMENT OF REVENUE, OR THE EXECUTIVE DIRECTOR'S DESIGNEE,
17 SERVING AS A NON-VOTING MEMBER.

18 (4) (a) FOR THE INITIAL BOARD, SEVEN OF THE MEMBERS ARE
19 APPOINTED TO A TERM OF TWO YEARS AND EIGHT MEMBERS ARE
20 APPOINTED TO A TERM OF FOUR YEARS AS DESIGNATED IN THE
21 GOVERNOR'S APPOINTMENT.

(b) AT THE EXPIRATION OF THE TERMS OF THE MEMBERS OF THE
INITIAL BOARD PURSUANT TO SUBSECTION (2) OF THIS SECTION, THE
GOVERNOR SHALL APPOINT MEMBERS TO THE BOARD, WITHOUT CONSENT
OF THE SENATE. EACH MEMBER APPOINTED BY THE GOVERNOR IS
APPOINTED TO A TERM OF FOUR YEARS.

27 (c) EXCEPT FOR THE EXECUTIVE DIRECTOR OF THE STATE

-19-

LICENSING AUTHORITY, OR THE EXECUTIVE DIRECTOR'S DESIGNEE,
 MEMBERS OF THE BOARD MAY SERVE UP TO TWO CONSECUTIVE TERMS.
 MEMBERS ARE SUBJECT TO REMOVAL FOR MISCONDUCT, INCOMPETENCE,
 NEGLECT OF DUTY, OR UNPROFESSIONAL CONDUCT.

5 (5) THE BOARD SHALL MAKE RECOMMENDATIONS TO THE
6 DIRECTOR AND STATE LICENSING AUTHORITY RELATED TO, BUT NOT
7 LIMITED TO, THE FOLLOWING AREAS:

8 (a) ACCURATE PUBLIC HEALTH APPROACHES REGARDING USE, 9 <u>BENEFITS, HARMS,</u> AND RISK REDUCTION FOR NATURAL MEDICINE AND 10 NATURAL MEDICINE PRODUCT AND THE CONTENT AND SCOPE OF 11 EDUCATIONAL CAMPAIGNS RELATED TO NATURAL MEDICINE AND NATURAL 12 MEDICINE PRODUCT;

(b) RESEARCH RELATED TO THE EFFICACY AND REGULATION OF
NATURAL MEDICINE AND NATURAL MEDICINE PRODUCT, INCLUDING
RECOMMENDATIONS RELATED TO PRODUCT SAFETY, HARM REDUCTION,
AND CULTURAL RESPONSIBILITY;

17 (c) THE PROPER CONTENT OF TRAINING PROGRAMS, EDUCATIONAL
18 AND EXPERIENTIAL REQUIREMENTS, AND QUALIFICATIONS FOR
19 FACILITATORS. WHEN CONSIDERING RECOMMENDATIONS MADE PURSUANT
20 TO THIS SUBSECTION (5)(c), THE BOARD MAY CONSIDER:

(I) TIERED FACILITATOR LICENSING, FOR THE PURPOSE OF
REQUIRING VARYING LEVELS OF EDUCATION AND TRAINING DEPENDENT
UPON THE TYPE OF PARTICIPANT THAT THE FACILITATOR WILL BE
PROVIDING SERVICES TO AND THE TYPE OF SERVICES THE FACILITATOR
WILL BE PROVIDING;

26 (II) LIMITED WAIVERS OF EDUCATION AND TRAINING
27 REQUIREMENTS BASED UPON THE APPLICANT'S PRIOR EXPERIENCE,

-20-

1 TRAINING, OR SKILLS, INCLUDING BUT NOT LIMITED TO NATURAL MEDICINE

2 OR NATURAL MEDICINE PRODUCT; AND

3 (III) THE REMOVAL OF UNREASONABLE FINANCIAL OR LOGISTICAL
4 BARRIERS THAT MAKE OBTAINING A FACILITATOR LICENSE COMMERCIALLY
5 UNREASONABLE FOR INDIVIDUALS, INCLUDING LOW-INCOME INDIVIDUALS.

6 (d)AFFORDABLE, EQUITABLE, ETHICAL, AND CULTURALLY 7 RESPONSIBLE ACCESS TO NATURAL MEDICINE AND NATURAL MEDICINE 8 PRODUCT AND REQUIREMENTS TO ENSURE THIS ARTICLE 170 IS EQUITABLE 9 AND INCLUSIVE. IN PERFORMING THIS REQUIREMENT, THE BOARD MAY 10 CONSIDER MAKING RECOMMENDATIONS ON WAYS TO REDUCE THE COSTS 11 OF LICENSURE FOR LOW-INCOME INDIVIDUALS, FOR PROVIDING INCENTIVES 12 FOR THE PROVISION OF NATURAL MEDICINE SERVICES AT A REDUCED COST 13 TO INDIVIDUALS WITH LOW INCOME, AND PROVIDING INCENTIVES FOR THE 14 PROVISION OF NATURAL MEDICINE SERVICES IN GEOGRAPHIC AND 15 CULTURALLY DIVERSE REGIONS OF THE STATE.

16 (e) APPROPRIATE REGULATORY CONSIDERATIONS FOR EACH TYPE
17 OF NATURAL MEDICINE, AND THE PREPARATION SESSION, ADMINISTRATION
18 SESSION, AND INTEGRATION SESSION;

19 (f) THE ADDITION OF OTHER TYPES OF NATURAL MEDICINE TO THIS 20 ARTICLE 170 and article 50 of title 44 pursuant to section 21 12-170-104 (11)(b)(I), (11)(b)(II), OR (11)(b)(III) BASED ON AVAILABLE 22 MEDICAL, PSYCHOLOGICAL, AND SCIENTIFIC STUDIES, RESEARCH, AND 23 OTHER INFORMATION RELATED TO THE SAFETY AND EFFICACY OF EACH 24 NATURAL MEDICINE, AND SHALL PRIORITIZE CONSIDERING THE ADDITION 25 OF IBOGAINE PURSUANT TO SECTION 12-170-104 (11)(b)(II), TO THIS 26 ARTICLE 170, AND ARTICLE 50 OF TITLE 44;

27 (g) All rules to be promulgated by the director pursuant

-21-

TO THIS ARTICLE 170, AND THE STATE LICENSING AUTHORITY PURSUANT
 TO ARTICLE 50 OF TITLE 44; AND

3 (h) REQUIREMENTS FOR ACCURATE AND COMPLETE DATA
4 COLLECTION, REPORTING, AND PUBLICATION OF INFORMATION RELATED TO
5 THE IMPLEMENTATION OF THIS ARTICLE 170.

6 (6) THE BOARD SHALL, ON AN ONGOING BASIS, REVIEW AND 7 EVALUATE EXISTING AND CURRENT RESEARCH, STUDIES, AND REAL-WORLD 8 DATA RELATED TO NATURAL MEDICINE AND MAKE RECOMMENDATIONS TO 9 THE GENERAL ASSEMBLY AND OTHER RELEVANT STATE AGENCIES AS TO 10 WHETHER NATURAL MEDICINE, NATURAL MEDICINE PRODUCT, NATURAL 11 MEDICINE SERVICES, AND ASSOCIATED SERVICES SHOULD BE COVERED 12 UNDER HEALTH FIRST COLORADO OR OTHER INSURANCE PROGRAMS AS A 13 COST-EFFECTIVE INTERVENTION FOR VARIOUS MENTAL HEALTH 14 CONDITIONS, INCLUDING, BUT NOT LIMITED TO, END-OF-LIFE DISTRESS, 15 SUBSTANCE USE DISORDER, ALCOHOL USE DISORDER, DEPRESSIVE 16 DISORDERS, NEUROLOGICAL DISORDERS, CLUSTER HEADACHES, AND 17 POST-TRAUMATIC STRESS DISORDER.

18 (7) THE BOARD SHALL, ON AN ONGOING BASIS, REVIEW AND
19 EVALUATE SUSTAINABILITY ISSUES RELATED TO NATURAL MEDICINE AND
20 NATURAL MEDICINE PRODUCT AND THE IMPACT ON <u>TRIBAL AND</u>
21 INDIGENOUS CULTURES AND DOCUMENT EXISTING RECIPROCITY EFFORTS
22 AND CONTINUING SUPPORT MEASURES THAT ARE NEEDED.

(8) THE BOARD SHALL PUBLISH AN ANNUAL REPORT DESCRIBING
its activities, including the recommendations and advice
provided to the director, the state licensing authority, and the
general assembly.

27 (9) The division shall provide reasonable requested

-22-

TECHNICAL, LOGISTICAL, AND OTHER SUPPORT TO THE BOARD TO ASSIST
 THE BOARD WITH ITS DUTIES AND OBLIGATIONS.

3 SECTION 6. In Colorado Revised Statutes, repeal and reenact,
4 with amendments, 12-170-107 as follows:

5 12-170-107. Federally recognized American tribes and 6 **Indigenous community working group - creation - duties.** (1) THE 7 DIRECTOR SHALL ESTABLISH THE FEDERALLY RECOGNIZED AMERICAN 8 TRIBES AND INDIGENOUS COMMUNITY WORKING GROUP FOR THE PURPOSE 9 OF ENGAGING AND CREATING A DIALOGUE TO IDENTIFY ISSUES RELATED 10 TO THE COMMERCIALIZATION OF NATURAL MEDICINE, NATURAL MEDICINE 11 PRODUCT, AND NATURAL MEDICINE SERVICES FOR TRIBAL AND 12 INDIGENOUS PEOPLE, COMMUNITIES, CULTURES, AND RELIGIONS. THE 13 COMMUNITY WORKING GROUP SHALL STUDY THE FOLLOWING:

(a) AVOIDING THE MISAPPROPRIATION AND EXPLOITATION OF <u>THE</u>
 <u>FEDERALLY RECOGNIZED AMERICAN TRIBES AND</u> INDIGENOUS PEOPLE,
 COMMUNITIES, CULTURES, AND RELIGIONS;

17 (b) AVOIDING THE EXCESSIVE COMMERCIALIZATION OF NATURAL
18 MEDICINE, NATURAL MEDICINE PRODUCT, AND NATURAL MEDICINE
19 SERVICES;

20 (c) ANY CONSERVATION ISSUES ASSOCIATED WITH THE
21 LEGALIZATION AND REGULATION OF NATURAL MEDICINE OR NATURAL
22 MEDICINE PRODUCT, INCLUDING THE POTENTIAL FOR FURTHER DEPLETION
23 OF PEYOTE DUE TO PEYOTE BEING A SOURCE OF MESCALINE; AND

(d) BEST PRACTICES AND OPEN COMMUNICATION TO BUILD TRUST
 AND UNDERSTANDING BETWEEN <u>THE FEDERALLY RECOGNIZED AMERICAN</u>
 <u>TRIBES AND</u> INDIGENOUS PEOPLE AND COMMUNITIES, THE BOARD, THE
 DIVISION, THE STATE LICENSING AUTHORITY, AND LAW ENFORCEMENT

AGENCIES, FOR THE PURPOSE OF AVOIDING UNNECESSARY BURDENS AND
 CRIMINALIZATION OF TRADITIONAL <u>TRIBAL AND</u> INDIGENOUS USES OF
 NATURAL MEDICINE.

4 (2) THE WORKING GROUP SHALL ADVISE THE BOARD AND THE
5 DIVISION ON ITS FINDINGS AND RECOMMENDATIONS PURSUANT TO THE
6 SUBJECTS IDENTIFIED IN SUBSECTION (1) OF THIS SECTION.

7 (3) THE DIRECTOR IS ENCOURAGED TO ENGAGE WITH <u>THE</u>
8 <u>FEDERALLY RECOGNIZED AMERICAN TRIBES AND</u> INDIGENOUS PEOPLE
9 WHO HAVE SIGNIFICANT EXPERIENCE WITH TRADITIONAL USE OF NATURAL
10 MEDICINE AND OTHER PERSONS DEEMED NECESSARY BY THE DIRECTOR
11 FOR THE PURPOSE OF THIS SECTION.

SECTION 7. In Colorado Revised Statutes, repeal and reenact,
with amendments, 12-170-108 as follows:

14 12-170-108. License required - unauthorized practice 15 mandatory disclosure of information - rule. (1) AN INDIVIDUAL SHALL
16 NOT ENGAGE IN FACILITATION, OR REPRESENT TO THE PUBLIC OR IDENTIFY
17 THE INDIVIDUAL'S SELF AS A FACILITATOR, IN THIS STATE UNTIL THE
18 INDIVIDUAL HAS RECEIVED A LICENSE FROM THE DIRECTOR.

19 (2) A FACILITATOR SHALL CONSPICUOUSLY DISPLAY THE LICENSE
20 ISSUED BY THE DIRECTOR IN THE HEALING CENTER, INCLUDING
21 INFORMATION CONCERNING HOW TO FILE A COMPLAINT AGAINST THE
22 FACILITATOR WITH THE DIRECTOR.

(3) EVERY LICENSEE, PERMITTEE, REGISTRANT, OR CERTIFICATE
HOLDER SHALL PROVIDE THE FOLLOWING INFORMATION IN WRITING TO
EACH PARTICIPANT PRIOR TO A PREPARATION SESSION, ADMINISTRATION
SESSION, AND INTEGRATION SESSION:

27 (a) THE NAME, ADDRESS, AND PHONE NUMBER OF THE LICENSEE,

1 PERMITTEE, REGISTRANT, OR CERTIFICATE HOLDER;

2 (b) AN EXPLANATION OF THE REGULATIONS APPLICABLE TO THE
3 LICENSEE, PERMITTEE, REGISTRANT, OR CERTIFICATE HOLDER PURSUANT
4 TO THIS ARTICLE 170 OR RULES PROMULGATED PURSUANT TO THIS ARTICLE
5 170;

6 (c) A LISTING OF TRAINING, EDUCATIONAL AND EXPERIENTIAL
7 REQUIREMENTS, AND QUALIFICATIONS THE LICENSEE, PERMITTEE,
8 REGISTRANT, OR CERTIFICATE HOLDER PURSUANT TO THIS ARTICLE 170 OR
9 RULES PROMULGATED PURSUANT TO THIS ARTICLE 170 SATISFIED IN ORDER
10 TO OBTAIN A LICENSE, PERMIT, REGISTRATION, OR CERTIFICATE;

(d) A STATEMENT INDICATING THAT THE LICENSEE, PERMITTEE,
 REGISTRANT, OR CERTIFICATE HOLDER IS REGULATED BY THE DIVISION,
 AND AN ADDRESS AND TELEPHONE NUMBER FOR THE DIVISION; AND

(e) A STATEMENT INDICATING THAT THE PARTICIPANT IS ENTITLED
TO RECEIVE INFORMATION ABOUT NATURAL MEDICINE SERVICES, MAY
TERMINATE NATURAL MEDICINE SERVICES AT ANY TIME, AND MAY
TERMINATE PREVIOUSLY PROVIDED INFORMED CONSENT FOR PHYSICAL
CONTACT AT ANY TIME.

(4) NOTHING IN THIS SECTION PROHIBITS AN INDIVIDUAL FROM
PERFORMING A BONA FIDE RELIGIOUS, CULTURALLY TRADITIONAL, OR
SPIRITUAL CEREMONY, IF THE INDIVIDUAL \_\_\_\_\_ INFORMS AN INDIVIDUAL
ENGAGING IN THE CEREMONY THAT THE INDIVIDUAL IS NOT A LICENSED
FACILITATOR, AND THAT THE CEREMONY IS NOT ASSOCIATED WITH
COMMERCIAL, BUSINESS, OR FOR-PROFIT ACTIVITY.

SECTION 8. In Colorado Revised Statutes, repeal and reenact,
 with amendments, 12-170-109 as follows:

27 **12-170-109.** Grounds for discipline. (1) THE DIRECTOR MAY

-25-

TAKE DISCIPLINARY OR OTHER ACTION AS AUTHORIZED IN SECTION
 12-20-404 UPON PROOF THAT THE LICENSEE, PERMITTEE, REGISTRANT, OR
 CERTIFICATE HOLDER:

4 (a) VIOLATED A PROVISION OF THIS ARTICLE 170 OR A RULE
5 PROMULGATED PURSUANT TO THIS ARTICLE 170;

(b) HAS BEEN CONVICTED OF OR HAS ENTERED A PLEA OF NOLO
CONTENDERE TO A FELONY. IN CONSIDERING THE CONVICTION OF OR THE
PLEA TO ANY SUCH CRIME, THE DIRECTOR SHALL BE GOVERNED BY THE
PROVISIONS OF SECTIONS 12-20-202 (5) AND 24-5-101.

10 (c) MADE ANY MISSTATEMENT ON AN APPLICATION FOR A LICENSE,
11 REGISTRATION, OR PERMIT TO PRACTICE PURSUANT TO THIS ARTICLE 170
12 OR ATTEMPTED TO OBTAIN A LICENSE, REGISTRATION, PERMIT, OR
13 CERTIFICATE TO PRACTICE BY FRAUD, DECEPTION, OR
14 MISREPRESENTATION;

15 (d) COMMITTED AN ACT OR FAILED TO PERFORM AN ACT
16 NECESSARY TO MEET THE GENERALLY ACCEPTED PROFESSIONAL
17 STANDARDS OF CONDUCT TO PRACTICE A PROFESSION LICENSED PURSUANT
18 TO THIS ARTICLE 170 OR PROMULGATED BY RULE PURSUANT TO
19 12-170-105 (1)(a)(II)(D), INCLUDING PERFORMING SERVICES OUTSIDE OF
20 THE PERSON'S AREA OF TRAINING, EXPERIENCE, OR COMPETENCE;

21 (e) EXCESSIVELY OR HABITUALLY USES OR ABUSES ALCOHOL OR
22 CONTROLLED SUBSTANCES;

(f) VIOLATED ANY OF THE PROVISIONS OF THIS ARTICLE 170, AN
APPLICABLE PROVISION OF ARTICLE 20 OF THIS TITLE 12, OR ANY VALID
ORDER OF THE DIRECTOR;

26 (g) IS GUILTY OF UNPROFESSIONAL OR DISHONEST CONDUCT;

27 (h) ADVERTISES BY MEANS OF FALSE OR DECEPTIVE STATEMENT;

-26-

1 (i) FAILS TO DISPLAY THE LICENSE AS PROVIDED IN SECTION 2 12-170-108 (2);

3 (j) FAILS TO COMPLY WITH THE RULES PROMULGATED BY THE
4 DIRECTOR PURSUANT TO THIS ARTICLE 170;

5 (k) IS GUILTY OF WILLFUL MISREPRESENTATION;

6 (1) FAILS TO DISCLOSE TO THE DIRECTOR WITHIN FORTY-FIVE DAYS
7 A CONVICTION FOR A FELONY OR ANY CRIME THAT IS RELATED TO THE
8 PRACTICE AS A FACILITATOR;

9 (m) AIDS OR ABETS THE UNLICENSED PRACTICE OF FACILITATION; 10 OR

11 (n) FAILS TO TIMELY RESPOND TO A COMPLAINT SENT BY THE
12 DIRECTOR PURSUANT TO SECTION 12-170-110.

SECTION 9. In Colorado Revised Statutes, repeal and reenact,
 with amendments, 12-170-110 as follows:

15 12-170-110. Disciplinary proceedings - administrative law
judges - judicial review. (1) THE DIRECTOR MAY, THROUGH THE
DEPARTMENT, EMPLOY ADMINISTRATIVE LAW JUDGES TO CONDUCT
HEARINGS AS PROVIDED BY THIS SECTION OR ON ANY MATTER WITHIN THE
DIRECTOR'S JURISDICTION UPON SUCH CONDITIONS AND TERMS AS THE
DIRECTOR MAY DETERMINE.

(2) A PROCEEDING FOR DISCIPLINE OF A LICENSEE, PERMITTEE,
REGISTRANT, OR CERTIFICATE HOLDER MUST BE COMMENCED WHEN THE
DIRECTOR HAS REASONABLE GROUNDS TO BELIEVE THAT A LICENSEE,
PERMITTEE, REGISTRANT, OR CERTIFICATE HOLDER HAS COMMITTED ACTS
THAT MAY VIOLATE THE PROVISIONS OF THIS ARTICLE 170 OR RULES
PROMULGATED PURSUANT TO THIS ARTICLE 170. THE GROUNDS MAY BE
ESTABLISHED BY AN INVESTIGATION BEGUN BY THE DIRECTOR ON THE

DIRECTOR'S OWN MOTION OR BY AN INVESTIGATION PURSUANT TO A
 WRITTEN COMPLAINT. SECTION 12-20-403 AND ARTICLE 4 OF TITLE 24
 GOVERN PROCEEDINGS BROUGHT PURSUANT TO THIS SECTION.

4 (3) ANY HEARING ON THE REVOCATION OR SUSPENSION OF A
5 LICENSE, PERMIT, REGISTRATION, OR CERTIFICATE, OR ON THE DENIAL OF
6 AN APPLICATION FOR A NEW LICENSE, PERMIT, REGISTRATION, OR
7 CERTIFICATE, OR FOR RENEWAL OF A PREVIOUSLY ISSUED LICENSE, PERMIT,
8 REGISTRATION, OR CERTIFICATE MUST BE CONDUCTED BY AN
9 ADMINISTRATIVE LAW JUDGE.

10 (4) FINAL ACTION BY THE DIRECTOR MAY BE JUDICIALLY
11 REVIEWED PURSUANT TO SECTION 12-20-408.

SECTION 10. In Colorado Revised Statutes, repeal and reenact,
 with amendments, 12-170-111 as follows:

14 **12-170-111.** Fees - cash fund - created. (1) BASED UPON THE 15 APPROPRIATION MADE AND SUBJECT TO THE APPROVAL OF THE EXECUTIVE 16 DIRECTOR OF THE DEPARTMENT OF REGULATORY AGENCIES, THE DIRECTOR 17 SHALL ESTABLISH AND ADJUST FEES THAT THE DIRECTOR IS AUTHORIZED 18 BY LAW TO COLLECT SO THAT THE REVENUE GENERATED FROM THE FEES 19 APPROXIMATES ITS DIRECT AND INDIRECT COSTS; EXCEPT THAT FEES MUST 20 NOT EXCEED THE AMOUNT NECESSARY TO ADMINISTER THIS ARTICLE 170. 21 (2) THE NATURAL MEDICINE FACILITATOR CASH FUND, REFERRED 22 TO IN THIS SECTION AS THE "FUND", IS CREATED IN THE STATE TREASURY. 23 THE FUND CONSISTS OF FEES CREDITED TO THE FUND PURSUANT TO THIS 24 ARTICLE 170 and any other money that the general assembly may 25 APPROPRIATE OR TRANSFER TO THE FUND.

26 (3) THE STATE TREASURER SHALL CREDIT ALL INTEREST AND
27 INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE

-28-

1 FUND TO THE FUND.

2 (4) MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO THE
3 DEPARTMENT FOR THE ADMINISTRATION OF THIS ARTICLE 170.

4 SECTION 11. In Colorado Revised Statutes, repeal and reenact,
5 with amendments, 12-170-112 as follows:

6 12-170-112. Local jurisdiction. (1) A LOCAL JURISDICTION
7 SHALL NOT PROHIBIT A FACILITATOR FROM PROVIDING NATURAL MEDICINE
8 SERVICES WITHIN ITS BOUNDARIES IF THE INDIVIDUAL IS A LICENSED
9 FACILITATOR PURSUANT TO THIS ARTICLE 170.

10 (2) A LOCAL JURISDICTION SHALL NOT ADOPT ORDINANCES OR
11 REGULATIONS THAT ARE UNREASONABLE OR IN CONFLICT WITH THIS
12 ARTICLE 170.

SECTION 12. In Colorado Revised Statutes, repeal and reenact,
with amendments, 12-170-113 as follows:

15 12-170-113. Protections. (1) SUBJECT TO THE LIMITATIONS IN
16 THIS ARTICLE 170 AND ARTICLE 50 OF TITLE 44, BUT NOTWITHSTANDING
17 ANY OTHER PROVISION OF LAW:

18 (a) ACTIONS AND CONDUCT PERMITTED PURSUANT TO A LICENSE, 19 REGISTRATION, PERMIT, OR CERTIFICATE ISSUED BY THE DIRECTOR 20 PURSUANT TO THIS ARTICLE 170, OR BY THOSE WHO ALLOW PROPERTY TO 21 BE USED PURSUANT TO A LICENSE, REGISTRATION, PERMIT, OR CERTIFICATE 22 ISSUED BY THE DIRECTOR PURSUANT TO THIS ARTICLE 170, ARE LAWFUL 23 AND ARE NOT AN OFFENSE UNDER STATE LAW, OR THE LAWS OF ANY LOCAL 24 JURISDICTION WITHIN THIS STATE; ARE NOT SUBJECT TO A CIVIL FINE, 25 PENALTY, OR SANCTION; ARE NOT A BASIS FOR DETENTION, SEARCH, OR 26 ARREST; AND ARE NOT A BASIS TO DENY ANY RIGHT OR PRIVILEGE, OR TO 27 SEIZE OR FORFEIT ASSETS UNDER STATE LAW OR THE LAWS OF ANY LOCAL 1 JURISDICTION WITHIN THIS STATE.

2 (b) A CONTRACT IS NOT UNENFORCEABLE ON THE BASIS THAT
3 NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT, AS ALLOWED
4 PURSUANT TO THIS ARTICLE 170, IS PROHIBITED BY FEDERAL LAW;

5 (c) MENTAL HEALTH CARE, SUBSTANCE USE DISORDER 6 INTERVENTION SERVICES, OR BEHAVIORAL HEALTH SERVICES OTHERWISE 7 COVERED PURSUANT TO THE "COLORADO MEDICAL ASSISTANCE ACT", 8 ARTICLES 4 TO 6 OF TITLE 25.5, MUST NOT BE DENIED ON THE BASIS THAT 9 THEY ARE COVERED IN CONJUNCTION WITH NATURAL MEDICINE SERVICES, 10 OR THAT NATURAL MEDICINE AND NATURAL MEDICINE PRODUCT ARE 11 PROHIBITED BY FEDERAL LAW. INSURANCE OR AN INSURANCE PROVIDER 12 IS NOT REQUIRED TO COVER THE COST OF NATURAL MEDICINE OR NATURAL 13 MEDICINE PRODUCT.

(d) NOTHING IN THIS SECTION MAY BE CONSTRUED OR
INTERPRETED TO PREVENT THE DIRECTOR FROM ENFORCING RULES
PROMULGATED BY THE DIRECTOR AGAINST A LICENSEE, REGISTRANT,
PERMITTEE, OR CERTIFICATE HOLDER OR LIMIT A STATE OR LOCAL LAW
ENFORCEMENT AGENCY'S ABILITY TO INVESTIGATE UNLAWFUL ACTIVITY
IN RELATION TO A LICENSEE, REGISTRANT, PERMITTEE, OR CERTIFICATE
HOLDER.

(2) A PROFESSIONAL OR OCCUPATIONAL LICENSE, REGISTRATION,
PERMIT, OR CERTIFICATE HOLDER IS NOT SUBJECT TO PROFESSIONAL
DISCIPLINE OR LOSS OF A PROFESSIONAL OR OCCUPATIONAL LICENSE,
REGISTRATION, PERMIT, OR CERTIFICATE FOR PROVIDING ADVICE OR
SERVICES ARISING OUT OF OR RELATED TO A NATURAL MEDICINE LICENSE,
REGISTRATION, PERMIT, OR CERTIFICATE ISSUED PURSUANT TO THIS
ARTICLE 170 OR ARTICLE 50 OF TITLE 44 OR APPLICATION FOR LICENSE,

-30-

1 REGISTRATION, PERMIT, OR CERTIFICATE ISSUED PURSUANT TO THIS 2 ARTICLE 170 OR ARTICLE 50 OF TITLE 44 ON THE BASIS THAT NATURAL 3 MEDICINE AND NATURAL MEDICINE PRODUCT ARE PROHIBITED BY FEDERAL 4 LAW, OR FOR PERSONAL USE OF NATURAL MEDICINE OR NATURAL 5 MEDICINE ALLOWED PURSUANT TO THIS ARTICLE 170. THIS ARTICLE 170 6 DOES NOT AUTHORIZE AN INDIVIDUAL TO ENGAGE IN CONDUCT THAT IN 7 THE COURSE OF PRACTICING UNDER THE INDIVIDUAL'S LICENSE, 8 REGISTRATION, PERMIT, OR CERTIFICATE WOULD VIOLATE STANDARDS OF 9 CARE OR SCOPE OF PRACTICE OF THE INDIVIDUAL'S PROFESSION OR 10 OCCUPATION AS REOUIRED BY ANY PROVISION OF LAW OR RULE. 11 **SECTION 13.** In Colorado Revised Statutes, repeal and reenact,

12 with amendments, 12-170-114 as follows:

13 12-170-114. Liberal construction. This ARTICLE 170 MUST BE
14 LIBERALLY CONSTRUED TO EFFECTUATE ITS PURPOSE.

SECTION 14. In Colorado Revised Statutes, repeal and reenact,
 with amendments, 12-170-115 as follows:

17 12-170-115. Preemption. A LOCAL JURISDICTION SHALL NOT
18 ADOPT, ENACT, OR ENFORCE ANY ORDINANCE, RULE, OR RESOLUTION THAT
19 IS OTHERWISE IN CONFLICT WITH THE PROVISIONS OF THIS ARTICLE 170.
20 SECTION 15. In Colorado Revised Statutes, add 12-170-116 as
21 follows:

12-170-116. Self-executing, severability, conflicting provisions.
All provisions of this article 170 are self-executing except as
specified herein, are severable, and, except when otherwise
indicated, shall supersede conflicting state statutory, local
charter, ordinance, or resolution provisions, and other state
and local provisions. If any provision of this article 170 or its

APPLICATION TO ANY PERSON OR CIRCUMSTANCE IS HELD INVALID, THE
 INVALIDITY DOES NOT AFFECT OTHER PROVISIONS OR APPLICATIONS OF
 THIS ARTICLE 170 THAT CAN BE GIVEN EFFECT WITHOUT THE INVALID
 PROVISION OR APPLICATION, AND TO THIS END THE PROVISIONS OF THIS
 ARTICLE 170 ARE SEVERABLE.

6 SECTION 16. In Colorado Revised Statutes, add 12-170-117 as
7 follows:

8 12-170-117. Repeal of article - review of functions. This
9 ARTICLE 170 IS REPEALED, EFFECTIVE SEPTEMBER 1, 2032. BEFORE THE
10 REPEAL, THIS ARTICLE 170 IS SCHEDULED FOR REVIEW IN ACCORDANCE
11 WITH SECTION 24-34-104.

SECTION 17. In Colorado Revised Statutes, 12-20-407, amend
 (1)(a)(V)(V) and (1)(a)(V)(W); and add (1)(a)(V)(X) as follows:

14 12-20-407. Unauthorized practice of profession or occupation
 15 - penalties - exclusions. (1) (a) A person commits a class 2 misdemeanor
 16 and shall be punished as provided in section 18-1.3-501 if the person:

(V) Practices or offers or attempts to practice any of the following
professions or occupations without an active license, certification, or
registration issued under the part or article of this title 12 governing the
particular profession or occupation:

21 (V) Respiratory therapy, as regulated under article 300 of this title
22 12; or

23 (W) Veterinary medicine or as a veterinary technician, as
24 regulated under article 315 of this title 12; OR

25 (X) FACILITATING NATURAL MEDICINE SERVICES, AS REGULATED
26 UNDER ARTICLE 170 OF THIS TITLE 12.

27 SECTION 18. In Colorado Revised Statutes, 24-1-117, amend

1 (4)(a)(X) and (4)(a)(XI); and **add** (4)(a)(XII) as follows: 2 24-1-117. Department of revenue - creation. (4) (a) The 3 department of revenue consists of the following divisions: 4 (X) The auto industry division, created in section 44-20-105. The 5 division is a type 2 entity, as defined in section 24-1-105, and exercises 6 its powers and performs its duties and functions under the department of 7 revenue: and 8 (XI) The state licensing authority created in section 44-10-201; 9 AND 10 (XII) THE NATURAL MEDICINE DIVISION, CREATED IN SECTION 11 44-50-201, WHICH IS A TYPE 2 ENTITY, AS DEFINED IN SECTION 24-1-105. 12 SECTION 19. In Colorado Revised Statutes, 24-34-104, add 13 (33)(a)(IV) and (33)(a)(V) as follows: 14 24-34-104. General assembly review of regulatory agencies 15 and functions for repeal, continuation, or reestablishment - legislative 16 declaration - repeal. (33) (a) The following agencies, functions, or both, 17 are scheduled for repeal on September 1, 2032: 18 (IV) THE "NATURAL MEDICINE HEALTH ACT OF 2022", ARTICLE 19 170 OF TITLE 12; 20 (V) THE "COLORADO NATURAL MEDICINE CODE", ARTICLE 50 OF 21 TITLE 44. 22 **SECTION 20.** In Colorado Revised Statutes, add 25-1.5-120 as 23 follows: 24 **25-1.5-120.** Natural medicine testing and standards - rules. 25 THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT, IN (1)26 COORDINATION WITH THE DEPARTMENT OF REVENUE, TO ENSURE 27 CONSISTENCY BETWEEN RULES, SHALL PROMULGATE RULES CONCERNING

TESTING STANDARDS AND CERTIFICATION REQUIREMENTS OF NATURAL
 MEDICINE AND NATURAL MEDICINE PRODUCT REGULATED BY THE
 DEPARTMENT OF REVENUE PURSUANT TO ARTICLE 50 OF TITLE 44.

4

(2) AT A MINIMUM, THE RULES MUST:

5 (a) ESTABLISH NATURAL MEDICINE AND NATURAL MEDICINE
6 PRODUCT TESTING STANDARDS AND CERTIFICATION REQUIREMENTS;

7 (b) ESTABLISH A NATURAL MEDICINE INDEPENDENT TESTING AND 8 CERTIFICATION PROGRAM FOR LICENSEES PURSUANT TO ARTICLE 50 OF 9 TITLE 44, WITHIN AN IMPLEMENTATION TIME FRAME ESTABLISHED BY THE 10 DEPARTMENT OF REVENUE, REQUIRING LICENSEES TO TEST NATURAL 11 MEDICINE AND NATURAL MEDICINE PRODUCT TO ENSURE, AT A MINIMUM, 12 THAT PRODUCTS TRANSFERRED FOR HUMAN CONSUMPTION BY NATURAL 13 PERSONS OR ENTITIES LICENSED PURSUANT TO ARTICLE 50 OF TITLE 44 DO 14 NOT CONTAIN CONTAMINANTS THAT ARE INJURIOUS TO HEALTH AND TO 15 ENSURE CORRECT LABELING;

16 (c) ESTABLISH PROCEDURES THAT ENSURE NATURAL MEDICINE
17 AND NATURAL MEDICINE PRODUCT ARE QUARANTINED AND NOTIFICATION
18 PROCEDURES IF TEST RESULTS INDICATE THE PRESENCE OF QUANTITIES OF
19 ANY SUBSTANCE DETERMINED TO BE INJURIOUS TO HEALTH;

20 (d) Ensure that testing verifies concentration
21 REPRESENTATIONS AND HOMOGENEITY FOR CORRECT LABELING;

(e) ESTABLISH AN ACCEPTABLE VARIANCE FOR CONCENTRATION
 REPRESENTATIONS AND PROCEDURES TO ADDRESS CONCENTRATION
 MISREPRESENTATIONS; AND

25 (f) ESTABLISH THE PROTOCOLS AND FREQUENCY OF NATURAL
26 MEDICINE TESTING BY LICENSEES.

27 SECTION 21. In Colorado Revised Statutes, add article 50 to

-34-

1 title 44 as follows: 2 **ARTICLE 50** 3 **Natural Medicine** 4 PART 1 5 COLORADO NATURAL MEDICINE CODE 6 **44-50-101.** Short title. The short title of this article 50 is 7 THE "COLORADO NATURAL MEDICINE CODE". 8 **44-50-102.** Legislative declaration. (1) THE GENERAL ASSEMBLY 9 FINDS AND DECLARES THAT: 10 (a) THE PEOPLE OF COLORADO APPROVED STATUTORY MEASURES 11 THAT, IN PART, INTENDED TO ENSURE THAT PEOPLE IN COLORADO HAVE 12 ACCESS TO REGULATED NATURAL MEDICINE AND REGULATED NATURAL 13 MEDICINE PRODUCT; 14 (b) THE DEPARTMENT IS UNIQUELY SUITED TO REGULATE THE 15 CULTIVATION, MANUFACTURING, TESTING, STORING, DISTRIBUTION, 16 TRANSPORTATION, TRANSFERRING, AND DISPENSATION OF REGULATED 17 NATURAL MEDICINE AND REGULATED NATURAL MEDICINE PRODUCT 18 BECAUSE OF ITS EXPERIENCE AND EXISTING RESOURCES IN REGULATING 19 ALCOHOL, TOBACCO, AND MARIJUANA; AND 20 (c) IT IS NECESSARY TO ENTRUST THE REGULATION OF THE 21 CULTIVATION, MANUFACTURING, TESTING, STORING, DISTRIBUTION, 22 TRANSPORTATION, TRANSFERRING, AND DISPENSATION OF REGULATED 23 NATURAL MEDICINE AND REGULATED NATURAL MEDICINE PRODUCT TO 24 THE DEPARTMENT IN ORDER TO IMPLEMENT THE REGULATORY MEASURES 25 IN A MANNER THAT HONORS THE INTENT OF THE PEOPLE, PROMOTES PUBLIC 26 TRUST, SUPPORTS THE INTEGRITY AND SUSTAINABILITY OF THE 27 REGULATORY MEASURES, AND ENSURES REGULATORY EFFICIENCY.

-35-

(2) THE GENERAL ASSEMBLY DECLARES THAT THIS ARTICLE 50 IS
 DEEMED AN EXERCISE OF THE POLICE POWERS OF THE STATE FOR THE
 PROTECTION OF THE ECONOMIC AND SOCIAL WELFARE AND THE HEALTH,
 PEACE, AND MORALS OF THE PEOPLE OF THIS STATE.

5 (3) THE GENERAL ASSEMBLY DECLARES THAT IT IS UNLAWFUL 6 UNDER STATE LAW TO CULTIVATE, MANUFACTURE, TEST, STORE, 7 DISTRIBUTE, TRANSPORT, TRANSFER, AND DISPENSE NATURAL MEDICINE 8 OR NATURAL MEDICINE PRODUCT, EXCEPT IN COMPLIANCE WITH THE 9 TERMS, CONDITIONS, LIMITATIONS, AND RESTRICTIONS IN THIS ARTICLE 50; 10 RULES PROMULGATED PURSUANT TO THIS ARTICLE 50; ARTICLE 170 OF 11 TITLE 12; RULES PROMULGATED PURSUANT TO ARTICLE 170 OF TITLE 12; 12 ARTICLE 1.5 OF TITLE 25; RULES PROMULGATED PURSUANT TO ARTICLE 1.5 13 OF TITLE 25; TITLE 16; AND TITLE 18.

44-50-103. Definitions. As USED IN THIS ARTICLE 50, UNLESS THE
 CONTEXT OTHERWISE REQUIRES:

16 (1) "ADMINISTRATION SESSION" MEANS A SESSION CONDUCTED AT
17 A HEALING CENTER, OR OTHER LOCATION IF PERMITTED BY THIS ARTICLE
18 50 OR RULES PROMULGATED PURSUANT TO THIS ARTICLE 50, DURING
19 WHICH A PARTICIPANT CONSUMES AND EXPERIENCES THE EFFECTS OF
20 NATURAL MEDICINE UNDER THE SUPERVISION OF A FACILITATOR.

21 (2) "BOARD" MEANS THE STATE NATURAL MEDICINE ADVISORY
22 BOARD CREATED IN SECTION 12-170-106.

23 (3) "DIRECTOR" MEANS THE DIRECTOR OF THE DIVISION OF
24 PROFESSIONS AND OCCUPATIONS OR THE DIRECTOR'S DESIGNEE.

(4) "DIVISION" MEANS THE DIVISION OF PROFESSIONS AND
OCCUPATIONS CREATED IN THE DEPARTMENT PURSUANT TO SECTION
12-20-103.

-36-

(5) "FACILITATOR" MEANS A NATURAL PERSON WHO IS
 TWENTY-ONE YEARS OF AGE OR OLDER, HAS THE NECESSARY
 QUALIFICATIONS, TRAINING, EXPERIENCE, AND KNOWLEDGE TO PERFORM
 AND SUPERVISE NATURAL MEDICINE SERVICES FOR A PARTICIPANT, AND IS
 LICENSED BY THE DIRECTOR TO ENGAGE IN THE PRACTICE OF
 FACILITATION.

7 (6) "HEALING CENTER" MEANS AN ENTITY LICENSED BY THE STATE
8 LICENSING AUTHORITY THAT PERMITS A FACILITATOR TO PROVIDE AND
9 SUPERVISE NATURAL MEDICINE SERVICES FOR A PARTICIPANT.

10 "HEALTH-CARE FACILITY" MEANS AN ENTITY THAT IS (7)11 LICENSED, CERTIFIED, OR OTHERWISE PERMITTED BY LAW TO ADMINISTER 12 MEDICAL TREATMENT IN THIS STATE, INCLUDING A HOSPITAL, HOSPICE 13 FACILITY, COMMUNITY MENTAL HEALTH CENTER, FEDERALLY QUALIFIED 14 HEALTH CENTER, RURAL HEALTH CLINIC, ORGANIZATION PROVIDING A 15 PROGRAM OF ALL-INCLUSIVE CARE FOR THE ELDERLY, LONG-TERM CARE 16 FACILITY, CONTINUING CARE RETIREMENT COMMUNITY, OR OTHER TYPE OF 17 ENTITY WHERE HEALTH CARE IS PROVIDED.

18 (8) "INTEGRATION SESSION" MEANS A MEETING BETWEEN A
19 PARTICIPANT AND FACILITATOR THAT OCCURS AFTER THE COMPLETION OF
20 AN ADMINISTRATION SESSION.

21 (9) "LICENSE" MEANS TO GRANT A LICENSE, PERMIT, OR
22 REGISTRATION PURSUANT TO THIS ARTICLE 50 OR RULES PROMULGATED
23 PURSUANT TO THIS ARTICLE 50.

(10) "LICENSED PREMISES" MEANS THE PREMISES SPECIFIED IN AN
APPLICATION FOR A LICENSE PURSUANT TO THIS ARTICLE 50 THAT THE
LICENSEE OWNS OR IS IN POSSESSION OF AND WITHIN WHICH THE LICENSEE
IS AUTHORIZED TO CULTIVATE, MANUFACTURE, TEST, STORE, DISTRIBUTE,

-37-

1 TRANSPORT, TRANSFER, OR DISPENSE NATURAL MEDICINE OR NATURAL 2 MEDICINE PRODUCT IN ACCORDANCE WITH THIS ARTICLE 50. 3 (11) "LICENSEE" MEANS A PERSON LICENSED, REGISTERED, OR 4 PERMITTED PURSUANT TO THIS ARTICLE 50 OR RULES PROMULGATED 5 PURSUANT TO THIS ARTICLE 50. (12) "LOCAL JURISDICTION" MEANS A COUNTY, MUNICIPALITY, OR 6 7 CITY AND COUNTY. 8 "NATURAL MEDICINE" MEANS THE FOLLOWING (13) (a) 9 SUBSTANCES: 10 (I) PSILOCYBIN; OR 11 (II) PSILOCYN.

12 (b) IN ADDITION TO THE SUBSTANCES LISTED IN SUBSECTION
13 (13)(a) OF THIS SECTION, "NATURAL MEDICINE" INCLUDES:

(I) DIMETHYLTRYPTAMINE, IF RECOMMENDED BY THE BOARD AND
APPROVED BY THE DIRECTOR AND THE EXECUTIVE DIRECTOR OF THE STATE
LICENSING AUTHORITY FOR INCLUSION ON OR AFTER JUNE 1, 2026;

17 (II) IBOGAINE, IF RECOMMENDED BY THE BOARD AND APPROVED
18 BY THE DIRECTOR AND THE EXECUTIVE DIRECTOR OF THE STATE LICENSING
19 AUTHORITY FOR INCLUSION; OR

20 (III) MESCALINE, IF RECOMMENDED BY THE BOARD AND APPROVED
21 BY THE DIRECTOR AND THE EXECUTIVE DIRECTOR OF THE STATE LICENSING
22 AUTHORITY FOR INCLUSION ON OR AFTER JUNE 1, 2026.

(c) "NATURAL MEDICINE" DOES NOT MEAN A SYNTHETIC OR
SYNTHETIC ANALOG OF THE SUBSTANCES LISTED IN SUBSECTIONS (13)(a)
AND (13)(b) OF THIS SECTION, INCLUDING A DERIVATIVE OF A NATURALLY
OCCURRING COMPOUND OF NATURAL MEDICINE THAT IS PRODUCED USING
CHEMICAL SYNTHESIS, CHEMICAL MODIFICATION, OR CHEMICAL

1 CONVERSION.

(d) NOTWITHSTANDING SUBSECTION (13)(b)(III) OF THIS SECTION,
"MESCALINE" DOES NOT INCLUDE PEYOTE, MEANING ALL PARTS OF THE
PLANT CLASSIFIED BOTANICALLY AS LOPHOPHORA WILLIAMSII LEMAIRE,
WHETHER GROWING OR NOT; ITS SEEDS; ANY EXTRACT FROM ANY PART OF
THE PLANT, AND EVERY COMPOUND, SALT, DERIVATIVE, MIXTURE, OR
PREPARATION OF THE PLANT; OR ITS SEEDS OR EXTRACTS.

8 (14) "NATURAL MEDICINE BUSINESS" MEANS ANY OF THE 9 FOLLOWING ENTITIES LICENSED PURSUANT TO THIS ARTICLE 50: A 10 NATURAL MEDICINE HEALING CENTER, A NATURAL MEDICINE CULTIVATION 11 FACILITY, A NATURAL MEDICINE PRODUCTS MANUFACTURER, OR A 12 NATURAL MEDICINE TESTING FACILITY, OR ANOTHER LICENSED ENTITY 13 CREATED BY THE STATE LICENSING AUTHORITY.

14 (15) "NATURAL MEDICINE PRODUCT" MEANS A PRODUCT INFUSED
15 WITH NATURAL MEDICINE THAT IS INTENDED FOR CONSUMPTION.

16 (16) "NATURAL MEDICINE SERVICES" MEANS A PREPARATION
17 SESSION, ADMINISTRATION SESSION, AND INTEGRATION SESSION PROVIDED
18 PURSUANT TO ARTICLE 170 OF TITLE 12.

19 (17) "PARTICIPANT" MEANS A PERSON WHO IS TWENTY-ONE YEARS
20 OF AGE OR OLDER AND WHO RECEIVES NATURAL MEDICINE SERVICES
21 PERFORMED BY AND UNDER THE SUPERVISION OF A FACILITATOR.

22

(18) "PERSON" MEANS A NATURAL PERSON OR AN ENTITY.

(19) "PREPARATION SESSION" MEANS A MEETING BETWEEN A
PARTICIPANT AND FACILITATOR THAT OCCURS BEFORE THE START OF AN
ADMINISTRATION SESSION. "PREPARATION SESSION" DOES NOT MEAN AN
INITIAL CONSULTATION OR AN INQUIRY RESPONSE ABOUT NATURAL
MEDICINE SERVICES.

(20) "PRINCIPLE FILE" MEANS A FILE THAT IS ESTABLISHED BY THE
 STATE LICENSING AUTHORITY AND CONTAINS LICENSING AND
 BACKGROUND INFORMATION FOR AN APPLICANT SEEKING LICENSES
 PURSUANT TO THIS ARTICLE 50.

5 (21) "REGULATED NATURAL MEDICINE" MEANS NATURAL
6 MEDICINE THAT IS CULTIVATED, MANUFACTURED, TESTED, STORED,
7 DISTRIBUTED, TRANSPORTED, TRANSFERRED, OR DISPENSED PURSUANT TO
8 THIS ARTICLE 50.

9 (22) "REGULATED NATURAL MEDICINE PRODUCT" MEANS NATURAL
10 MEDICINE PRODUCT THAT IS CULTIVATED, MANUFACTURED, TESTED,
11 STORED, DISTRIBUTED, TRANSPORTED, TRANSFERRED, OR DISPENSED
12 PURSUANT TO THIS ARTICLE 50.

13 (23) "REMUNERATION" MEANS ANYTHING OF VALUE, INCLUDING
14 MONEY, REAL PROPERTY, TANGIBLE AND INTANGIBLE PERSONAL
15 PROPERTY, CONTRACT RIGHT, CHOSE IN ACTION, SERVICE, AND ANY RIGHT
16 OF USE OR EMPLOYMENT OR PROMISE OR AGREEMENT CONNECTED
17 THEREWITH, BUSINESS PROMOTION, OR COMMERCIAL ACTIVITY.

18 (24) "STATE LICENSING AUTHORITY" MEANS THE AUTHORITY
19 CREATED FOR THE PURPOSE OF REGULATING AND CONTROLLING THE
20 LICENSING OF THE CULTIVATION, MANUFACTURING, TESTING, STORAGE,
21 DISTRIBUTION, TRANSPORTATION, TRANSFER, AND DISPENSATION OF
22 REGULATED NATURAL MEDICINE AND REGULATED NATURAL MEDICINE
23 PRODUCT IN THIS STATE PURSUANT TO SECTION 44-50-201.

24 (25) "TRANSFER" MEANS TO GRANT, CONVEY, HAND OVER, ASSIGN,
25 SELL, EXCHANGE, DONATE, OR BARTER, IN ANY MANNER AND BY ANY
26 MEANS, WITH OR WITHOUT REMUNERATION.

27 **44-50-104.** Applicability. (1) ALL BUSINESSES, FOR THE PURPOSE

-40-

OF CULTIVATION, MANUFACTURING, TESTING, STORAGE, DISTRIBUTION,
 TRANSPORT, TRANSFER, AND DISPENSATION OF REGULATED NATURAL
 MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT, AS DEFINED IN
 THIS ARTICLE 50, ARE SUBJECT TO THE TERMS AND CONDITIONS OF THIS
 ARTICLE 50 AND RULES PROMULGATED PURSUANT TO THIS ARTICLE 50.

6 (2) A PERSON APPLYING FOR LICENSURE PURSUANT TO THIS 7 ARTICLE 50 MUST COMPLETE FORMS AS PROVIDED BY THE STATE 8 LICENSING AUTHORITY AND MUST PAY THE APPLICATION FEE AND THE 9 LICENSING FEE, WHICH MUST BE CREDITED TO THE REGULATED NATURAL 10 MEDICINE DIVISION CASH FUND ESTABLISHED PURSUANT TO SECTION 11 44-50-601. The state licensing authority shall prioritize 12 REVIEWING APPLICATIONS FROM APPLICANTS WHO HAVE ESTABLISHED 13 **RESIDENCY IN COLORADO.** 

14 (3) THIS ARTICLE 50 SETS FORTH THE EXCLUSIVE MEANS THAT
15 CULTIVATION, MANUFACTURING, TESTING, STORAGE, DISTRIBUTION,
16 TRANSPORT, TRANSFER, AND DISPENSATION OF REGULATED NATURAL
17 MEDICINE AND REGULATED NATURAL MEDICINE PRODUCT MAY OCCUR IN
18 THIS STATE.

19 (4) (a) NOTHING IN THIS ARTICLE 50 IS INTENDED TO REQUIRE AN 20 EMPLOYER TO PERMIT OR ACCOMMODATE THE USE, CONSUMPTION, 21 POSSESSION, CULTIVATION, MANUFACTURING, TESTING, STORAGE, 22 DISTRIBUTION, TRANSPORT, TRANSFER, AND DISPENSATION OF OR 23 IMPAIRMENT FROM NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT 24 IN THE WORKPLACE OR TO AFFECT THE ABILITY OF EMPLOYERS TO HAVE 25 POLICIES RESTRICTING THE USE OF OR IMPAIRMENT FROM NATURAL 26 MEDICINE OR NATURAL MEDICINE PRODUCT BY EMPLOYEES IN THE 27 WORKPLACE.

-41-

(b) NOTHING IN THIS ARTICLE 50 PROHIBITS A PERSON, EMPLOYER,
 SCHOOL, HOSPITAL, DETENTION FACILITY, CORPORATION, OR ANY OTHER
 ENTITY THAT OCCUPIES, OWNS, OR CONTROLS A PROPERTY FROM
 PROHIBITING OR OTHERWISE REGULATING THE CULTIVATION,
 MANUFACTURING, TESTING, STORAGE, DISTRIBUTION, TRANSPORT,
 TRANSFER, AND DISPENSATION OF NATURAL MEDICINE OR NATURAL
 MEDICINE PRODUCT ON OR IN THAT PROPERTY.

8 (5) (a) A LOCAL JURISDICTION MAY ENACT ORDINANCES OR 9 REGULATIONS GOVERNING THE TIME, PLACE, AND MANNER OF THE 10 OPERATION OF LICENSES ISSUED PURSUANT TO THIS ARTICLE 50 WITHIN ITS 11 BOUNDARIES.

12 (b) A LOCAL JURISDICTION MAY NOT PROHIBIT THE
13 ESTABLISHMENT OR OPERATION OF LICENSES PURSUANT TO THIS ARTICLE
14 50 WITHIN ITS BOUNDARIES.

15 (c) A LOCAL JURISDICTION MAY NOT PROHIBIT THE
16 TRANSPORTATION OF NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT
17 WITHIN ITS BOUNDARIES ON PUBLIC ROADS BY A PERSON LICENSED TO
18 EXERCISE SUCH PRIVILEGES PURSUANT TO THIS ARTICLE 50.

19 (d) A LOCAL JURISDICTION MAY NOT ADOPT ORDINANCES OR
20 REGULATIONS THAT ARE UNREASONABLE OR CONFLICT WITH THIS ARTICLE
21 50.

## PART 2

## 23

22

## STATE LICENSING AUTHORITY

44-50-201. State licensing authority - creation. (1) FOR THE
PURPOSE OF REGULATING AND LICENSING THE CULTIVATION,
MANUFACTURING, TESTING, STORAGE, DISTRIBUTION, TRANSPORT,
TRANSFER, AND DISPENSATION OF NATURAL MEDICINE OR NATURAL

-42-

MEDICINE PRODUCT BY AND BETWEEN NATURAL MEDICINE LICENSEES IN
 THIS STATE, THERE IS CREATED THE STATE LICENSING AUTHORITY, WHICH
 IS THE EXECUTIVE DIRECTOR, OR THE DIRECTOR OF THE NATURAL
 MEDICINE DIVISION IF DESIGNATED BY THE EXECUTIVE DIRECTOR.

5 (2) THE EXECUTIVE DIRECTOR IS THE CHIEF ADMINISTRATIVE
6 OFFICER OF THE STATE LICENSING AUTHORITY AND MAY EMPLOY,
7 PURSUANT TO SECTION 13 OF ARTICLE XII OF THE STATE CONSTITUTION,
8 SUCH OFFICERS AND EMPLOYEES AS DETERMINED TO BE NECESSARY. THE
9 OFFICERS AND EMPLOYEES ARE A PART OF THE DEPARTMENT.

10 THE EXECUTIVE DIRECTOR OF THE STATE LICENSING (3)11 AUTHORITY OR A STATE LICENSING AUTHORITY EMPLOYEE WITH 12 REGULATORY OVERSIGHT RESPONSIBILITIES FOR THE NATURAL MEDICINE 13 LICENSEES THAT ARE LICENSED BY THE STATE LICENSING AUTHORITY 14 SHALL NOT WORK FOR, REPRESENT, PROVIDE CONSULTING SERVICES TO, OR 15 OTHERWISE DERIVE PECUNIARY GAIN FROM A NATURAL MEDICINE 16 LICENSEE THAT IS LICENSED BY THE STATE LICENSING AUTHORITY OR ANY 17 OTHER BUSINESS ESTABLISHED FOR THE PRIMARY PURPOSE OF PROVIDING 18 SERVICES TO THE NATURAL MEDICINE INDUSTRY FOR A PERIOD OF SIX 19 MONTHS AFTER THE EMPLOYEE'S LAST DAY OF EMPLOYMENT WITH THE 20 STATE LICENSING AUTHORITY.

44-50-202. Powers and duties of state licensing authority report. (1) THE STATE LICENSING AUTHORITY SHALL:

(a) BEGINNING ON OR BEFORE DECEMBER 31, 2024, GRANT OR
REFUSE STATE LICENSES FOR THE CULTIVATION, MANUFACTURING,
TESTING, STORAGE, DISTRIBUTION, TRANSPORT, TRANSFER, AND
DISPENSATION OF REGULATED NATURAL MEDICINE OR REGULATED
NATURAL MEDICINE PRODUCT; SUSPEND, FINE, RESTRICT, OR REVOKE SUCH

-43-

1 LICENSES, WHETHER ACTIVE, EXPIRED, OR SURRENDERED, UPON A 2 VIOLATION OF THIS ARTICLE 50 OR A RULE PROMULGATED PURSUANT TO 3 THIS ARTICLE 50; AND IMPOSE ANY PENALTY AUTHORIZED BY THIS 4 ARTICLE 50 OR A RULE PROMULGATED PURSUANT TO THIS ARTICLE 50. THE 5 STATE LICENSING AUTHORITY MAY TAKE ANY ACTION WITH RESPECT TO A 6 REGISTRATION OR PERMIT PURSUANT TO THIS ARTICLE 50 AS IT MAY WITH 7 RESPECT TO A LICENSE ISSUED PURSUANT TO THIS ARTICLE 50. IN 8 ACCORDANCE WITH THE PROCEDURES ESTABLISHED PURSUANT TO THIS 9 ARTICLE 50.

10 (b) PROMULGATE RULES FOR THE PROPER REGULATION AND
11 CONTROL OF THE CULTIVATION, MANUFACTURING, TESTING, STORAGE,
12 DISTRIBUTION, TRANSPORT, TRANSFER, AND DISPENSATION OF REGULATED
13 NATURAL MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT AND
14 FOR THE ENFORCEMENT OF THIS ARTICLE 50 AND PROMULGATE AMENDED
15 RULES AND SUCH SPECIAL RULINGS AND FINDINGS AS NECESSARY;

16 (c) CONDUCT INVESTIGATIONS AND HEARINGS, GATHER EVIDENCE,
17 AND PURSUE DISCIPLINARY ACTIONS WITH RESPECT TO LICENSES WHEN
18 THE STATE LICENSING AUTHORITY HAS REASONABLE CAUSE TO BELIEVE
19 THAT A PERSON OR ENTITY IS VIOLATING THIS ARTICLE 50 OR A RULE
20 PROMULGATED PURSUANT TO THIS ARTICLE 50;

(d) (I) PETITION A DISTRICT COURT FOR AN INVESTIGATIVE
SUBPOENA APPLICABLE TO A PERSON WHO IS NOT LICENSED PURSUANT TO
THIS ARTICLE 50 TO OBTAIN DOCUMENTS OR INFORMATION NECESSARY TO
ENFORCE A PROVISION OF THIS ARTICLE 50 OR A RULE PROMULGATED
PURSUANT TO THIS ARTICLE 50 AFTER REASONABLE EFFORTS HAVE BEEN
MADE TO OBTAIN REQUESTED DOCUMENTS OR INFORMATION WITHOUT A
SUBPOENA;

-44-

1 (II) APPLY TO ANY COURT OF COMPETENT JURISDICTION TO 2 TEMPORARILY RESTRAIN OR PRELIMINARILY OR PERMANENTLY ENJOIN THE 3 ACT IN QUESTION OF A PERSON WHO IS NOT LICENSED PURSUANT TO THIS 4 ARTICLE 50 AND TO ENFORCE COMPLIANCE WITH THIS ARTICLE 50 OR A 5 RULE PROMULGATED PURSUANT TO THIS ARTICLE 50 WHENEVER IT 6 APPEARS TO THE DIRECTOR UPON SUFFICIENT EVIDENCE SATISFACTORY TO 7 THE DIRECTOR THAT A PERSON HAS BEEN OR IS COMMITTING AN ACT 8 PROHIBITED BY THIS ARTICLE 50 OR A RULE PROMULGATED PURSUANT TO 9 THIS ARTICLE 50, AND THE ACT:

10 (A) THREATENS PUBLIC HEALTH OR SAFETY; OR

11 (B) CONSTITUTES AN UNLAWFUL ACT FOR WHICH THE PERSON 12 DOES NOT HOLD THE REQUIRED LICENSE PURSUANT TO THIS ARTICLE 50; 13 (e) HEAR AND DETERMINE AT A PUBLIC HEARING ANY CONTESTED 14 STATE LICENSE DENIAL AND ANY COMPLAINTS AGAINST A LICENSEE, AND 15 ADMINISTER OATHS AND ISSUE SUBPOENAS TO REQUIRE THE PRESENCE OF 16 PERSONS AND THE PRODUCTION OF PAPERS, BOOKS, AND RECORDS 17 NECESSARY TO THE DETERMINATION OF ANY HEARING SO HELD, ALL IN 18 ACCORDANCE WITH ARTICLE 4 OF TITLE 24. THE STATE LICENSING 19 AUTHORITY MAY, IN ITS DISCRETION, DELEGATE TO THE DEPARTMENT'S 20 HEARING OFFICERS THE AUTHORITY TO CONDUCT LICENSING, 21 DISCIPLINARY, AND RULE-MAKING HEARINGS PURSUANT TO SECTION 22 24-4-105. When conducting the hearings, the hearing officers are 23 EMPLOYEES OF THE STATE LICENSING AUTHORITY UNDER THE DIRECTION 24 AND SUPERVISION OF THE EXECUTIVE DIRECTOR AND THE STATE LICENSING 25 AUTHORITY.

26 (f) DEVELOP FORMS, LICENSES, IDENTIFICATION CARDS, AND
 27 APPLICATIONS AS NECESSARY OR CONVENIENT IN THE DISCRETION OF THE

-45-

STATE LICENSING AUTHORITY FOR THE ADMINISTRATION OF THIS ARTICLE
 50 OR A RULE PROMULGATED PURSUANT TO THIS ARTICLE 50;

3 (g) IN COORDINATION WITH THE DIVISION OF PROFESSIONS AND 4 OCCUPATIONS WITHIN THE DEPARTMENT OF REGULATORY AGENCIES 5 PURSUANT TO SECTION 12-170-105 (1)(j), ANNUALLY PUBLISH A PUBLICLY 6 AVAILABLE REPORT CONCERNING THE IMPLEMENTATION AND 7 ADMINISTRATION OF THIS ARTICLE 50 AND ARTICLE 170 OF TITLE 12. THE 8 REPORT MUST USE RELEVANT DATA, AS DETERMINED BY THE STATE 9 LICENSING AUTHORITY AND THE DIRECTOR, AND MUST NOT DISCLOSE THE 10 IDENTITY OF ANY PARTICIPANT OR INCLUDE ANY INFORMATION THAT 11 COULD DISCLOSE THE IDENTITY OF A PARTICIPANT.

12 (h) DEVELOP AND PROMOTE ACCURATE PUBLIC EDUCATION 13 CAMPAIGNS RELATED TO THE USE OF NATURAL MEDICINE OR NATURAL 14 MEDICINE PRODUCT, INCLUDING PUBLIC SERVICE ANNOUNCEMENTS, 15 EDUCATIONAL MATERIALS, AND APPROPRIATE CRISIS RESPONSE 16 MATERIALS, AND DEVELOP AND PROMOTE TRAINING MATERIALS FOR FIRST 17 RESPONDERS AND MULTI-RESPONDERS, INCLUDING LAW ENFORCEMENT, 18 EMERGENCY MEDICAL PROVIDERS, SOCIAL SERVICES PROVIDERS, AND FIRE 19 FIGHTERS.

20 (2) NOTHING IN THIS ARTICLE 50 DELEGATES TO THE STATE
21 LICENSING AUTHORITY THE POWER TO FIX PRICES FOR REGULATED
22 NATURAL MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT.

(3) NOTHING IN THIS ARTICLE 50 LIMITS A LAW ENFORCEMENT
AGENCY'S ABILITY TO INVESTIGATE UNLAWFUL ACTIVITY IN RELATION TO
A NATURAL MEDICINE LICENSEE. A LAW ENFORCEMENT AGENCY HAS THE
AUTHORITY TO RUN A COLORADO CRIME INFORMATION CENTER CRIMINAL
HISTORY RECORD CHECK OF A LICENSEE OR EMPLOYEE OF A LICENSEE

DURING AN INVESTIGATION OF UNLAWFUL ACTIVITY RELATED TO NATURAL
 MEDICINE OR NATURAL MEDICINE PRODUCT.

3 (4) THE STATE LICENSING AUTHORITY SHALL COORDINATE WITH
4 THE EXECUTIVE DIRECTOR OF THE DEPARTMENT OF PUBLIC HEALTH AND
5 ENVIRONMENT CONCERNING THE ESTABLISHMENT OF STANDARDS FOR
6 LICENSING LABORATORIES PURSUANT TO THE REQUIREMENTS OUTLINED
7 IN SECTION 25-1.5-120 FOR REGULATED NATURAL MEDICINE AND
8 REGULATED NATURAL MEDICINE PRODUCT.

9 (5) THE STATE LICENSING AUTHORITY SHALL, WHEN FINANCIALLY 10 FEASIBLE, ESTABLISH PROCEDURES, POLICIES, AND PROGRAMS TO ENSURE 11 THIS ARTICLE 50 AND RULES PROMULGATED PURSUANT TO THIS ARTICLE 12 50 ARE EQUITABLE AND INCLUSIVE, PROMOTE THE LICENSING, 13 REGISTRATION, AND PERMITTING OF, AND PROVISION OF NATURAL 14 MEDICINE AND NATURAL MEDICINE PRODUCT TO, PERSONS FROM 15 COMMUNITIES THAT HAVE BEEN DISPROPORTIONATELY HARMED BY HIGH 16 RATES OF ARREST FOR CONTROLLED SUBSTANCES, PERSONS WHO FACE 17 BARRIERS TO HEALTH-CARE ACCESS, PERSONS WHO HAVE TRADITIONAL, 18 TRIBAL, OR INDIGENOUS HISTORY WITH NATURAL MEDICINE OR NATURAL 19 MEDICINE PRODUCT, OR TO PERSONS WHO ARE VETERANS. THE STATE 20 LICENSING AUTHORITY MAY CONSULT THE BOARD WHEN CONSIDERING 21 PROCEDURES, POLICIES, AND PROGRAMS PURSUANT TO THIS SUBSECTION 22 (5).

(6) THE STATE LICENSING AUTHORITY HAS AUTHORITY TO COLLECT
AVAILABLE AND RELEVANT DATA NECESSARY TO PERFORM FUNCTIONS
AND DUTIES NECESSARY TO ADMINISTER THIS ARTICLE 50.

26 (7) THE STATE LICENSING AUTHORITY SHALL PERFORM OTHER
27 FUNCTIONS AND DUTIES NECESSARY TO ADMINISTER THIS ARTICLE 50.

-47-

44-50-203. State licensing authority - rules - legislative
 declaration. (1) Mandatory rule-making. RULES PROMULGATED
 PURSUANT TO SECTION 44-50-202 (1)(b) MUST INCLUDE THE FOLLOWING
 SUBJECTS:

5 (a) PROCEDURES AND REQUIREMENTS CONSISTENT WITH THIS
6 ARTICLE 50 FOR THE ISSUANCE, DENIAL, RENEWAL, REINSTATEMENT,
7 MODIFICATION, SUSPENSION, AND REVOCATION OF LICENSES;

(b) OVERSIGHT REQUIREMENTS FOR LICENSEES;

8

9 (c) A SCHEDULE OF APPLICATION, LICENSING, AND RENEWAL FEES
10 FOR LICENSES;

11 (d)QUALIFICATIONS AND ELIGIBILITY REQUIREMENTS FOR 12 LICENSURE PURSUANT TO THIS ARTICLE 50, INCLUDING CONTINUING 13 ELIGIBILITY EXPECTATIONS, INCLUDING TIMELY PAYING TAXES OWED TO 14 THE DEPARTMENT OF REVENUE, TIMELY FILING TAX RETURNS, AND TIMELY 15 CURING ANY TAX DEFICIENCIES, AND AUTHORIZATION FOR THE 16 DEPARTMENT OF REVENUE TO HAVE ACCESS TO LICENSING INFORMATION 17 TO ENSURE TAX PAYMENT FOR THE EFFECTIVE ADMINISTRATION OF THIS 18 ARTICLE 50;

19 (e) PERMISSIBLE AND PROHIBITED FINANCIAL INTERESTS IN A
20 LICENSE ISSUED PURSUANT TO THIS ARTICLE 50 OR A LICENSE ISSUED
21 PURSUANT TO ARTICLE 170 OF TITLE 12; EXCEPT THAT A PERSON MAY NOT
22 HAVE A FINANCIAL INTEREST IN MORE THAN <u>FIVE</u> NATURAL MEDICINE
23 BUSINESS LICENSES;

(f) (I) ESTABLISHMENT OF A NATURAL MEDICINE INDEPENDENT
TESTING AND CERTIFICATION PROGRAM FOR LICENSEES WITHIN AN
IMPLEMENTATION TIME FRAME ESTABLISHED BY THE DIVISION, REQUIRING
LICENSEES TO TEST REGULATED NATURAL MEDICINE AND REGULATED

-48-

NATURAL MEDICINE PRODUCT TO ENSURE, AT A MINIMUM, THAT
 REGULATED NATURAL MEDICINE AND REGULATED NATURAL MEDICINE
 PRODUCT TRANSFERRED FOR HUMAN CONSUMPTION BY PERSONS LICENSED
 PURSUANT TO THIS ARTICLE 50 DO NOT CONTAIN CONTAMINANTS THAT
 ARE INJURIOUS TO HEALTH AND TO ENSURE CORRECT LABELING, AS WELL
 AS:

7 (A) CERTIFICATION REQUIREMENTS FOR LABORATORIES THAT TEST
8 REGULATED NATURAL MEDICINE AND REGULATED NATURAL MEDICINE
9 PRODUCT, AND REQUIREMENTS THAT THE TEST RESULTS PRODUCED BY A
10 LABORATORY MUST NOT BE USED UNLESS THE LABORATORY IS CERTIFIED;
11 (B) TESTING PROCEDURES AND FREQUENCY OF REGULATED
12 NATURAL MEDICINE AND REGULATED NATURAL MEDICINE PRODUCT BY

13 LICENSEES;

14 (C) WHETHER TO ALLOW FOR ANY NATURAL PERSON TO REQUEST
15 AND UTILIZE TESTING SERVICES OF NATURAL MEDICINE AND NATURAL
16 MEDICINE PRODUCT IF THE NATURAL PERSON IS TWENTY-ONE YEARS OF
17 AGE OR OLDER;

18 (D) DEFINITIONS, PERMISSIONS, AND PROHIBITIONS CONCERNING
19 CONFLICTS OF INTEREST RELATED TO, AND ECONOMIC INTERESTS FOR,
20 PERSONS WHO OWN OR ARE ASSOCIATED WITH A NATURAL MEDICINE
21 TESTING LICENSE AND OTHER LICENSES; AND

(E) PROCEDURES AND REQUIREMENTS NECESSARY TO FACILITATE
THE COORDINATION OF DUTIES WITH RESPECT TO THE NATURAL MEDICINE
TESTING AND CERTIFICATION PROGRAM WITH THE DEPARTMENT OF PUBLIC
HEALTH AND ENVIRONMENT.

26 (II) THE STATE LICENSING AUTHORITY SHALL PROMULGATE RULES
27 PURSUANT TO THIS SUBSECTION (1)(f) IN COORDINATION WITH THE

-49-

DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT TO ENSURE
 CONSISTENCY BETWEEN RULES.

3 (g) THE REGULATION OF A LICENSED PREMISES, INCLUDING RULES
4 THAT ALLOW A NATURAL MEDICINE HEALING CENTER LICENSEE'S LICENSED
5 PREMISES TO BE CO-LOCATED WITH ANOTHER NATURAL MEDICINE HEALING
6 CENTER LICENSEE'S LICENSED PREMISES OR A HEALTH-CARE FACILITY;

7 (h) REQUIREMENTS FOR THE TRANSPORTATION OF REGULATED
8 NATURAL MEDICINE AND REGULATED NATURAL MEDICINE PRODUCT,
9 INCLUDING:

10

(I) SECURITY REQUIREMENTS;

11 (II) TRANSPORTATION VEHICLE REQUIREMENTS, INCLUDING
12 REQUIREMENTS FOR SURVEILLANCE;

13 (III) LIMITS ON THE AMOUNT OF REGULATED NATURAL MEDICINE
14 AND REGULATED NATURAL MEDICINE PRODUCT THAT MAY BE CARRIED IN
15 A TRANSPORTATION VEHICLE;

16 (IV) RECORD-KEEPING REQUIREMENTS; AND

17 (V) TRANSPORTATION MANIFEST REQUIREMENTS;

18 (i) LIMITS ON THE AMOUNT OF REGULATED NATURAL MEDICINE 19 AND REGULATED NATURAL MEDICINE PRODUCT THAT IS ALLOWED FOR 20 PRODUCTION BY A NATURAL MEDICINE CULTIVATION FACILITY LICENSE OR 21 NATURAL MEDICINE PRODUCT MANUFACTURER LICENSE BASED ON A 22 METRIC OR SET OF METRICS. WHEN CONSIDERING ANY LIMITATIONS, THE 23 STATE LICENSING AUTHORITY SHALL CONSIDER THE TOTAL CURRENT AND 24 ANTICIPATED DEMAND FOR REGULATED NATURAL MEDICINE AND 25 REGULATED NATURAL MEDICINE PRODUCT IN COLORADO AND ATTEMPT TO 26 MINIMIZE THE MARKET FOR UNLAWFUL NATURAL MEDICINE AND NATURAL 27 MEDICINE PRODUCT.

(j) RECORDS TO BE KEPT BY LICENSEES AND THE REQUIRED
 AVAILABILITY OF THE RECORDS FOR INSPECTION BY THE STATE LICENSING
 AUTHORITY;

4 (k) REQUIREMENTS TO PREVENT THE TRANSFER OR DIVERSION OF
5 NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT TO PERSONS UNDER
6 TWENTY-ONE YEARS OF AGE;

7 (1) PERMITTED AND PROHIBITED TRANSFERS OF REGULATED
8 NATURAL MEDICINE AND REGULATED NATURAL MEDICINE PRODUCT
9 BETWEEN LICENSEES;

10 (m) STANDARDS FOR ADVERTISING AND MARKETING A LICENSEE'S 11 SERVICES, INCLUDING: AVOIDING THE MISAPPROPRIATION AND 12 EXPLOITATION OF THE FEDERALLY RECOGNIZED AMERICAN TRIBES AND 13 INDIGENOUS PEOPLE, COMMUNITIES, CULTURES, AND RELIGIONS; AVOIDING 14 THE EXCESSIVE COMMERCIALIZATION OF NATURAL MEDICINE, NATURAL 15 MEDICINE PRODUCT, AND NATURAL MEDICINE SERVICES; PROHIBITING 16 ADVERTISING AND MARKETING OF NATURAL MEDICINE, NATURAL 17 MEDICINE PRODUCT, AND NATURAL MEDICINE SERVICES DIRECTED TO 18 INDIVIDUALS WHO ARE UNDER TWENTY-ONE YEARS OF AGE; AND OTHER 19 PARAMETERS DETERMINED NECESSARY BY THE STATE LICENSING 20 AUTHORITY.

(n) THE STANDARDS FOR QUALIFICATION AS A LICENSEE,
INCLUDING ENVIRONMENTAL, SOCIAL, AND GOVERNANCE CRITERIA
DIRECTED TO THE FINDINGS AND DECLARATIONS SET FORTH IN SECTION
12-170-102.

(2) Permissive rule-making. RULES PROMULGATED PURSUANT TO
SECTION 44-50-202 (1)(b) MAY INCLUDE, BUT NEED NOT BE LIMITED TO,
THE FOLLOWING SUBJECTS:

-51-

(a) ESTABLISHMENT OF LICENSES, AND THE PRIVILEGES AND
 RESTRICTIONS PURSUANT TO SUCH LICENSES, DETERMINED NECESSARY BY
 THE STATE LICENSING AUTHORITY TO IMPLEMENT OR ADMINISTER THIS
 ARTICLE 50;

5 (b) ESTABLISHMENT OF A PRINCIPLE FILE PROCESS AND
6 REQUIREMENTS FOR AN APPLICANT SEEKING TO EXERCISE THE PRIVILEGES
7 OF A LICENSE TYPE IN MULTIPLE LOCATIONS OR SEEKING TO EXERCISE THE
8 PRIVILEGES OF MULTIPLE LICENSE TYPES;

9 (c) REQUIREMENTS FOR ISSUANCE OF CO-LOCATION PERMITS TO A
10 LICENSEE AUTHORIZING CO-LOCATION WITH ANOTHER LICENSED PREMISES;
11 (d) REQUIREMENTS AND RESTRICTIONS ON DIFFERENT TYPES OF
12 REGULATED NATURAL MEDICINE OR REGULATED NATURAL MEDICINE
13 PRODUCT:

14 (e) PACKAGING AND LABELING REQUIREMENTS FOR REGULATED
15 NATURAL MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT,
16 INCLUDING:

17

(I) WARNING LABELS;

18 (II) INDIVIDUAL SERVING AND PER-PACKAGE SERVING AMOUNTS;19 AND

20 (III) CONCENTRATION OF THE REGULATED NATURAL MEDICINE OR
21 REGULATED NATURAL MEDICINE PRODUCT;

(f) SECURITY REQUIREMENTS FOR LICENSED PREMISES, INCLUDING
LIGHTING, PHYSICAL SECURITY, VIDEO, AND ALARM REQUIREMENTS, AND
OTHER MINIMUM PROCEDURES FOR INTERNAL CONTROL AS DEEMED
NECESSARY BY THE STATE LICENSING AUTHORITY TO PROPERLY
ADMINISTER AND ENFORCE THE PROVISIONS OF THIS ARTICLE 50,
INCLUDING REPORTING REQUIREMENTS FOR CHANGES, ALTERATIONS,

MODIFICATIONS TO THE PREMISES, OR ACTIVITIES OR INCIDENTS ON THE
 PREMISES;

- 3 (g) HEALTH AND SAFETY REGULATIONS AND STANDARDS;
- 4 (h) SANITARY REQUIREMENTS;

5 (i) WASTE, DISPOSAL, AND DESTRUCTION REQUIREMENTS OF
6 REGULATED NATURAL MEDICINE OR REGULATED NATURAL MEDICINE
7 PRODUCT, INCLUDING RECORD-KEEPING REQUIREMENTS;

8 (j) STORAGE AND TRANSPORTATION OF REGULATED NATURAL
9 MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT;

10 (k) REQUIREMENTS OF LICENSEES TO TRACK AND MANAGE11 INVENTORY;

(1) COMPLIANCE WITH, ENFORCEMENT OF, OR VIOLATION OF ANY
PROVISION OF THIS ARTICLE 50, ARTICLE 18 OF TITLE 18, OR ANY RULE
PROMULGATED PURSUANT TO THIS ARTICLE 50, INCLUDING PROCEDURES
AND GROUNDS FOR DENYING, SUSPENDING, FINING, MODIFYING,
RESTRICTING, OR REVOKING A STATE LICENSE ISSUED PURSUANT TO THIS
ARTICLE 50 OR ANY RULE PROMULGATED PURSUANT TO THIS ARTICLE 50;
(m) ESTABLISHING A SCHEDULE OF PENALTIES FOR ALLEGED

19 VIOLATIONS OF STATUTES AND RULES;

20 (n) SPECIFICATIONS OF DUTIES OF OFFICERS AND EMPLOYEES OF
21 THE STATE LICENSING AUTHORITY;

22

(0) <u>GUIDANCE</u> FOR LAW ENFORCEMENT OFFICERS;

(p) REQUIREMENTS FOR INSPECTIONS, INVESTIGATIONS, SEARCHES,
SEIZURES, FORFEITURES, EMBARGO, QUARANTINE, RECALLS, AND SUCH
ADDITIONAL ACTIVITIES AS MAY BECOME NECESSARY;

26 (q) PROHIBITION OF MISREPRESENTATION AND UNFAIR PRACTICES;
27 AND

(r) SUCH OTHER MATTERS AS ARE NECESSARY FOR THE FAIR,
 IMPARTIAL, STRINGENT, AND COMPREHENSIVE ADMINISTRATION OF THIS
 ARTICLE 50.

4 (3) THE STATE LICENSING AUTHORITY SHALL CONSULT THE BOARD
5 WHEN CONSIDERING AND PROMULGATING RULES PURSUANT TO THIS
6 SECTION.

7 (4) (a) THE STATE LICENSING AUTHORITY MAY, BY RULE, 8 ESTABLISH PROCEDURES FOR THE CONDITIONAL ISSUANCE OF AN 9 EMPLOYEE LICENSE IDENTIFICATION CARD AT THE TIME OF APPLICATION. 10 THE STATE LICENSING AUTHORITY SHALL BASE ITS (b) (I) 11 ISSUANCE OF AN EMPLOYEE LICENSE IDENTIFICATION CARD PURSUANT TO 12 THIS SUBSECTION (4) ON THE RESULTS OF AN INITIAL INVESTIGATION THAT 13 DEMONSTRATES THE APPLICANT IS QUALIFIED TO HOLD A LICENSE. THE 14 EMPLOYEE LICENSE APPLICATION FOR WHICH AN EMPLOYEE LICENSE 15 IDENTIFICATION CARD WAS ISSUED PURSUANT TO THIS SUBSECTION (4) 16 REMAINS SUBJECT TO DENIAL PENDING THE COMPLETE RESULTS OF THE 17 APPLICANT'S INITIAL FINGERPRINT-BASED CRIMINAL HISTORY RECORD 18 CHECK.

19 (II) RESULTS OF A FINGERPRINT-BASED CRIMINAL HISTORY RECORD 20 CHECK THAT DEMONSTRATE THAT AN APPLICANT POSSESSING AN 21 EMPLOYEE LICENSE IDENTIFICATION CARD PURSUANT TO THIS SUBSECTION 22 (4) IS NOT QUALIFIED TO HOLD A LICENSE ISSUED PURSUANT TO THIS 23 ARTICLE 50 ARE GROUNDS FOR DENIAL OF THE EMPLOYEE LICENSE 24 APPLICATION. IF THE EMPLOYEE LICENSE APPLICATION IS DENIED, THE 25 APPLICANT SHALL RETURN THE EMPLOYEE LICENSE IDENTIFICATION CARD 26 TO THE STATE LICENSING AUTHORITY WITHIN A TIME PERIOD THAT THE 27 STATE LICENSING AUTHORITY ESTABLISHES BY RULE.

44-50-204. Confidentiality. (1) THE STATE LICENSING
 AUTHORITY SHALL MAINTAIN THE CONFIDENTIALITY OF:

3 (a) REPORTS OR OTHER INFORMATION OBTAINED FROM A LICENSEE 4 OR A LICENSE APPLICANT CONTAINING ANY INDIVIDUALIZED DATA, 5 INFORMATION, OR RECORDS RELATED TO THE APPLICANT; LICENSEE; 6 LICENSEE'S OPERATION, INCLUDING SALES INFORMATION, LEASES, 7 BUSINESS ORGANIZATION RECORDS, FINANCIAL RECORDS, TAX RETURNS, 8 CREDIT REPORTS, CULTIVATION INFORMATION, TESTING RESULTS, AND 9 SECURITY INFORMATION AND PLANS; ANY PARTICIPANT INFORMATION; OR 10 ANY OTHER RECORDS THAT ARE EXEMPT FROM PUBLIC INSPECTION 11 PURSUANT TO STATE LAW. SUCH REPORTS OR OTHER INFORMATION MAY 12 BE USED ONLY FOR A PURPOSE AUTHORIZED BY THIS ARTICLE 50 OR A RULE 13 PROMULGATED PURSUANT TO THIS ARTICLE 50 FOR INVESTIGATION OR 14 ENFORCEMENT OF ANY INTERNATIONAL, FEDERAL, STATE, OR LOCAL 15 SECURITIES LAW OR REGULATION, OR FOR ANY OTHER STATE OR LOCAL 16 LAW ENFORCEMENT PURPOSE. ANY INFORMATION RELEASED RELATED TO 17 A PARTICIPANT MAY BE USED ONLY FOR A PURPOSE AUTHORIZED BY THIS 18 ARTICLE 50, AS A PART OF AN ACTIVE INVESTIGATION, AS A PART OF A 19 PROCEEDING AUTHORIZED BY THIS ARTICLE 50, OR FOR ANY STATE OR 20 LOCAL LAW ENFORCEMENT PURPOSE INVOLVING EVIDENCE OF SALES 21 TRANSACTIONS IN VIOLATION OF THIS ARTICLE 50 OR EVIDENCE OF 22 CRIMINAL ACTIVITY. THE INFORMATION OR RECORDS RELATED TO A 23 PARTICIPANT CONSTITUTE MEDICAL DATA AS DESCRIBED BY SECTION 24 24-72-204 (3)(a)(I), AND THE INFORMATION OR RECORDS MAY ONLY BE 25 DISCLOSED TO THOSE PERSONS DIRECTLY INVOLVED WITH AN ACTIVE 26 INVESTIGATION OR PROCEEDING.

27

(b) INVESTIGATIVE RECORDS AND DOCUMENTS RELATED TO

-55-

1 ONGOING INVESTIGATIONS. THOSE RECORDS AND DOCUMENTS MAY BE 2 USED ONLY FOR A PURPOSE AUTHORIZED BY THIS ARTICLE 50 OR RULES 3 PROMULGATED BY THIS ARTICLE 50, OR FOR ANY OTHER STATE OR LOCAL 4 LAW ENFORCEMENT PURPOSE. 5 (c) COMPUTER SYSTEMS MAINTAINED BY THE STATE LICENSING 6 AUTHORITY AND THE VENDORS WITH WHICH THE STATE LICENSING 7 AUTHORITY HAS CONTRACTED. 8 (2) THE STATE LICENSING AUTHORITY SHALL MAKE AVAILABLE 9 FOR PUBLIC INSPECTION: 10 DOCUMENTS RELATED TO FINAL AGENCY ACTIONS AND (a) 11 ORDERS; 12 (b) RECORDS RELATED TO TESTING ON AN AGGREGATED AND 13 **DE-IDENTIFIED BASIS;** 14 (c) DEMOGRAPHIC INFORMATION RELATED TO APPLICANTS AND 15 LICENSEES AVAILABLE ON AN AGGREGATED AND DE-IDENTIFIED BASIS; 16 AND 17 (d) ENFORCEMENT FORMS AND COMPLIANCE CHECKLISTS. 18 PART 3 19 LICENSE TYPES 20 44-50-301. Classes of licenses. (1) FOR THE PURPOSE OF 21 REGULATING THE CULTIVATION, MANUFACTURING, TESTING, STORAGE, 22 DISTRIBUTION, TRANSPORT, TRANSFER, AND DISPENSATION OF REGULATED 23 NATURAL MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT, THE 24 STATE LICENSING AUTHORITY IN ITS DISCRETION, UPON APPLICATION IN 25 THE PRESCRIBED FORM, MAY ISSUE AND GRANT TO THE APPLICANT A 26 LICENSE FROM ANY OF THE CLASSES LISTED IN SUBSECTION (2) OF THIS 27 SECTION, SUBJECT TO THE PROVISIONS AND RESTRICTIONS PROVIDED BY

1 THIS ARTICLE 50 OR A RULE PROMULGATED PURSUANT TO THIS ARTICLE 50.

2 (2) (a) THE FOLLOWING ARE NATURAL MEDICINE BUSINESS3 LICENSES:

4 (I) NATURAL MEDICINE HEALING CENTER LICENSE;

5 (II) NATURAL MEDICINE CULTIVATION FACILITY LICENSE;

6 (III) NATURAL MEDICINE PRODUCT MANUFACTURER LICENSE;

7 (IV) NATURAL MEDICINE TESTING FACILITY LICENSE; AND

8 (V) ANY NATURAL MEDICINE BUSINESS LICENSE DETERMINED
9 NECESSARY BY THE STATE LICENSING AUTHORITY.

10 THE FOLLOWING ARE NATURAL MEDICINE LICENSES OR (b) 11 REGISTRATIONS: OCCUPATIONAL LICENSES AND REGISTRATIONS FOR 12 OWNERS, MANAGERS, OPERATORS, EMPLOYEES, CONTRACTORS, AND 13 OTHER SUPPORT STAFF EMPLOYED BY, WORKING IN, OR HAVING ACCESS TO 14 RESTRICTED AREAS OF THE LICENSED PREMISES, AS DETERMINED BY THE 15 STATE LICENSING AUTHORITY. THE STATE LICENSING AUTHORITY MAY 16 TAKE ANY ACTION WITH RESPECT TO A REGISTRATION OR PERMIT 17 PURSUANT TO THIS ARTICLE 50 OR RULES PROMULGATED PURSUANT TO 18 This article 50 as it may, with respect to a license issued 19 PURSUANT TO THIS ARTICLE 50 OR RULES PROMULGATED PURSUANT TO 20 THIS ARTICLE 50 IN ACCORDANCE WITH THE PROCEDURES ESTABLISHED 21 PURSUANT TO THIS ARTICLE 50 OR RULES PROMULGATED PURSUANT TO 22 THIS ARTICLE 50.

(3) A STATE CHARTERED BANK OR A CREDIT UNION MAY LOAN
MONEY TO ANY PERSON LICENSED PURSUANT TO THIS ARTICLE 50 OR
RULES PROMULGATED PURSUANT TO THIS ARTICLE 50 FOR THE OPERATION
OF A LICENSED NATURAL MEDICINE BUSINESS.

27 (4) A PERSON MAY NOT OPERATE A LICENSE ISSUED PURSUANT TO

-57-

THIS ARTICLE 50 AT THE SAME LOCATION AS A LICENSE OR PERMIT ISSUED
 PURSUANT TO ARTICLE 3, 4, 5, OR 10 OF THIS TITLE 44.

3 44-50-302. Restrictions for applications for new licenses.
4 (1) THE STATE LICENSING AUTHORITY SHALL NOT RECEIVE OR ACT UPON
5 AN APPLICATION FOR THE ISSUANCE OF A NATURAL MEDICINE BUSINESS
6 LICENSE PURSUANT TO THIS ARTICLE 50:

7 (a) IF THE APPLICATION FOR A LICENSE CONCERNS A PARTICULAR
8 LOCATION THAT IS THE SAME AS OR WITHIN ONE THOUSAND FEET OF A
9 LOCATION FOR WHICH, WITHIN THE TWO YEARS IMMEDIATELY PRECEDING
10 THE DATE OF THE APPLICATION, THE STATE LICENSING AUTHORITY DENIED
11 AN APPLICATION FOR THE SAME CLASS OF LICENSE DUE TO THE NATURE OF
12 THE USE OR OTHER CONCERN RELATED TO THE LOCATION;

(b) UNTIL IT IS ESTABLISHED THAT THE APPLICANT IS, OR WILL BE,
ENTITLED TO POSSESSION OF THE PREMISES FOR WHICH APPLICATION IS
MADE UNDER A LEASE, RENTAL AGREEMENT, OR OTHER ARRANGEMENT
FOR POSSESSION OF THE PREMISES OR BY VIRTUE OF OWNERSHIP OF THE
PREMISES;

18 (c) FOR A LOCATION IN AN AREA WHERE THE CULTIVATION,
19 MANUFACTURING, TESTING, STORAGE, DISTRIBUTION, TRANSFER, AND
20 DISPENSATION OF NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT AS
21 CONTEMPLATED IS NOT PERMITTED UNDER THE APPLICABLE ZONING LAWS
22 OF THE LOCAL JURISDICTION;

(d) (I) IF THE BUILDING WHERE NATURAL MEDICINE SERVICES ARE
PROVIDED IS WITHIN ONE THOUSAND FEET OF A CHILD CARE CENTER;
PRESCHOOL; ELEMENTARY, MIDDLE, JUNIOR, OR HIGH SCHOOL; OR A
RESIDENTIAL CHILD CARE FACILITY. THE PROVISIONS OF THIS SECTION DO
NOT AFFECT THE RENEWAL OR REISSUANCE OF A LICENSE ONCE GRANTED

1 OR APPLY TO LICENSED PREMISES LOCATED OR TO BE LOCATED ON LAND 2 OWNED BY A MUNICIPALITY, NOR DO THE PROVISIONS OF THIS SECTION 3 APPLY TO AN EXISTING LICENSED PREMISES ON LAND OWNED BY THE STATE 4 OR APPLY TO A LICENSE IN EFFECT AND ACTIVELY DOING BUSINESS BEFORE 5 THE SCHOOL OR FACILITY WAS CONSTRUCTED. THE GOVERNING BODY OF 6 A MUNICIPALITY, BY ORDINANCE; AND THE GOVERNING BODY OF A 7 COUNTY, BY RESOLUTION, MAY VARY THE DISTANCE RESTRICTIONS 8 IMPOSED BY THIS SUBSECTION (1)(d)(I) FOR A LICENSE OR MAY ELIMINATE 9 ONE OR MORE TYPES OF SCHOOLS OR FACILITIES FROM THE APPLICATION 10 OF A DISTANCE RESTRICTION ESTABLISHED BY OR PURSUANT TO THIS 11 SUBSECTION (1)(d)(I).

(II) THE DISTANCES REFERRED TO IN THIS SUBSECTION (1)(d) MUST
BE COMPUTED BY DIRECT MEASUREMENT FROM THE NEAREST PROPERTY
LINE OF THE LAND USED FOR A SCHOOL OR FACILITY TO THE NEAREST
PORTION OF THE BUILDING IN WHICH NATURAL MEDICINE SERVICES ARE
PROVIDED, USING A ROUTE OF DIRECT PEDESTRIAN ACCESS.

17 (III) THE STATE LICENSING AUTHORITY SHALL CONSIDER THE
18 EVIDENCE AND MAKE A SPECIFIC FINDING OF FACT AS TO WHETHER THE
19 BUILDING IN WHICH THE NATURAL MEDICINE BUSINESS IS LOCATED IS
20 WITHIN ANY DISTANCE RESTRICTIONS ESTABLISHED BY OR PURSUANT TO
21 THIS SUBSECTION (1)(d).

(2) THE STATE LICENSING AUTHORITY SHALL NOT APPROVE AN
APPLICATION FOR THE ISSUANCE OF A NATURAL MEDICINE BUSINESS
LICENSE PURSUANT TO THIS ARTICLE 50 UNTIL THE STATE LICENSING
AUTHORITY ESTABLISHES THAT THE APPLICANT IS, OR WILL BE, ENTITLED
TO POSSESSION OF THE PREMISES FOR WHICH APPLICATION IS MADE UNDER
A LEASE, RENTAL AGREEMENT, OR OTHER ARRANGEMENT FOR POSSESSION

OF THE PREMISES OR BY VIRTUE OF OWNERSHIP OF THE PREMISES.

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## PART 4

NATURAL MEDICINE LICENSE TYPES

4 44-50-401. Natural medicine healing center license - rules.
5 (1) A NATURAL MEDICINE HEALING CENTER LICENSE MAY BE ISSUED ONLY
6 TO A PERSON THAT EMPLOYS OR CONTRACTS WITH A FACILITATOR WHO
7 PROVIDES NATURAL MEDICINE SERVICES PURSUANT TO THE TERMS AND
8 CONDITIONS OF ARTICLE 170 OF TITLE 12.

9 (2) A NATURAL MEDICINE HEALING CENTER LICENSEE MAY 10 TRANSFER REGULATED NATURAL MEDICINE OR REGULATED NATURAL 11 MEDICINE PRODUCT TO ANOTHER NATURAL MEDICINE HEALING CENTER 12 LICENSEE PURSUANT TO RULES PROMULGATED BY THE STATE LICENSING 13 AUTHORITY.

14 (3) PRIOR TO INITIATING NATURAL MEDICINE SERVICES, THE
15 FACILITATOR OF THE NATURAL MEDICINE HEALING CENTER LICENSEE
16 SHALL VERIFY THAT THE PARTICIPANT IS TWENTY-ONE YEARS OF AGE OR
17 OLDER.

18 (4) A NATURAL MEDICINE HEALING CENTER LICENSEE SHALL
19 COMPLY WITH ALL PROVISIONS OF ARTICLE 34 OF TITLE 24, AS THE
20 PROVISIONS RELATE TO PERSONS WITH DISABILITIES.

(5) (a) EXCEPT AS PROVIDED IN SUBSECTION (5)(b) OF THIS
SECTION, A NATURAL MEDICINE HEALING CENTER LICENSEE SHALL NOT
TRANSFER, INDIVIDUALLY OR IN ANY COMBINATION, MORE THAN AN
AMOUNT PROMULGATED BY RULE OF NATURAL MEDICINE AND NATURAL
MEDICINE PRODUCT TO A PARTICIPANT IN A SINGLE ADMINISTRATION
SESSION.

27 (b) THE STATE LICENSING AUTHORITY MAY PROMULGATE RULES

-60-

TO ESTABLISH CERTAIN EXEMPTIONS TO THE NATURAL MEDICINE OR
 NATURAL MEDICINE PRODUCT LIMITATION AND MAY ESTABLISH
 RECORD-KEEPING REQUIREMENTS FOR NATURAL MEDICINE HEALING
 CENTER LICENSEES PURSUANT TO ANY EXEMPTION TO THE
 ADMINISTRATION LIMITATION.

6 44-50-402. Natural medicine cultivation facility license. (1) A
7 NATURAL MEDICINE CULTIVATION FACILITY LICENSE MAY BE ISSUED ONLY
8 TO A PERSON WHO CULTIVATES REGULATED NATURAL MEDICINE FOR
9 TRANSFER AND DISTRIBUTION TO NATURAL MEDICINE HEALING CENTER
10 LICENSEES, NATURAL MEDICINE PRODUCT MANUFACTURER LICENSEES, OR
11 OTHER NATURAL MEDICINE CULTIVATION FACILITY LICENSEES.

12 (2) NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT MUST
13 NOT BE CONSUMED ON THE NATURAL MEDICINE CULTIVATION FACILITY
14 LICENSEE'S LICENSED PREMISES, UNLESS THE LICENSED PREMISES IS
15 CO-LOCATED WITH A NATURAL MEDICINE HEALING CENTER LICENSEE'S
16 LICENSED PREMISES.

17 44-50-403. Natural medicine product manufacturer license.
18 (1) (a) A NATURAL MEDICINE PRODUCT MANUFACTURER LICENSE MAY BE
19 ISSUED TO A PERSON WHO MANUFACTURES REGULATED NATURAL
20 MEDICINE PRODUCT PURSUANT TO THE TERMS AND CONDITIONS OF THIS
21 ARTICLE 50 AND RULES PROMULGATED PURSUANT TO THIS ARTICLE 50.

(b) A NATURAL MEDICINE PRODUCT MANUFACTURER LICENSEE
 MAY CULTIVATE ITS OWN REGULATED NATURAL MEDICINE PURSUANT TO
 A NATURAL MEDICINE CULTIVATION FACILITY LICENSEE.

25 (c) A NATURAL MEDICINE PRODUCT MANUFACTURER LICENSEE
26 SHALL NOT:

27 (I) ADD ANY REGULATED NATURAL MEDICINE TO A FOOD PRODUCT

-61-

1 IF THE MANUFACTURER OF THE FOOD PRODUCT HOLDS A TRADEMARK TO 2 THE FOOD PRODUCT'S NAME: EXCEPT THAT A NATURAL MEDICINE PRODUCT 3 MANUFACTURER LICENSEE MAY USE A TRADEMARKED FOOD PRODUCT IF 4 THE MANUFACTURER USES THE PRODUCT AS A COMPONENT OR AS PART OF 5 A RECIPE AND IF THE NATURAL MEDICINE PRODUCT MANUFACTURER 6 LICENSEE DOES NOT STATE OR ADVERTISE TO THE CONSUMER THAT THE 7 FINAL NATURAL MEDICINE PRODUCT CONTAINS A TRADEMARKED FOOD 8 PRODUCT:

9 (II) INTENTIONALLY OR KNOWINGLY LABEL OR PACKAGE NATURAL
10 MEDICINE OR NATURAL MEDICINE PRODUCT IN A MANNER THAT WOULD
11 CAUSE A REASONABLE CONSUMER CONFUSION AS TO WHETHER THE
12 NATURAL MEDICINE PRODUCT WAS A TRADEMARKED FOOD PRODUCT; OR
13 (III) LABEL OR PACKAGE A PRODUCT IN A MANNER THAT VIOLATES
14 ANY FEDERAL TRADEMARK LAW OR REGULATION.

15 (2) NATURAL MEDICINE AND NATURAL MEDICINE PRODUCT MUST
16 NOT BE CONSUMED ON A NATURAL MEDICINE PRODUCT MANUFACTURER
17 LICENSEE'S LICENSED PREMISES, UNLESS THE LICENSED PREMISES IS
18 CO-LOCATED WITH A NATURAL MEDICINE HEALING CENTER LICENSEE'S
19 LICENSED PREMISES.

44-50-404. Natural medicine testing facility license - rules.
(1) (a) A NATURAL MEDICINE TESTING FACILITY LICENSE MAY BE ISSUED
TO A PERSON WHO PERFORMS TESTING AND RESEARCH ON NATURAL
MEDICINE AND NATURAL MEDICINE PRODUCT.

(b) THE TESTING OF NATURAL MEDICINE AND NATURAL MEDICINE
PRODUCT, AND THE ASSOCIATED STANDARDS, IS A MATTER OF STATEWIDE
CONCERN.

27 (2) THE STATE LICENSING AUTHORITY SHALL PROMULGATE RULES

-62-

1 RELATED TO ACCEPTABLE TESTING AND RESEARCH PRACTICES, INCLUDING 2 BUT NOT LIMITED TO TESTING, STANDARDS, QUALITY CONTROL ANALYSIS, 3 EQUIPMENT CERTIFICATION AND CALIBRATION, IDENTIFICATION OF 4 CHEMICALS AND OTHER SUBSTANCES USED IN BONA FIDE RESEARCH 5 METHODS, AND WHETHER TO ALLOW A NATURAL PERSON TO REQUEST AND 6 UTILIZE TESTING SERVICES OF NATURAL MEDICINE AND NATURAL 7 MEDICINE PRODUCT IF THE NATURAL PERSON IS TWENTY-ONE YEARS OF 8 AGE OR OLDER.

9 (3) A PERSON WHO HAS AN INTEREST IN A NATURAL MEDICINE 10 TESTING FACILITY LICENSE SHALL NOT HAVE ANY INTEREST IN A LICENSED 11 NATURAL MEDICINE HEALING CENTER, A LICENSED NATURAL MEDICINE 12 CULTIVATION FACILITY, A LICENSED NATURAL MEDICINE PRODUCT 13 MANUFACTURER, OR A NATURAL MEDICINE LICENSE ISSUED BY THE STATE 14 LICENSING AUTHORITY PURSUANT TO THIS ARTICLE 50 OR RULES 15 PROMULGATED PURSUANT TO THIS ARTICLE 50.

16

- PART 5
- 17 UNLAWFUL ACTS

18 44-50-501. Unlawful acts. (1) EXCEPT AS OTHERWISE PROVIDED
19 IN THIS ARTICLE 50, IT IS UNLAWFUL FOR A LICENSEE TO:

(a) <u>KNOWINGLY TRANSFER</u> NATURAL MEDICINE OR A NATURAL
MEDICINE PRODUCT TO A PERSON UNDER TWENTY-ONE YEARS OF AGE; OR
(b) KNOWINGLY ADULTERATE OR ALTER, OR ATTEMPT TO
ADULTERATE OR ALTER, ANY SAMPLE OF REGULATED NATURAL MEDICINE
OR A NATURAL MEDICINE PRODUCT FOR THE PURPOSE OF CIRCUMVENTING
TESTING REQUIREMENTS.

- 26PART 6
- 27 FEES

-63-

1 44-50-601. Regulated natural medicine cash fund - created -2 rules. (1) (a) ALL MONEY COLLECTED BY THE STATE LICENSING 3 AUTHORITY PURSUANT TO THIS ARTICLE 50 OR RULES PROMULGATED 4 PURSUANT TO THIS ARTICLE 50 MUST BE TRANSMITTED TO THE STATE 5 TREASURER, WHO SHALL CREDIT THE SAME TO THE REGULATED NATURAL 6 MEDICINE DIVISION CASH FUND, WHICH IS HEREBY CREATED. THE 7 REGULATED NATURAL MEDICINE DIVISION CASH FUND, REFERRED TO IN 8 THIS SECTION AS THE "FUND", CONSISTS OF:

9 (I) THE MONEY COLLECTED BY THE STATE LICENSING AUTHORITY; 10 AND

(II) ANY ADDITIONAL GENERAL FUND MONEY APPROPRIATED TO
THE FUND THAT IS NECESSARY FOR THE OPERATION OF THE STATE
LICENSING AUTHORITY.

(b) MONEY IN THE FUND IS SUBJECT TO ANNUAL APPROPRIATION
BY THE GENERAL ASSEMBLY TO THE DEPARTMENT FOR THE DIRECT AND
INDIRECT COSTS ASSOCIATED WITH IMPLEMENTING THIS ARTICLE 50.

17 (c) ANY MONEY IN THE FUND NOT EXPENDED FOR THE PURPOSES 18 OF THIS SECTION MAY BE INVESTED BY THE STATE TREASURER AS 19 PROVIDED BY LAW. ALL INTEREST AND INCOME DERIVED FROM THE 20 INVESTMENT AND DEPOSIT OF MONEY IN THE FUND SHALL BE CREDITED TO 21 THE FUND. ANY UNEXPENDED AND UNENCUMBERED MONEY REMAINING 22 IN THE FUND AT THE END OF A FISCAL YEAR REMAINS IN THE FUND AND 23 SHALL NOT BE CREDITED OR TRANSFERRED TO THE GENERAL FUND OR 24 ANOTHER FUND.

(2) THE EXECUTIVE DIRECTOR BY RULE OR AS OTHERWISE
PROVIDED BY LAW MAY REDUCE THE AMOUNT OF ONE OR MORE OF THE
FEES IF NECESSARY PURSUANT TO SECTION 24-75-402 (3) TO REDUCE THE

-64-

UNCOMMITTED RESERVES OF THE FUND TO WHICH ALL OR ANY PORTION OF
 ONE OR MORE OF THE FEES IS CREDITED. AFTER THE UNCOMMITTED
 RESERVES OF THE FUND ARE SUFFICIENTLY REDUCED, THE EXECUTIVE
 DIRECTOR BY RULE OR AS OTHERWISE PROVIDED BY LAW MAY INCREASE
 THE AMOUNT OF ONE OR MORE OF THE FEES AS PROVIDED IN SECTION
 24-75-402 (4).

7 (3) (a) THE STATE LICENSING AUTHORITY SHALL ESTABLISH FEES
8 FOR PROCESSING THE APPLICATIONS OR LICENSES PURSUANT TO SECTION
9 44-50-301.

(b) THE AMOUNTS OF SUCH FEES, WHEN ADDED TO THE OTHER FEES
TRANSFERRED TO THE FUND PURSUANT TO THIS SECTION, MUST REFLECT
THE ACTUAL DIRECT AND INDIRECT COSTS OF THE STATE LICENSING
AUTHORITY IN THE ADMINISTRATION AND ENFORCEMENT OF THIS ARTICLE
50 SO THAT THE FEES AVOID EXCEEDING THE STATUTORY LIMIT ON
UNCOMMITTED RESERVES IN ADMINISTRATIVE AGENCY CASH FUNDS AS SET
FORTH IN SECTION 24-75-402 (3).

17 (c) THE STATE LICENSING AUTHORITY MAY CHARGE APPLICANTS
18 LICENSED PURSUANT TO THIS ARTICLE 50 A FEE FOR THE COST OF EACH
19 FINGERPRINT ANALYSIS AND BACKGROUND INVESTIGATION UNDERTAKEN
20 TO QUALIFY NEW OFFICERS, DIRECTORS, MANAGERS, OR EMPLOYEES.

(d) AT LEAST ANNUALLY, THE STATE LICENSING AUTHORITY SHALL
REVIEW THE AMOUNTS OF THE FEES AND, IF NECESSARY, ADJUST THE
AMOUNTS TO REFLECT THE DIRECT AND INDIRECT COSTS OF THE STATE
LICENSING AUTHORITY.

(e) THE FEES ESTABLISHED AND COLLECTED PURSUANT TO THIS
SECTION MUST NOT EXCEED THE AMOUNT NECESSARY TO ADMINISTER THIS
ARTICLE 50.

-65-

1 (4) EXCEPT AS PROVIDED IN SUBSECTION (5) OF THIS SECTION, THE 2 STATE LICENSING AUTHORITY SHALL ESTABLISH A BASIC FEE THAT SHALL 3 BE PAID AT THE TIME OF SERVICE OF ANY SUBPOENA UPON THE STATE 4 LICENSING AUTHORITY, PLUS A FEE FOR MEALS AND A FEE FOR MILEAGE AT 5 THE RATE PRESCRIBED FOR STATE OFFICERS AND EMPLOYEES IN SECTION 6 24-9-104 FOR EACH MILE ACTUALLY AND NECESSARILY TRAVELED IN 7 GOING TO AND RETURNING FROM THE PLACE NAMED IN THE SUBPOENA. IF 8 THE PERSON NAMED IN THE SUBPOENA IS REOUIRED TO ATTEND THE PLACE 9 NAMED IN THE SUBPOENA FOR MORE THAN ONE DAY, THERE SHALL BE 10 PAID, IN ADVANCE, A SUM TO BE ESTABLISHED BY THE STATE LICENSING 11 AUTHORITY FOR EACH DAY OF ATTENDANCE TO COVER THE EXPENSES OF 12 THE PERSON NAMED IN THE SUBPOENA.

13 (5) THE SUBPOENA FEE ESTABLISHED PURSUANT TO SUBSECTION
14 (4) OF THIS SECTION DOES NOT APPLY TO ANY FEDERAL, STATE, OR LOCAL
15 GOVERNMENTAL AGENCY.

16 44-50-602. Fees - allocation. (1) EXCEPT AS OTHERWISE
17 PROVIDED, ALL FEES AND FINES PROVIDED FOR BY THIS ARTICLE 50 SHALL
18 BE PAID TO THE STATE LICENSING AUTHORITY, WHICH SHALL TRANSMIT
19 THE FEES TO THE STATE TREASURER. THE STATE TREASURER SHALL CREDIT
20 THE FEES TO THE REGULATED NATURAL MEDICINE DIVISION CASH FUND
21 CREATED IN SECTION 44-50-601.

(2) THE EXPENDITURES OF THE STATE LICENSING AUTHORITY ARE
PAID OUT OF APPROPRIATIONS FROM THE REGULATED NATURAL MEDICINE
DIVISION CASH FUND CREATED IN SECTION 44-50-601.

25 PART 7
26 DISCIPLINARY ACTIONS
27 44-50-701. Suspension - revocation - fines. (1) IN ADDITION TO

1 ANY OTHER SANCTIONS PRESCRIBED BY THIS ARTICLE 50 or rules 2 PROMULGATED PURSUANT TO THIS ARTICLE 50, THE STATE LICENSING 3 AUTHORITY HAS THE POWER, ON ITS OWN MOTION OR ON COMPLAINT, 4 AFTER INVESTIGATION AND OPPORTUNITY FOR A PUBLIC HEARING AT 5 WHICH THE LICENSEE MUST BE AFFORDED AN OPPORTUNITY TO BE HEARD, 6 TO FINE A LICENSEE OR TO SUSPEND OR REVOKE A LICENSE ISSUED BY THE 7 AUTHORITY FOR A VIOLATION BY THE LICENSEE OR BY ANY OF THE AGENTS 8 OR EMPLOYEES OF THE LICENSEE OF THE PROVISIONS OF THIS ARTICLE 50, 9 OR ANY OF THE RULES PROMULGATED PURSUANT TO THIS ARTICLE 50, OR 10 OF ANY OF THE TERMS, CONDITIONS, OR PROVISIONS OF THE LICENSE 11 ISSUED BY THE STATE LICENSING AUTHORITY. THE STATE LICENSING 12 AUTHORITY HAS THE POWER TO ADMINISTER OATHS AND ISSUE SUBPOENAS 13 TO REQUIRE THE PRESENCE OF PERSONS AND THE PRODUCTION OF PAPERS, 14 BOOKS, AND RECORDS NECESSARY TO THE DETERMINATION OF A HEARING 15 THAT THE STATE LICENSING AUTHORITY IS AUTHORIZED TO CONDUCT.

16 (2) THE STATE LICENSING AUTHORITY SHALL PROVIDE NOTICE OF 17 SUSPENSION, REVOCATION, FINE, OR OTHER SANCTION, AS WELL AS THE 18 REQUIRED NOTICE OF THE HEARING PURSUANT TO SUBSECTION (1) OF THIS 19 SECTION, BY MAILING THE SAME IN WRITING TO THE LICENSEE AT THE 20 ADDRESS CONTAINED IN THE LICENSE AND, IF DIFFERENT, AT THE LAST 21 ADDRESS FURNISHED TO THE AUTHORITY BY THE LICENSEE. EXCEPT IN THE 22 CASE OF A SUMMARY SUSPENSION, A SUSPENSION MAY NOT EXCEED SIX 23 MONTHS. IF A LICENSE IS SUSPENDED OR REVOKED, A PART OF THE FEES 24 PAID FOR THE LICENSE ARE NOT RETURNED TO THE LICENSEE. ANY 25 LICENSE, REGISTRATION, OR PERMIT MAY BE SUMMARILY SUSPENDED BY 26 THE STATE LICENSING AUTHORITY WITHOUT NOTICE PENDING ANY 27 PROSECUTION, INVESTIGATION, OR PUBLIC HEARING PURSUANT TO THE

| 1  | TERMS OF SECTION $24-4-104(4)$ . Nothing in this section prevents the        |
|----|--|
| 2  | SUMMARY SUSPENSION OF A LICENSE PURSUANT TO SECTION $24-4-104(4)$ .          |
| 3  | PART 8   |
| 4  | JUDICIAL REVIEW  |
| 5  | 44-50-801. Judicial review. Decisions by the state licensing                 |
| 6  | AUTHORITY ARE SUBJECT TO JUDICIAL REVIEW PURSUANT TO SECTION                 |
| 7  | 24-4-106.  |
| 8  | PART 9   |
| 9  | PROTECTIONS, CONSTRUCTION,   |
| 10 | PREEMPTION, AND SEVERABILITY   |
| 11 | <b>44-50-901. Protections.</b> (1) <b>SUBJECT TO THE LIMITATIONS IN THIS</b> |
| 12 | ARTICLE 50 AND ARTICLE 170 OF TITLE 12, BUT NOTWITHSTANDING ANY              |
| 13 | OTHER PROVISION OF LAW:  |
| 14 | (a) ACTIONS AND CONDUCT PERMITTED PURSUANT TO A LICENSE,                     |
| 15 | REGISTRATION, OR PERMIT ISSUED BY THE STATE LICENSING AUTHORITY              |
| 16 | PURSUANT TO THIS ARTICLE 50, OR BY THOSE WHO ALLOW PROPERTY TO               |
| 17 | BE USED PURSUANT TO A LICENSE ISSUED PURSUANT TO THIS ARTICLE $50$ ,         |
| 18 | ARE LAWFUL AND ARE NOT AN OFFENSE UNDER STATE LAW OR THE LAWS                |
| 19 | OF ANY LOCAL JURISDICTION WITHIN THE STATE; ARE NOT SUBJECT TO A             |
| 20 | CIVIL FINE, PENALTY, OR SANCTION; ARE NOT A BASIS FOR DETENTION,             |
| 21 | SEARCH, OR ARREST; ARE NOT A BASIS TO DENY ANY RIGHT OR PRIVILEGE;           |
| 22 | AND ARE NOT A BASIS TO SEIZE OR FORFEIT ASSETS UNDER STATE LAW OR            |
| 23 | THE LAWS OF ANY LOCAL JURISDICTION WITHIN THIS STATE;                        |
| 24 | (b) A CONTRACT IS NOT UNENFORCEABLE ON THE BASIS THAT                        |
| 25 | NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT, AS ALLOWED                     |
| 26 | PURSUANT TO THIS ARTICLE $50$ , is prohibited by federal law;                |
| 27 | (c) A LICENSEE, REGISTRANT, OR PERMITTEE PURSUANT TO THIS                    |
|    |  |

-68-

1 ARTICLE 50 IS NOT SUBJECT TO DISCIPLINE OR LOSS OF A PROFESSIONAL 2 LICENSE OR CERTIFICATION FOR PROVIDING ADVICE OR SERVICES ARISING 3 OUT OF OR RELATED TO NATURAL MEDICINE OR NATURAL MEDICINE 4 PRODUCT, APPLICATIONS FOR LICENSES ON THE BASIS THAT NATURAL 5 MEDICINE OR NATURAL MEDICINE PRODUCT IS PROHIBITED BY FEDERAL 6 LAW, OR FOR PERSONAL USE OF NATURAL MEDICINE OR NATURAL 7 MEDICINE PRODUCT AS ALLOWED PURSUANT TO THIS ARTICLE 50. THIS 8 SUBSECTION (1)(c) DOES NOT PERMIT A LICENSEE, REGISTRANT, OR 9 PERMITTEE TO ENGAGE IN MALPRACTICE.

10 (d)MENTAL HEALTH CARE, SUBSTANCE USE DISORDER 11 INTERVENTION, OR BEHAVIORAL HEALTH SERVICES OTHERWISE COVERED 12 UNDER THE "COLORADO MEDICAL ASSISTANCE ACT", ARTICLES 4 TO 6 OF 13 TITLE 25.5, MUST NOT BE DENIED ON THE BASIS THAT THEY ARE COVERED 14 IN CONJUNCTION WITH NATURAL MEDICINE SERVICES, OR THAT NATURAL 15 MEDICINE OR NATURAL MEDICINE PRODUCT IS PROHIBITED BY FEDERAL 16 LAW. INSURANCE OR AN INSURANCE PROVIDER IS NOT REQUIRED TO COVER 17 THE COST OF NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT.

18 (e) NOTHING IN THIS SECTION MAY BE CONSTRUED OR
19 INTERPRETED TO PREVENT THE DIRECTOR FROM ENFORCING ITS RULES
20 AGAINST A LICENSEE OR TO LIMIT A STATE OR LOCAL LAW ENFORCEMENT
21 AGENCY'S ABILITY TO INVESTIGATE UNLAWFUL ACTIVITY IN RELATION TO
22 A LICENSEE.

44-50-902. Liberal construction. This ARTICLE 50 MUST BE
LIBERALLY CONSTRUED TO EFFECTUATE ITS PURPOSE.

44-50-903. Preemption. A LOCAL JURISDICTION SHALL NOT
Adopt, ENACT, OR ENFORCE ANY ORDINANCE, RULE, OR RESOLUTION THAT
ARE OTHERWISE IN CONFLICT WITH THE PROVISIONS OF THIS ARTICLE 50.

1 44-50-904. Severability. IF ANY PROVISION OF THIS ARTICLE 50 IS 2 FOUND BY A COURT OF COMPETENT JURISDICTION TO BE 3 UNCONSTITUTIONAL, THE REMAINING PROVISIONS OF THIS ARTICLE 50 ARE 4 VALID, UNLESS IT APPEARS TO THE COURT THAT THE VALID PROVISIONS OF 5 THE STATUTE ARE SO ESSENTIALLY AND INSEPARABLY CONNECTED WITH, 6 AND SO DEPENDENT UPON, THE VOID PROVISION THAT IT CANNOT BE 7 PRESUMED THAT THE GENERAL ASSEMBLY WOULD HAVE ENACTED THE 8 VALID PROVISIONS WITHOUT THE VOID ONE; OR UNLESS THE COURT 9 DETERMINES THAT THE VALID PROVISIONS, STANDING ALONE, ARE 10 INCOMPLETE AND ARE INCAPABLE OF BEING EXECUTED IN ACCORDANCE 11 WITH THE LEGISLATIVE INTENT. 12 **PART 10** 13 SUNSET REVIEW - ARTICLE REPEAL 14 **44-50-1001.** Sunset review - repeal of article. (1) THIS ARTICLE 15 50 IS REPEALED, EFFECTIVE SEPTEMBER 1, 2032. 16 (2) PRIOR TO THE REPEAL OF THIS ARTICLE 50, THE DEPARTMENT 17 OF REGULATORY AGENCIES SHALL CONDUCT A SUNSET REVIEW AS 18 DESCRIBED IN SECTION 24-34-104 (5). 19 SECTION 22. In Colorado Revised Statutes, 16-13-303, amend 20 (9) as follows: 21 16-13-303. Class 1 public nuisance. (9) A person acting in 22 compliance with the "Natural Medicine Health Act of 2022", article 170 23 of title 12 does not violate this section IT IS NOT A VIOLATION OF THIS 24 SECTION IF A PERSON IS ACTING IN COMPLIANCE WITH SECTION 18-18-434, 25 ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44. 26 SECTION 23. In Colorado Revised Statutes, 16-13-304, amend 27 (2) as follows:

1 16-13-304. Class 2 public nuisance. (2) A person acting in
 compliance with the "Natural Medicine Health Act of 2022", article 170
 of title 12 does not violate this section IT IS NOT A VIOLATION OF THIS
 SECTION IF A PERSON IS ACTING IN COMPLIANCE WITH SECTION 18-18-434,
 ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44.

6 SECTION 24. In Colorado Revised Statutes, 18-18-403.5,
7 amend (1) as follows:

18-18-403.5. Unlawful possession of a controlled substance notice to revisor of statutes - repeal. (1) Except as authorized by part
1 or 3 of article 280 of title 12, part 2 of article 80 of title 27, section
18-1-711, section 18-18-428 (1)(b), part 2 or 3 of this article 18, or the
"Natural Medicine Health Act of 2022", article 170 of title 12 SECTION
18-18-434, ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44, it is
unlawful for a person knowingly to possess a controlled substance.

15 SECTION 25. In Colorado Revised Statutes, 18-18-404, amend
16 (1)(a) as follows:

17 Unlawful use of a controlled substance. 18-18-404. 18 (1) (a) Except as is otherwise provided for offenses concerning marijuana 19 and marijuana concentrate in sections 18-18-406 and 18-18-406.5, or by 20 the "Natural Medicine Health Act of 2022", article 170 of title 12 OR FOR 21 NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT IN SECTION 22 18-18-434, ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44, any 23 person who uses any controlled substance, except when it is dispensed by 24 or under the direction of a person licensed or authorized by law to 25 prescribe, administer, or dispense the controlled substance for bona fide 26 medical needs, commits a level 2 drug misdemeanor.

27 SECTION 26. In Colorado Revised Statutes, 18-18-405, amend

-71-

1 (1)(a) as follows:

2 18-18-405. Unlawful distribution, manufacturing, dispensing, 3 or sale. (1) (a) Except as authorized by part 1 of article 280 of title 12, 4 part 2 of article 80 of title 27, part 2 or 3 of this article 18, or by the 5 "Natural Medicine Health Act of 2022", article 170 of title 12 SECTION 6 18-18-434, ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44, it is 7 unlawful for any person knowingly to manufacture, dispense, sell, or 8 distribute, or to possess with intent to manufacture, dispense, sell, or 9 distribute, a controlled substance; or induce, attempt to induce, or 10 conspire with one or more other persons, to manufacture, dispense, sell, 11 distribute, or possess with intent to manufacture, dispense, sell, or 12 distribute, a controlled substance; or possess one or more chemicals or 13 supplies or equipment with intent to manufacture a controlled substance. 14 **SECTION 27.** In Colorado Revised Statutes, **amend** 18-18-410 15 as follows:

16 18-18-410. Declaration of class 1 public nuisance. Except as 17 permitted by the "Natural Medicine Health Act of 2022", article 170 of 18 title 12 AUTHORIZED BY SECTION 18-18-434, ARTICLE 170 OF TITLE 12, OR 19 ARTICLE 50 OF TITLE 44, any store, shop, warehouse, dwelling house, 20 building, vehicle, boat, or aircraft or any place whatsoever which THAT 21 is frequented by controlled substance addicts for the unlawful use of 22 controlled substances or which is used for the unlawful storage, 23 manufacture, sale, or distribution of controlled substances is declared to be a class 1 public nuisance and subject to the provisions of section 24 25 16-13-303. C.R.S. Any real or personal property which THAT is seized or 26 confiscated as a result of an action to abate a public nuisance shall be 27 disposed of pursuant to part 7 of article 13 of title 16. C.R.S.

SECTION 28. In Colorado Revised Statutes, 18-18-411, repeal
 (5); and add (3.5) as follows:

18-18-411. Keeping, maintaining, controlling, renting, or
making available property for unlawful distribution or manufacture
of controlled substances. (3.5) IT IS NOT A VIOLATION OF THIS SECTION
IF A PERSON IS ACTING IN COMPLIANCE WITH SECTION 18-18-434, ARTICLE
170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44.

8 (5) A person acting in compliance with the "Natural Medicine
9 Health Act of 2022", article 170 of title 12 does not violate this section.
10 SECTION 29. In Colorado Revised Statutes, 18-18-412.7, repeal
11 (3); and add (1.5) as follows:

12 18-18-412.7. Sale or distribution of materials to manufacture
13 controlled substances. (1.5) IT IS NOT A VIOLATION OF THIS SECTION IF
14 A PERSON IS ACTING IN COMPLIANCE WITH SECTION 18-18-434, ARTICLE
15 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44.

16 (3) A person acting in compliance with the "Natural Medicine
17 Health Act of 2022", article 170 of title 12 does not violate this section.
18 SECTION 30. In Colorado Revised Statutes, 18-18-430.5,
19 amend (1)(c) as follows:

20 18-18-430.5. Drug paraphernalia - exemption. (1) A person is
21 exempt from sections 18-18-425 to 18-18-430 if the person is:

(c) Using equipment, products, or materials in compliance with
the "Natural Medicine Health Act of 2022", article 170 of title 12
SECTION 18-18-434, ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44.
The manufacture, possession, and distribution of such equipment,
products, or materials shall be IS authorized within the meaning of 21
U.S.C. 863 sec. (f).

SECTION 31. In Colorado Revised Statutes, add 18-18-434 as
 follows:

3 18-18-434. Offenses relating to natural medicine and natural 4 medicine product - definitions. (1) A PERSON WHO IS UNDER 5 TWENTY-ONE YEARS OF AGE WHO KNOWINGLY POSSESSES OR CONSUMES 6 NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT COMMITS A DRUG 7 PETTY OFFENSE AND, UPON CONVICTION THEREOF, IS SUBJECT TO A FINE OF 8 NOT MORE THAN ONE HUNDRED DOLLARS OR NOT MORE THAN FOUR HOURS 9 OF SUBSTANCE USE EDUCATION OR COUNSELING; EXCEPT THAT A SECOND 10 OR SUBSEQUENT CONVICTION FOR A VIOLATION OF THIS SUBSECTION (1) IS 11 SUBJECT TO A FINE OF NOT MORE THAN ONE HUNDRED DOLLARS, NOT MORE 12 THAN FOUR HOURS OF SUBSTANCE USE EDUCATION OR COUNSELING, AND 13 NOT MORE THAN TWENTY-FOUR HOURS OF USEFUL PUBLIC SERVICE.

(2) A PERSON WHO OPENLY AND PUBLICLY DISPLAYS OR CONSUMES
NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT COMMITS A DRUG
PETTY OFFENSE AND, UPON CONVICTION THEREOF, IS SUBJECT TO A FINE OF
NOT MORE THAN ONE HUNDRED DOLLARS AND NOT MORE THAN
TWENTY-FOUR HOURS OF USEFUL PUBLIC SERVICE.

19 (3) (a) A PERSON WHO KNOWINGLY CULTIVATES NATURAL 20 MEDICINE THAT CUMULATIVELY EXCEEDS AN AREA OF MORE THAN 21 TWELVE FEET WIDE BY TWELVE FEET LONG IN ONE OR MORE CULTIVATION 22 AREAS ON THE PRIVATE PROPERTY, OR KNOWINGLY ALLOWS SUCH 23 CULTIVATION ON PRIVATE PROPERTY THAT THE PERSON OWNS, OCCUPIES, 24 OR CONTROLS, COMMITS A DRUG PETTY OFFENSE, AND UPON CONVICTION 25 THEREOF, IS SUBJECT TO A FINE OF NOT MORE THAN ONE THOUSAND 26 DOLLARS.

27 (b) (I) EXCEPT AS PROVIDED IN SUBSECTION (3)(b)(II) OF THIS

SECTION, A PERSON WHO KNOWINGLY CULTIVATES NATURAL MEDICINE ON
 THE PRIVATE PROPERTY, OR KNOWINGLY ALLOWS SUCH CULTIVATION ON
 THE PRIVATE PROPERTY THAT THE PERSON OWNS, OCCUPIES, OR
 CONTROLS, COMMITS A DRUG PETTY OFFENSE, AND UPON CONVICTION
 THEREOF, IS SUBJECT TO A FINE OF NOT MORE THAN ONE THOUSAND
 DOLLARS.

7 (II) IT IS NOT A VIOLATION OF THIS SUBSECTION (3)(b) IF THE
8 PERSON WHO IS CULTIVATING NATURAL MEDICINE IS TWENTY-ONE YEARS
9 OF AGE OR OLDER, IF THE CULTIVATION AREA IS LOCATED IN A DWELLING
10 ON THE PRIVATE PROPERTY, AND:

11 (A) IF A PERSON UNDER TWENTY-ONE YEARS OF AGE LIVES AT THE 12 DWELLING, THE CULTIVATION AREA ITSELF IS ENCLOSED AND LOCKED; OR 13 (B) IF NO PERSON UNDER TWENTY-ONE YEARS OF AGE LIVES AT 14 THE DWELLING, THE EXTERNAL LOCKS ON THE DWELLING CONSTITUTE AN 15 ENCLOSED AND LOCKED SPACE, BUT IF A PERSON UNDER TWENTY-ONE 16 YEARS OF AGE ENTERS THE DWELLING, THE PERSON CULTIVATING THE 17 NATURAL MEDICINE SHALL ENSURE THAT ACCESS TO THE CULTIVATION 18 AREA IS REASONABLY RESTRICTED FOR THE DURATION OF THE PERSON 19 UNDER TWENTY-ONE YEARS OF AGE'S PRESENCE IN THE PRIVATE 20 PROPERTY.

(c) IT IS NOT A VIOLATION OF SUBSECTION (3)(a) OF THIS SECTION
IF A COUNTY, MUNICIPALITY, OR CITY AND COUNTY LAW EXPRESSLY
PERMITS THE CULTIVATION OF NATURAL MEDICINE THAT CUMULATIVELY
EXCEEDS AN AREA OF MORE THAN TWELVE FEET WIDE BY TWELVE FEET
LONG IN ONE OR MORE CULTIVATION AREAS ON THE PRIVATE PROPERTY
AND THE PERSON CULTIVATES THE NATURAL MEDICINE IN AN ENCLOSED
AND LOCKED SPACE WITHIN THE LIMIT SET BY THE COUNTY, MUNICIPALITY,

1 OR CITY AND COUNTY WHERE THE NATURAL MEDICINE IS LOCATED.

2 (4) (a) IT IS UNLAWFUL FOR A PERSON WHO IS NOT LICENSED
3 PURSUANT TO ARTICLE 50 OF TITLE 44 TO KNOWINGLY MANUFACTURE
4 NATURAL MEDICINE PRODUCT USING AN INHERENTLY HAZARDOUS
5 SUBSTANCE.

6 (b) IT IS UNLAWFUL FOR A PERSON WHO IS NOT LICENSED
7 PURSUANT TO ARTICLE 50 OF TITLE 44 WHO OWNS, MANAGES, OPERATES,
8 OR OTHERWISE CONTROLS THE USE OF A PROPERTY TO KNOWINGLY ALLOW
9 NATURAL MEDICINE PRODUCT TO BE MANUFACTURED ON THE PREMISES
10 USING AN INHERENTLY HAZARDOUS SUBSTANCE.

11 (c) A PERSON WHO VIOLATES THIS SUBSECTION (4) COMMITS A
12 LEVEL 2 DRUG FELONY.

(5) (a) UNLESS EXPRESSLY LIMITED BY THIS SECTION, <u>ARTICLE 170</u>
<u>OF TITLE 12, OR ARTICLE 50 OF TITLE 44</u>, A PERSON WHO FOR THE PURPOSE
OF PERSONAL USE AND WITHOUT REMUNERATION, POSSESSES, CONSUMES,
SHARES, CULTIVATES, OR MANUFACTURES NATURAL MEDICINE OR
NATURAL MEDICINE PRODUCT, DOES NOT VIOLATE STATE LAW, OR
COUNTY, MUNICIPALITY, OR CITY AND COUNTY ORDINANCE, RULE, OR
RESOLUTION.

| 20 | (b) UNLESS EXPRESSLY LIMITED BY THIS SECTION, A PERSON WHO       |
|----|--|
| 21 | PERFORMS TESTING ON NATURAL MEDICINE OR NATURAL MEDICINE         |
| 22 | PRODUCT, AND POSSESSES NATURAL MEDICINE OR NATURAL MEDICINE      |
| 23 | PRODUCT IN CONJUNCTION THEREWITH, FOR ANOTHER PERSON WHO IS      |
| 24 | TWENTY-ONE YEARS OF AGE OR OLDER WHO SUBMITS FOR TESTING         |
| 25 | NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT INTENDED FOR        |
| 26 | PERSONAL USE, DOES NOT VIOLATE STATE LAW, OR COUNTY,             |
| 27 | MUNICIPALITY, OR CITY AND COUNTY ORDINANCE, RULE, OR RESOLUTION, |

1 ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44, IF:

(I) The person performing the testing provides written
 NOTICE TO THE PERSON SUBMITTING FOR TESTING NATURAL MEDICINE OR
 NATURAL MEDICINE PRODUCT INTENDED FOR PERSONAL USE, THAT THE
 PERSON IS NOT LICENSED BY THE STATE TO CONDUCT TESTING; AND
 (II) THE PERSON WHO SUBMITS FOR TESTING NATURAL MEDICINE
 OR NATURAL MEDICINE PRODUCT PROVIDES A SIGNED STATEMENT THAT
 THE NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT IS INTENDED

9 FOR PERSONAL USE ONLY.

10

(c) NOTHING IN THIS SECTION PERMITS A PERSON TO:

(I) DISPENSE, SELL, DISTRIBUTE, OR POSSESS WITH INTENT TO
 DISPENSE, SELL, OR DISTRIBUTE, NATURAL MEDICINE OR NATURAL
 MEDICINE PRODUCT TO A PERSON UNDER TWENTY-ONE YEARS OF AGE;

(II) DISPENSE, SELL, DISTRIBUTE, OR POSSESS WITH INTENT TO
DISPENSE, SELL, OR DISTRIBUTE, NATURAL MEDICINE OR NATURAL
MEDICINE PRODUCT FOR REMUNERATION, EXCEPT AS PROVIDED BY
ARTICLE 170 OF TITLE 12 AND ARTICLE 50 OF TITLE 44;

18 (III) MANUFACTURE, CULTIVATE, POSSESS, CONSUME, USE, 19 DISPENSE, OR DISTRIBUTE NATURAL MEDICINE OR NATURAL MEDICINE 20 PRODUCT, OR POSSESS WITH INTENT TO MANUFACTURE, CULTIVATE, 21 POSSESS, CONSUME, USE, DISPENSE, OR DISTRIBUTE NATURAL MEDICINE OR 22 NATURAL MEDICINE PRODUCT FOR A PURPOSE OTHER THAN PERSONAL USE 23 OR AS PROVIDED BY ARTICLE 170 OF TITLE 12 AND ARTICLE 50 OF TITLE 44; 24 (IV) DISPENSE, DISTRIBUTE, OR POSSESS WITH INTENT TO DISPENSE 25 OR DISTRIBUTE, NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT AS 26 A PART OF A BUSINESS PROMOTION OR COMMERCIAL ACTIVITY, EXCEPT AS 27 PROVIDED BY ARTICLE 170 OF TITLE 12 AND ARTICLE 50 OF TITLE 44; OR

(V) DISPENSE, SELL, OR DISTRIBUTE, OR POSSESS WITH INTENT TO
 DISPENSE, SELL, OR DISTRIBUTE, IBOGAINE OR NATURAL MEDICINE
 PRODUCT THAT CONTAINS IBOGAINE TO ANOTHER PERSON, EXCEPT AS
 PROVIDED BY ARTICLE 170 OF TITLE 12 AND ARTICLE 50 OF TITLE 44.

<u>(d)</u> A PEACE OFFICER SHALL NOT ARREST A PERSON, AND A
DISTRICT ATTORNEY SHALL NOT CHARGE OR PROSECUTE A PERSON FOR A
CRIMINAL OFFENSE INVOLVING NATURAL MEDICINE OR NATURAL MEDICINE
PRODUCT PURSUANT TO THIS PART 4, EXCEPT AS EXPRESSLY PROVIDED IN
THIS SECTION.

10 (e) NOTWITHSTANDING ANY PROVISION OF THIS SECTION TO THE
11 CONTRARY, A PEACE OFFICER MAY ARREST A PERSON, OR A DISTRICT
12 ATTORNEY MAY CHARGE OR PROSECUTE A PERSON FOR A CRIMINAL
13 OFFENSE \_\_\_\_\_\_ THAT IS NOT EXPRESSLY LAWFUL PURSUANT TO THIS SECTION
14 OR ARTICLE 170 OF TITLE 12 AND ARTICLE 50 OF TITLE 44.

15 (6) NOTWITHSTANDING ANY LAW TO THE CONTRARY, AN ACTION
16 THAT IS LAWFUL PURSUANT TO THIS SECTION, ARTICLE 170 OF TITLE 12, OR
17 ARTICLE 50 OF TITLE 44, INDIVIDUALLY OR IN COMBINATION WITH
18 ANOTHER ACTION THAT IS LAWFUL PURSUANT TO THIS SECTION, MUST NOT
19 BE THE SOLE REASON TO:

20 (a) SUBJECT A PERSON TO A CIVIL FINE, PENALTY, OR SANCTION;

21

(b) DENY A PERSON A RIGHT OR PRIVILEGE; OR

22 (c) SEIZE OR FORFEIT ASSETS.

(7) (a) EXCEPT AS PROVIDED IN SUBSECTION (7)(b) OF THIS
SECTION, AN ACTION THAT IS LAWFUL PURSUANT TO THIS SECTION,
INDIVIDUALLY OR IN COMBINATION WITH ANOTHER ACTION THAT IS
LAWFUL PURSUANT TO THIS SECTION, MUST NOT SOLELY BE USED AS A
FACTOR IN A PROBABLE CAUSE \_\_\_\_ DETERMINATION OF ANY CRIMINAL

1 OFFENSE.

(b) AN ACTION THAT IS LAWFUL PURSUANT TO THIS SECTION MAY
BE USED AS A FACTOR IN A PROBABLE CAUSE \_\_\_\_ DETERMINATION OF ANY
CRIMINAL OFFENSE IF THE ORIGINAL STOP OR SEARCH WAS LAWFUL AND
OTHER FACTORS ARE PRESENT TO SUPPORT A PROBABLE CAUSE \_\_\_\_\_
DETERMINATION OF ANY CRIMINAL OFFENSE.

7 (8) THE FACT THAT A PERSON IS ENTITLED TO CONSUME NATURAL
8 MEDICINE OR NATURAL MEDICINE PRODUCT UNDER THE LAWS OF THIS
9 STATE DOES NOT CONSTITUTE A DEFENSE AGAINST ANY CHARGE FOR
10 VIOLATION OF AN OFFENSE RELATED TO THE OPERATION OF A VEHICLE,
11 AIRCRAFT, BOAT, MACHINERY, OR OTHER DEVICE.

(9) A COUNTY, MUNICIPALITY, OR CITY AND COUNTY SHALL NOT
ADOPT, ENACT, OR ENFORCE ANY ORDINANCE, RULE, OR RESOLUTION
IMPOSING ANY GREATER CRIMINAL OR CIVIL PENALTY THAN PROVIDED BY
THIS SECTION OR THAT IS OTHERWISE IN CONFLICT WITH THIS SECTION.

16 (10) NOTHING IN THIS SECTION PROHIBITS A PERSON OR ANY
17 ENTITY WHO OCCUPIES, OWNS, OR CONTROLS A PROPERTY FROM
18 PROHIBITING OR OTHERWISE REGULATING THE CULTIVATION OR
19 MANUFACTURE OF NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT
20 ON OR IN THAT PROPERTY.

(11) NOTWITHSTANDING ANY OTHER LAW TO THE CONTRARY, THE
 OFFENSES PROVIDED FOR IN THIS SECTION DO NOT APPLY TO A PERSON
 POSSESSING, DISPLAYING, CULTIVATING, PURCHASING, OR SELLING A
 LIVING PLANT FOR ORNAMENTAL PURPOSES ONLY THAT WAS COMMONLY
 AND LAWFULLY SOLD PRIOR TO THE EFFECTIVE DATE OF THIS SECTION. FOR
 PURPOSES OF THIS SECTION, A "LIVING PLANT" DOES NOT INCLUDE

27 <u>MUSHROOMS OR OTHER FUNGAL MATTER.</u>

(12) AS USED IN THIS SECTION, UNLESS THE CONTEXT OTHERWISE
 REQUIRES:

3 (a) "INHERENTLY HAZARDOUS SUBSTANCE" MEANS ANY LIQUID
4 CHEMICAL, COMPRESSED GAS, OR COMMERCIAL PRODUCT THAT HAS A
5 FLASH POINT AT OR LOWER THAN THIRTY-EIGHT DEGREES CELSIUS OR ONE
6 HUNDRED DEGREES FAHRENHEIT, INCLUDING BUTANE, PROPANE, AND
7 DIETHYL ETHER, AND EXCLUDING ALL FORMS OF ALCOHOL AND ETHANOL.
8 (b) (I) "NATURAL MEDICINE" MEANS THE FOLLOWING

9 SUBSTANCES:

- 10 (A) DIMETHYLTRYPTAMINE;
- 11 (B) MESCALINE;
- 12 (C) IBOGAINE;
- 13 (D) PSILOCYBIN; OR

14 (E) PSILOCYN.

(II) "NATURAL MEDICINE" DOES NOT MEAN A SYNTHETIC OR
SYNTHETIC ANALOG OF THE SUBSTANCES LISTED IN THIS SUBSECTION
(12)(b), INCLUDING A DERIVATIVE OF A NATURALLY OCCURRING
COMPOUND OF NATURAL MEDICINE THAT IS PRODUCED USING CHEMICAL
SYNTHESIS, CHEMICAL MODIFICATION, OR CHEMICAL CONVERSION.

(III) NOTWITHSTANDING SUBSECTION (12)(b)(I) OF THIS SECTION,
"MESCALINE" DOES NOT INCLUDE PEYOTE, MEANING ALL PARTS OF THE
PLANT CLASSIFIED BOTANICALLY AS LOPHOPHORA WILLIAMSII LEMAIRE,
WHETHER GROWING OR NOT; ITS SEEDS; ANY EXTRACT FROM ANY PART OF
THE PLANT, AND EVERY COMPOUND, SALT, DERIVATIVE, MIXTURE, OR
PREPARATION OF THE PLANT; OR ITS SEEDS OR EXTRACTS.

26 (c) "NATURAL MEDICINE PRODUCT" MEANS A PRODUCT INFUSED
27 WITH NATURAL MEDICINE THAT IS INTENDED FOR CONSUMPTION.

1 "PERSONAL USE" MEANS THE CONSUMPTION OR USE OF (d)2 NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT; OR THE AMOUNT OF 3 NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT A PERSON MAY 4 LAWFULLY POSSESS, CULTIVATE, OR MANUFACTURE THAT IS NECESSARY 5 TO SHARE WITH ANOTHER PERSON WHO IS TWENTY-ONE YEARS OF AGE OR 6 OLDER WITHIN THE CONTEXT OF COUNSELING, SPIRITUAL GUIDANCE, 7 BENEFICIAL COMMUNITY-BASED USE AND HEALING, SUPPORTED USE, OR 8 RELATED SERVICES. "PERSONAL USE" DOES NOT MEAN THE SALE OF 9 NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT FOR 10 REMUNERATION; THE POSSESSION, CULTIVATION, OR MANUFACTURE OF 11 NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT WITH INTENT TO 12 SELL THE NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT FOR 13 REMUNERATION; OR THE POSSESSION, CULTIVATION, MANUFACTURE, OR 14 DISTRIBUTION OF NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT 15 FOR BUSINESS OR COMMERCIAL PURPOSES, EXCEPT AS PROVIDED BY 16 ARTICLE 170 OF TITLE 12 AND ARTICLE 50 OF TITLE 44. NOTHING IN THIS 17 SECTION PRECLUDES REMUNERATION FOR BONA FIDE HARM REDUCTION 18 SERVICES OR BONA FIDE SUPPORT SERVICES USED CONCURRENTLY WITH 19 THE SHARING OF NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT, 20 PROVIDED THAT THERE IS NO ADVERTISEMENT RELATED TO THE SHARING 21 OF NATURAL MEDICINE, NATURAL MEDICINE PRODUCT, OR THE SERVICES 22 PROVIDED. 23 (e) "PRIVATE PROPERTY" MEANS A DWELLING, ITS CURTILAGE, AND 24 A STRUCTURE WITHIN THE CURTILAGE THAT IS BEING USED BY A NATURAL 25 PERSON OR NATURAL PERSONS FOR HABITATION AND THAT IS NOT OPEN TO 26 THE PUBLIC.

27 (f) "REMUNERATION" MEANS ANYTHING OF VALUE, INCLUDING

1 MONEY, REAL PROPERTY, TANGIBLE AND INTANGIBLE PERSONAL 2 PROPERTY, CONTRACT RIGHT, CHOSE IN ACTION, SERVICE, ANY RIGHT OF 3 USE OR EMPLOYMENT OR PROMISE OR AGREEMENT CONNECTED 4 THEREWITH, BUSINESS PROMOTION, OR COMMERCIAL ACTIVITY. 5 **SECTION 32.** In Colorado Revised Statutes, add 10-16-158 as 6 follows: 7 10-16-158. Prohibition on discrimination for coverage based 8 **solely on natural medicine consumption - definitions.** (1) A CARRIER

THAT OFFERS, ISSUES, OR RENEWS A HEALTH BENEFIT PLAN SHALL NOT, 10 SOLELY ON THE BASIS OF A PERSON'S CONSUMPTION OF NATURAL MEDICINE 11 OR NATURAL MEDICINE PRODUCT:

12

9

(a) DECLINE OR LIMIT COVERAGE OF A PERSON; OR

13 (b) PENALIZE A COVERED PERSON OR REDUCE OR LIMIT COVERAGE 14 FOR A PERSON.

15 (2) A CARRIER THAT OFFERS, ISSUES, OR RENEWS A HEALTH 16 BENEFIT PLAN THAT PROVIDES COVERAGE FOR ANATOMICAL GIFTS, ORGAN 17 TRANSPLANTS, OR RELATED TREATMENTS OR SERVICES SHALL NOT, 18 SOLELY ON THE BASIS OF A COVERED PERSON'S CONSUMPTION OF NATURAL 19 MEDICINE OR NATURAL MEDICINE PRODUCT:

20 (a) DENY COVERAGE TO A COVERED PERSON FOR AN ORGAN 21 TRANSPLANT OR RELATED TREATMENT OR SERVICES:

22 (b) DECLINE OR LIMIT COVERAGE OF A COVERED PERSON SOLELY 23 FOR THE PURPOSE OF AVOIDING THE REQUIREMENTS OF THIS SECTION; OR 24 (c) PENALIZE A COVERED PERSON OR REDUCE OR LIMIT COVERAGE 25 FOR A COVERED PERSON FOR HEALTH-CARE SERVICES RELATED TO ORGAN 26 TRANSPLANTATION, AS DETERMINED IN CONSULTATION WITH THE 27 ATTENDING PHYSICIAN AND THE COVERED PERSON OR THE COVERED

1 PERSON'S REPRESENTATIVE.

2 (3) THIS SECTION DOES NOT REQUIRE A HEALTH BENEFIT PLAN TO 3 PROVIDE COVERAGE FOR THE DONATION OF AN ANATOMICAL GIFT, AN 4 ORGAN TRANSPLANT, OR RELATED TREATMENT OR SERVICES. 5 (4) FOR THE PURPOSES OF THIS SECTION, UNLESS THE CONTEXT 6 **OTHERWISE REQUIRES:** (a) "ANATOMICAL GIFT" MEANS THE DONATION OF PART OF A 7 8 HUMAN BODY FOR THE PURPOSE OF TRANSPLANTATION TO ANOTHER 9 PERSON. "NATURAL MEDICINE" MEANS THE FOLLOWING 10 (b) (I) 11 SUBSTANCES: 12 (A) DIMETHYLTRYPTAMINE; 13 (B) MESCALINE; 14 (C) IBOGAINE; 15 (D) PSILOCYBIN; OR 16 (E) PSILOCYN. 17 (II) "NATURAL MEDICINE" DOES NOT MEAN A SYNTHETIC OR 18 SYNTHETIC ANALOG OF THE SUBSTANCES LISTED IN THIS SUBSECTION 19 (4)(b), INCLUDING A DERIVATIVE OF A NATURALLY OCCURRING COMPOUND 20 OF NATURAL MEDICINE THAT IS PRODUCED USING CHEMICAL SYNTHESIS, 21 CHEMICAL MODIFICATION, OR CHEMICAL CONVERSION. 22 (c) "NATURAL MEDICINE PRODUCT" MEANS A PRODUCT INFUSED 23 WITH NATURAL MEDICINE THAT IS INTENDED FOR CONSUMPTION. 24 SECTION 33. In Colorado Revised Statutes, 19-2.5-103, amend 25 (1)(a)(I) and (5) as follows: 26 **19-2.5-103.** Jurisdiction. (1) Except as otherwise provided by 27 law, the juvenile court has exclusive original jurisdiction in proceedings:

| 1  | (a) Concerning any juvenile ten years of age or older who has                 |
|----|---|
| 2  | violated:   |
| 3  | (I) Any federal or state law, except nonfelony state traffic, game            |
| 4  | and fish, and parks and recreation laws or rules; the offense specified in    |
| 5  | section 18-13-122, concerning the illegal possession or consumption of        |
| 6  | ethyl alcohol or marijuana by an underage person or illegal possession of     |
| 7  | marijuana paraphernalia by an underage person; the offenses specified in      |
| 8  | section 18-18-406 (5)(b)(I) and (5)(b)(II), concerning marijuana and          |
| 9  | marijuana concentrate; THE OFFENSES SPECIFIED IN SECTION 18-18-434            |
| 10 | CONCERNING NATURAL MEDICINE AND NATURAL MEDICINE PRODUCT; and                 |
| 11 | the civil infraction in section 18-7-109 (3), concerning exchange of a        |
| 12 | private image by a juvenile;  |
| 13 | (5) Notwithstanding any other provision of this section to the                |
| 14 | contrary, the juvenile court and the county court have concurrent             |
| 15 | jurisdiction over a juvenile who is under eighteen years of age and who       |
| 16 | is charged with a violation of section 18-13-122, 18-18-406 (5)(b)(I) and     |
| 17 | (5)(b)(II), 18-18-428, 18-18-429, 18-18-430, <i>18-18-434</i> , or 42-4-1301; |
| 18 | except that, if the juvenile court accepts jurisdiction over such a juvenile, |
| 19 | the county court jurisdiction terminates.                                     |
| 20 | SECTION <u>34.</u> In Colorado Revised Statutes, 19-3-103, add (4)            |
| 21 | as follows:   |
| 22 | <b>19-3-103.</b> Child not neglected - when. (4) (a) A PERSON WHO             |
| 23 | PERFORMS OR HAS PERFORMED AN ACTION THAT IS LAWFUL PURSUANT TO                |
| 24 | SECTION 18-18-434, ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44         |
| 25 | DOES NOT, BY ITSELF, CONSTITUTE CHILD ABUSE OR NEGLECT BY A PARENT            |
| 26 | OR LEGAL GUARDIAN FOR PURPOSES OF THIS ARTICLE 3.                             |
| 27 | (b) The court shall not restrict or prohibit family time, or                  |

DETERMINE THAT FAMILY TIME IS NOT IN THE CHILD'S BEST INTERESTS,
 BASED SOLELY ON THE FACT THAT A PERSON PERFORMS OR HAS
 PERFORMED AN ACTION THAT IS LAWFUL PURSUANT TO SECTION
 18-18-434, ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44, UNLESS
 THE COURT FINDS THAT FAMILY TIME WOULD ENDANGER THE CHILD'S
 PHYSICAL HEALTH OR SIGNIFICANTLY IMPAIR THE CHILD'S EMOTIONAL
 DEVELOPMENT.

8 SECTION <u>35.</u> In Colorado Revised Statutes, 24-72-706, amend
9 (1)(h); and add (1)(f.5) as follows:

10 24-72-706. Sealing of criminal conviction and criminal justice 11 records - processing fee. (1) Sealing of conviction records. 12 (f.5) (I) NOTWITHSTANDING ANY PROVISION OF THIS PART 7 TO THE 13 CONTRARY, IF A MOTION IS FILED FOR THE SEALING OF A CIVIL INFRACTION, 14 A PETTY OFFENSE, A PETTY DRUG OFFENSE, A DRUG MISDEMEANOR, OR A 15 DRUG FELONY FOR AN OFFENSE THAT WAS UNLAWFUL AT THE TIME OF 16 CONVICTION, BUT IS AN ACT THAT IS NOT UNLAWFUL PURSUANT TO 17 SECTION 18-18-434, THE COURT SHALL ORDER THE RECORDS SEALED 18 AFTER THE MOTION IS FILED AND THE CRIMINAL HISTORY FILED WITH THE 19 COURT DOCUMENTS TO THE COURT THAT THE DEFENDANT HAS NOT BEEN 20 CONVICTED OF AN OFFENSE SINCE THE DATE OF THE FINAL DISPOSITION OF 21 ALL PROCEEDINGS AGAINST THE DEFENDANT OR SINCE THE DATE OF THE 22 DEFENDANT'S RELEASE FROM SUPERVISION, WHICHEVER IS LATER.

(II) IF A MOTION IS FILED FOR THE SEALING OF AN OFFENSE
DESCRIBED IN THIS SUBSECTION (1)(f.5), THE DEFENDANT SHALL PROVIDE
NOTICE OF THE MOTION TO THE DISTRICT ATTORNEY. THE DISTRICT
ATTORNEY SHALL DETERMINE WHETHER TO OBJECT TO THE MOTION AFTER
CONSIDERING THE FACTORS LISTED IN SUBSECTION (1)(g) OF THIS SECTION.

1 IF THE DISTRICT ATTORNEY DOES NOT OBJECT, THE COURT MAY GRANT 2 THE MOTION WITH OR WITHOUT THE BENEFIT OF A HEARING. IF THE 3 DISTRICT ATTORNEY OBJECTS TO THE MOTION, THE COURT SHALL SET THE 4 MATTER FOR HEARING. THE COURT MAY ONLY SEAL THE RECORDS IF THE 5 CRIMINAL HISTORY FILED WITH THE MOTION AS REQUIRED BY SUBSECTION 6 (1)(c) OF THIS SECTION DOCUMENTS TO THE COURT THAT THE DEFENDANT 7 HAS NOT BEEN CONVICTED OF A CRIMINAL OFFENSE SINCE THE DATE OF 8 THE FINAL DISPOSITION OF ALL CRIMINAL PROCEEDINGS AGAINST THE 9 DEFENDANT OR SINCE THE DATE OF THE DEFENDANT'S RELEASE FROM 10 SUPERVISION, WHICHEVER IS LATER. THE COURT SHALL DECIDE THE 11 MOTION AFTER CONSIDERING THE POSITION OF THE DISTRICT ATTORNEY 12 AND THE FACTORS LISTED IN SUBSECTION (1)(g) OF THIS SECTION.

(h) A defendant who files a motion to seal criminal justice records
pursuant to this section shall pay a processing fee of sixty-five dollars to
cover the actual costs related to the sealing of the criminal justice records.
The defendant shall pay to the Colorado bureau of investigation any costs
related to the sealing of the defendant's criminal justice records in the
custody of the bureau. The court shall waive the processing fee upon a
determination that:

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(I) The defendant is indigent; or

(II) The defendant's records should have been automatically
sealed pursuant to section 13-3-117, 24-72-704, or 24-72-705; OR

23 (III) THE DEFENDANT FILED A MOTION TO SEAL PURSUANT TO
24 SUBSECTION (1)(f.5) OF THIS SECTION.

SECTION <u>36.</u> In Colorado Revised Statutes, add 24-76.5-104 as
 follows:

24-76.5-104. Natural medicine consumption consideration

-86-

prohibited - exception. CONSIDERATION OF WHETHER A PERSON
 PERFORMS OR HAS PERFORMED AN ACTION THAT IS LAWFUL PURSUANT TO
 SECTION 18-18-434, ARTICLE 170 OF TITLE 12, OR ARTICLE 50 OF TITLE 44
 IS NOT A REQUIREMENT FOR ELIGIBILITY FOR A PUBLIC ASSISTANCE
 PROGRAM, UNLESS CONSIDERATION IS REQUIRED PURSUANT TO FEDERAL
 LAW.

7 SECTION <u>37.</u> In Colorado Revised Statutes, add 25-56-104.5 as
8 follows:

9 25-56-104.5. Prohibition on discrimination for organ
10 transplants based solely on natural medicine consumption 11 applicability. (1) THIS ARTICLE 56 APPLIES TO ALL STAGES OF THE ORGAN
12 TRANSPLANT PROCESS.

13 (2) A COVERED ENTITY SHALL NOT, SOLELY ON THE BASIS OF A
14 PERSON'S CONSUMPTION OF NATURAL MEDICINE OR NATURAL MEDICINE
15 PRODUCT:

16 (a) CONSIDER THE INDIVIDUAL INELIGIBLE TO RECEIVE AN
17 ANATOMICAL GIFT OR ORGAN TRANSPLANT;

18 (b) DENY MEDICAL SERVICES OR OTHER SERVICES RELATED TO
19 ORGAN TRANSPLANTATION, INCLUDING DIAGNOSTIC SERVICES,
20 EVALUATION, SURGERY, COUNSELING, AND POST-OPERATIVE TREATMENT
21 AND SERVICES;

(c) REFUSE TO REFER THE INDIVIDUAL TO A TRANSPLANT CENTER
OR OTHER RELATED SPECIALIST FOR THE PURPOSE OF BEING EVALUATED
FOR OR RECEIVING AN ORGAN TRANSPLANT;

25 (d) REFUSE TO PLACE A QUALIFIED RECIPIENT ON AN ORGAN
26 TRANSPLANT WAITING LIST; OR

27 (e) PLACE A QUALIFIED RECIPIENT ON AN ORGAN TRANSPLANT

-87-

WAITING LIST AT A LOWER PRIORITY POSITION THAN THE POSITION AT
 WHICH THE PERSON WOULD HAVE BEEN PLACED IF THE PERSON DID NOT
 CONSUME NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT.

4 (3) NOTWITHSTANDING SUBSECTION (2) OF THIS SECTION, A 5 COVERED ENTITY MAY TAKE A PERSON'S CONSUMPTION OF NATURAL 6 MEDICINE OR NATURAL MEDICINE PRODUCT INTO ACCOUNT WHEN MAKING 7 TREATMENT OR COVERAGE RECOMMENDATIONS OR DECISIONS, SOLELY TO 8 THE EXTENT THAT THE NATURAL MEDICINE OR NATURAL MEDICINE 9 PRODUCT CONSUMPTION HAS BEEN FOUND BY A PHYSICIAN OR SURGEON, 10 FOLLOWING AN INDIVIDUALIZED EVALUATION OF THE PERSON, TO BE 11 MEDICALLY SIGNIFICANT TO THE PROVISION OF THE ANATOMICAL GIFT OR 12 ORGAN TRANSPLANT.

13

(4) A COVERED ENTITY SHALL:

14 MAKE REASONABLE MODIFICATIONS TO ITS POLICIES, (a) 15 PRACTICES, AND PROCEDURES TO ALLOW A PERSON WHO CONSUMES 16 NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT ACCESS TO 17 TRANSPLANTATION-RELATED SERVICES, INCLUDING DIAGNOSTIC SERVICES, 18 SURGERY, COVERAGE, POST-OPERATIVE TREATMENT, AND COUNSELING, 19 UNLESS THE COVERED ENTITY DEMONSTRATES THAT MAKING SUCH 20 MODIFICATIONS WOULD FUNDAMENTALLY ALTER THE NATURE OF THE 21 SERVICES PROVIDED; AND

(b) TAKE REASONABLE AND NECESSARY STEPS TO ENSURE THAT A
PERSON'S CONSUMPTION OF NATURAL MEDICINE OR NATURAL MEDICINE
PRODUCT IS NOT THE REASON THE PERSON IS DENIED MEDICAL SERVICES
OR OTHER SERVICES RELATED TO ORGAN TRANSPLANTATION, INCLUDING
DIAGNOSTIC SERVICES, SURGERY, POST-OPERATIVE TREATMENT, OR
COUNSELING, DUE TO THE ABSENCE OF AUXILIARY AIDS OR SERVICES,

1 UNLESS THE COVERED ENTITY DEMONSTRATES THAT TAKING SUCH STEPS 2 WOULD FUNDAMENTALLY ALTER THE NATURE OF THE MEDICAL SERVICES 3 OR OTHER SERVICES RELATED TO ORGAN TRANSPLANTATION OR WOULD 4 RESULT IN AN UNDUE BURDEN FOR THE COVERED ENTITY. 5 (5) NOTHING IN THIS ARTICLE 56 REQUIRES A COVERED ENTITY TO 6 MAKE A REFERRAL OR RECOMMENDATION FOR OR PERFORM A MEDICALLY 7 INAPPROPRIATE ORGAN TRANSPLANT. 8 SECTION <u>38.</u> In Colorado Revised Statutes, 35-36-102, amend 9 (14)(b) as follows: 10 **35-36-102.** Rules - definitions. As used in this article 36, unless 11 the context otherwise requires: 12 (14) (b) "Farm products" does not include poultry and poultry 13 products, timber products, nursery stock, commodities, or marijuana, OR 14 NATURAL MEDICINE AS DEFINED IN SECTION 12-170-104 (11). 15 SECTION 39. In Colorado Revised Statutes, 39-22-104, add 16 (4)(r.5) as follows: 17 **39-22-104.** Income tax imposed on individuals, estates, and 18 trusts - single rate - report - legislative declaration - definitions -19 **repeal.** (4) There shall be subtracted from federal taxable income: 20 (r.5)FOR INCOME TAX YEARS COMMENCING ON OR AFTER 21 JANUARY 1, 2024, IF A TAXPAYER IS LICENSED PURSUANT TO THE 22 "COLORADO NATURAL MEDICINE CODE", ARTICLE 50 OF TITLE 44, AN 23 AMOUNT EQUAL TO ANY EXPENDITURE THAT IS ELIGIBLE TO BE CLAIMED 24 AS A FEDERAL INCOME TAX DEDUCTION BUT IS DISALLOWED BY SECTION

 $25 \qquad 280 \text{E of the internal revenue code because natural medicine is a}$ 

26 CONTROLLED SUBSTANCE UNDER FEDERAL LAW;

27 SECTION <u>40.</u> In Colorado Revised Statutes, 39-22-304, add

-89-

1 (3)(m.5) as follows:

39-22-304. Net income of corporation - legislative declaration
- definitions - repeal. (3) There shall be subtracted from federal taxable
income:

5 (m.5) FOR INCOME TAX YEARS COMMENCING ON OR AFTER 6 JANUARY 1, 2024, IF A TAXPAYER IS LICENSED PURSUANT TO THE 7 "COLORADO NATURAL MEDICINE CODE", ARTICLE 50 OF TITLE 44, AN 8 AMOUNT EQUAL TO ANY EXPENDITURE THAT IS ELIGIBLE TO BE CLAIMED 9 AS A FEDERAL INCOME TAX DEDUCTION BUT IS DISALLOWED BY SECTION 10 280E OF THE INTERNAL REVENUE CODE BECAUSE NATURAL MEDICINE IS A 11 CONTROLLED SUBSTANCE UNDER FEDERAL LAW;

<u>SECTION 41.</u> <u>Appropriation. (1) For the 2023-24 state fiscal</u>
 <u>year, \$733,658 General Fund is appropriated to the department of</u>
 <u>revenue. To implement this act, the department may use this appropriation</u>
 <u>as follows:</u>

(a) \$536,826 for marijuana enforcement, which amount is based
 on an assumption that the department will require an additional 4.7 FTE;
 (b) \$6,500 for tax administration IT system (GenTax) support; and
 (c) \$190,332 for the purchase of legal services.

20 (2) For the 2023-24 state fiscal year, \$190,332 is appropriated to
 21 the department of law. This appropriation is from reappropriated funds
 22 received from the department of revenue under subsection (1)(c) of this
 23 section and is based on an assumption that the department of law will
 24 require an additional 1.0 FTE. To implement this act, the department of

25 law may use this appropriation to provide legal services for the

26 <u>department of revenue</u>.

27 (3) For the 2023-24 state fiscal year, \$101,150 is appropriated to

| 1  | the department of law. This appropriation is from the legal services cash      |
|----|--|
| 2  | fund created in section 24-31-108 (4), C.R.S., from revenue received           |
| 3  | from the department of regulatory agencies that is continuously                |
| 4  | appropriated to the department of regulatory agencies from the regulated       |
| 5  | natural medicine access program fund created in section 12-170-106(1),         |
| 6  | C.R.S. The appropriation to the department of law is based on an               |
| 7  | assumption that the department of law will require an additional 0.5 FTE.      |
| 8  | To implement this act, the department of law may use this appropriation        |
| 9  | to provide legal services for the department of regulatory agencies.           |
| 10 | (4) For the 2023-24 state fiscal year, \$838,402 General Fund is               |
| 11 | appropriated to the department of public health and environment for use        |
| 12 | by the division of disease control and public health response. This            |
| 13 | appropriation is based on an assumption that division will require an          |
| 14 | additional 4.1 FTE. To implement this act, the division may use this           |
| 15 | appropriation for the natural medicine program related to laboratory           |
| 16 | services.  |
| 17 | SECTION <u>42.</u> Effective date. This act takes effect July 1, <u>2023</u> , |
| 18 | and applies to offenses committed on or after July 1, 2023.                    |
| 19 | SECTION <u>43.</u> Safety clause. The general assembly hereby finds,           |
| 20 | determines, and declares that this act is necessary for the immediate          |
| 21 | preservation of the public peace, health, or safety.                           |