

SENATE COMMITTEE OF REFERENCE REPORT

Chair of Committee

Date

May 11, 2026

Committee on Health & Human Services.

After consideration on the merits, the Committee recommends the following:

HB26-1325 be amended as follows, and as so amended, be referred to the Committee on Appropriations with favorable recommendation:

- 1 Amend reengrossed bill, page 11, line 11, strike "IF" and substitute "THIS
- 2 SECTION IS REPEALED IF THE BHA DOES NOT RECEIVE".

- 3 Page 11, line 16, strike "ARE NOT RECEIVED".

- 4 Page 11, line 19, strike "SECTION, THIS SECTION IS REPEALED." and
- 5 substitute "SECTION."

- 6 Page 12, line 3, strike "(17)" and substitute "(16)".

- 7 Page 12, line 17, strike "(12)(b)(II)" and substitute "(1), (12)(b)(II)".

- 8 Page 12, after line 19, insert:
- 9 "(1) "Administration session" means a session conducted at a
- 10 healing center, or another location as allowed by this article 170 and
- 11 article 50 of title 44, during which a participant ~~consumes and~~
- 12 ~~experiences~~ MAY PURCHASE REGULATED NATURAL MEDICINE AND
- 13 REGULATED NATURAL MEDICINE PRODUCT AND CONSUME AND
- 14 EXPERIENCE the effects of regulated natural medicine or regulated natural
- 15 medicine product under the supervision of a facilitator."

- 16 Page 13, line 1, strike "ADMINISTRATIVE SESSIONS PURSUANT TO" and
- 17 substitute "ADMINISTRATION SESSIONS CONDUCTED IN ACCORDANCE
- 18 WITH".

- 19 Page 13, line 15, strike "portion;" and substitute "portion and
- 20 (1)(a)(II)(I);".

1 Page 14, after line 8, insert:
2 "(II) Requirements for the licensing of facilitators, practice of
3 facilitation, and professional conduct of facilitators, including:
4 (I) Parameters for a facilitator's permissible and prohibited
5 financial interests in a healing center, license pursuant to this article 170,
6 or license pursuant to article 50 of title 44; ~~except that a facilitator may~~
7 ~~not have a financial interest in more than five natural medicine business~~
8 ~~licenses pursuant to article 50 of title 44;~~".

9 Page 14, line 10, after "(5)(f);" insert "**repeal (3);**".

10 Page 16, after line 23 insert:
11 "(3) ~~The board includes the executive director of the department~~
12 ~~of revenue, or the executive director's designee, serving as a nonvoting~~
13 ~~member.~~".

14 Page 17, line 23, strike "IBOGAINE;" and substitute "IBOGAINE SUCH AS
15 THE GENERA TABERNANTHE PLANT, VOACANGA AFRICANA PLANT, AND
16 TABERNAEMONTANA PLANT;".

17 Page 18, strike line 8 and substitute "PROCEEDINGS.

18 **SECTION 7.** In Colorado Revised Statutes, 44-50-103, **amend**
19 (13)(b)(II) and (13)(c) as follows:

20 **44-50-103. Definitions.**

21 As used in this article 50, unless the context otherwise requires:

22 (13) (b) In addition to the substances listed in subsection (13)(a)
23 of this section, "natural medicine" includes:

24 (II) Ibogaine, if recommended by the board and approved by the
25 director and the executive director of the state licensing authority for
26 inclusion, AND IBOGAINE DERIVED FROM A SEMI-SYNTHETIC PROCESS
27 USING THE TABERNANTHE IBOGA PLANT OR VOACANGA AFRICANA PLANT,
28 IF APPROVED BY THE BOARD AS A NATURAL MEDICINE AND, TO THE
29 EXTENT PERMITTED BY THE STATE LICENSING AUTHORITY, FOR USE IN
30 ADMINISTRATION SESSIONS CONDUCTED IN ACCORDANCE WITH THIS
31 ARTICLE 50 AND ARTICLE 170 OF TITLE 12; or

32 (c) "Natural medicine" does not mean a synthetic or synthetic
33 analog of the substances listed in subsections (13)(a) and (13)(b) of this
34 section, including a derivative of a naturally occurring compound of
35 natural medicine that is produced using chemical synthesis, chemical
36 modification, or chemical conversion, EXCEPT FOR IBOGAINE DERIVED
37 FROM A SEMI-SYNTHETIC PROCESS USING THE TABERNANTHE IBOGA
38 PLANT, VOACANA AFRICANA PLANT, OR ANOTHER SOURCE THAT IS
39 RECOMMENDED BY THE BOARD, PURSUANT TO SECTION 12-170-106, FOR

1 USE AS A NATURAL MEDICINE AND, TO THE EXTENT PERMITTED BY THE
2 STATE LICENSING AUTHORITY, FOR USE IN ADMINISTRATION SESSIONS
3 CONDUCTED IN ACCORDANCE WITH THIS ARTICLE 50 AND ARTICLE 170 OF
4 THIS TITLE 12."

5 Renumber succeeding sections accordingly.

6 Page 18, after line 8, insert:

7 "SECTION 8. In Colorado Revised Statutes, 18-18-434, amend
8 (5)(c)(IV) and (12)(d); and add (5)(c)(VI), (5)(c)(VII), and (5.5) as
9 follows:

10 **18-18-434. Offenses relating to natural medicine and natural**
11 **medicine product - definitions.**

12 (5) (c) Nothing in this section permits a person to:

13 (IV) Dispense, distribute, or possess with intent to dispense or
14 distribute natural medicine or natural medicine product as a part of a
15 business promotion or commercial activity, except as provided by article
16 170 of title 12 and article 50 of title 44; or

17 (VI) ADVERTISE BONA FIDE HARM REDUCTION SERVICES OR BONA
18 FIDE SUPPORT SERVICES OFFERED FOR REMUNERATION EXCEPT AS
19 PROVIDED FOR IN SECTION (12)(d) OF THIS SECTION;

20 (VII) ADVERTISE NATURAL MEDICINE OR NATURAL MEDICINE
21 PRODUCT; OR

22 (VIII) USE HARM REDUCTION SERVICES OR SUPPORT SERVICES TO
23 CONDUCT SALES OF NATURAL MEDICINE. PROHIBITED SALES ACTIVITIES
24 RELATED TO HARM REDUCTION SERVICES OR SUPPORT SERVICES INCLUDE
25 BUT ARE NOT LIMITED TO:

26 (A) OPERATING A RETAIL STORE, VENDOR TABLE, VENDOR BOOTH,
27 OR OTHER COMMERCIAL BUSINESS THAT DISPENSES FOR REMUNERATION
28 ANY AMOUNT OF NATURAL MEDICINE OR NATURAL MEDICINE PRODUCT
29 NOT INTENDED FOR CONSUMPTION UNDER SUPERVISION BY THE NATURAL
30 PERSON OR ENTITY THAT DISPENSES THE NATURAL MEDICINE OR NATURAL
31 MEDICINE PRODUCT;

32 (B) SALES OF SERVICES OR ITEMS THAT INCLUDE THE TRANSFER OF
33 NATURAL MEDICINE, WHICH DOES NOT PRECLUDE REMUNERATION FOR
34 BONA FIDE HARM REDUCTION SERVICES OR BONA FIDE SUPPORT SERVICES;

35 (C) PAYING RECURRING FEES TO ACQUIRE NATURAL MEDICINE OR
36 NATURAL MEDICINE PRODUCTS; AND

37 (D) ONLINE SALES THAT INCLUDE NATURAL MEDICINE OR
38 NATURAL MEDICINE PRODUCTS.

39 (5.5) BONA FIDE HARM REDUCTION SERVICES OR BONA FIDE
40 SUPPORT SERVICES WITHOUT THE EXCHANGE OR SHARING OF NATURAL
41 MEDICINE OR NATURAL MEDICINE PRODUCTS ARE NOT SUBJECT TO THIS

1 SECTION.

2 (12) As used in this section, unless the context otherwise requires:

3 (d) "Personal use" means the consumption or use of natural
4 medicine or natural medicine product; or the amount of natural medicine
5 or natural medicine product a person may lawfully possess, cultivate, or
6 manufacture that is necessary to share with another person who is
7 twenty-one years of age or older within the context of counseling,
8 spiritual guidance, beneficial community-based use and healing,
9 supported use, or related services. "Personal use" does not mean the sale
10 of natural medicine or natural medicine product for remuneration; the
11 possession, cultivation, or manufacture of natural medicine or natural
12 medicine product with intent to sell the natural medicine or natural
13 medicine product for remuneration; or the possession, cultivation,
14 manufacture, or distribution of natural medicine or natural medicine
15 product for business or commercial purposes, except as provided by
16 article 170 of title 12 and article 50 of title 44. Nothing in this section
17 precludes remuneration for bona fide harm reduction services or bona
18 fide support services used concurrently with the ~~sharing of~~ CONSUMPTION
19 OF SHARED natural medicine or natural medicine product, ~~provided that~~ IF
20 there is no advertisement ~~related to the sharing of~~ natural medicine,
21 natural medicine product, or ~~the services provided~~, SERVICES OFFERED, and
22 ~~provided that~~ IF the individual providing the services informs an
23 individual engaging in the services that the individual is not a licensed
24 facilitator pursuant to article 170 of title 12.

25 **SECTION 9.** In Colorado Revised Statutes, 44-50-103, **amend**
26 (1); and **add** (11.5) and (24.5) as follows:

27 **44-50-103. Definitions.**

28 As used in this article 50, unless the context otherwise requires:

29 (1) "Administration session" means a session conducted at a
30 healing center, or other location if permitted by this article 50 or rules
31 ~~promulgated~~ ADOPTED pursuant to this article 50, during which a
32 participant ~~consumes and experiences~~ MAY PURCHASE REGULATED
33 NATURAL MEDICINE AND REGULATED NATURAL MEDICINE PRODUCT AND
34 CONSUME AND EXPERIENCE the effects of natural medicine under the
35 supervision of a facilitator.

36 (11.5) "LIMITED REGULATED NATURAL MEDICINE SALES LICENSE"
37 MEANS A LICENSE ISSUED TO AN OWNER AUTHORIZING THE LICENSE TO
38 CO-LOCATE WITH A HEALING CENTER IN WHICH THERE IS AT LEAST ONE
39 PERSON LICENSED AS AN OWNER ASSOCIATED WITH BOTH THE LIMITED
40 REGULATED NATURAL MEDICINE SALES LICENSE AND THE HEALING
41 CENTER.

42 (24.5) "TEMPORARY PREMISES" MEANS THE PHYSICAL LOCATION
43 WHERE A NATURAL MEDICINE HEALING CENTER, LICENSED PURSUANT TO

1 THIS ARTICLE 50, IS AUTHORIZED TO PROVIDE NATURAL MEDICINE
2 SERVICES UNDER THE TERMS OF A TEMPORARY PREMISES PERMIT."

3 Renumber succeeding sections accordingly.

4 Page 18, line 19, strike "PARTICIPATE" and substitute "PARTICIPATED".

5 Page 18, strike line 26 and substitute "(1)(a); and **add** (10) as follows:".

6 Page 20, after line 1 insert:

7 "(10) THE STATE LICENSING AUTHORITY IS NOT REQUIRED TO
8 CONDUCT ROUTINE, PERIODIC, OR PRE-OPERATIONAL INSPECTIONS AS A
9 CONDITION OF LICENSURE UNLESS EXPRESSLY REQUIRED BY THIS ARTICLE
10 50."

11 Page 20, line 2, strike "**add**" and substitute "**amend** (1)(e), (2)(r), and
12 (2)(s)(III); and **add** (1)(p), (1)(q), (2)(t), (2)(u), (2.5),"

13 Page 20, after line 4 insert:

14 "(1) **Mandatory rule-making.** Rules adopted pursuant to section
15 44-50-202 (1)(b) must include the following subjects:

16 (e) Permissible and prohibited financial interests in a license
17 issued pursuant to this article 50 or a license issued pursuant to article 170
18 of title 12; ~~except that an individual shall not have a financial interest in~~
19 ~~more than five natural medicine business licenses;~~

20 (p) LICENSE PRIVILEGES AND RESTRICTIONS OF A LIMITED
21 REGULATED NATURAL MEDICINE SALES LICENSE, WHICH INCLUDES
22 ALLOWING THE LICENSEE TO STORE, DISTRIBUTE, TRANSPORT, PURCHASE,
23 POSSESS, AND TRANSFER REGULATED NATURAL MEDICINE AND REGULATED
24 NATURAL MEDICINE PRODUCT AND TO TRANSFER FOR REMUNERATION
25 REGULATED NATURAL MEDICINE OR REGULATED NATURAL MEDICINE
26 PRODUCTS TO A PARTICIPANT ONLY FOR PURPOSES OF CONSUMPTION
27 DURING A FACILITATED ADMINISTRATION SESSION AT A CO-LOCATED
28 HEALING CENTER'S LICENSED PREMISES;

29 (q) ELIGIBILITY REQUIREMENTS FOR AN APPLICANT TO OBTAIN A
30 LIMITED REGULATED NATURAL MEDICINE SALES LICENSE, INCLUDING, BUT
31 NOT LIMITED TO:

32 (I) REQUIRING A LIMITED REGULATED NATURAL MEDICINE SALES
33 LICENSE TO HAVE AND MAINTAIN COMMON OWNERSHIP WITH THE
34 CO-LOCATED HEALING CENTER LICENSE ISSUED PURSUANT TO SECTION
35 44-50-401 AND ANY RULES ADOPTED BY THE STATE LICENSING
36 AUTHORITY; AND

37 (II) ESTABLISHING APPLICATION AND LICENSE FEES TO COVER THE

1 DIRECT AND INDIRECT COSTS OF IMPLEMENTING THE LIMITED REGULATED
2 NATURAL MEDICINE SALES LICENSE CREATED PURSUANT TO SECTION
3 44-50-401(6), WHICH FEES SHALL BE DEPOSITED IN THE NATURAL
4 MEDICINE CASE FUND CREATED IN SECTION 44-50-601.

5 (2) **Permissive rule-making.** Rules adopted pursuant to section
6 44-50-202 (1)(b) may include, but need not be limited to, the following
7 subjects:

8 (r) Such other matters as are necessary for the fair, impartial,
9 stringent, and comprehensive administration of this article 50; ~~and~~

10 (s) Requirements that healing centers collect data and information
11 related to regulated natural medicine services and provide the data and
12 information to the department of public health and environment in
13 accordance with section 44-50-401 (6), which data and information must
14 include:

15 (III) Other information as determined by the state licensing
16 authority in consultation with the department of public health and
17 environment;

18 (t) APPLICATION PROCEDURES AND LICENSE REQUIREMENTS FOR
19 A HEALING CENTER TO OPERATE A TEMPORARY PREMISES, IN ACCORDANCE
20 WITH SECTION 44-50-401(6), AND MAY INCLUDE:

21 (I) ESTABLISHING THE LOCATION ELIGIBILITY REQUIREMENTS FOR
22 A TEMPORARY PREMISES;

23 (II) ESTABLISHING MINIMUM SECURITY AND SURVEILLANCE
24 REQUIREMENTS FOR A TEMPORARY PREMISES, WHICH MUST REFLECT THE
25 TEMPORARY NATURE OF THE USE AND ANY PUBLIC HEALTH AND SAFETY
26 CONSIDERATIONS FOR ADMINISTRATION OF NATURAL MEDICINE SERVICES;

27 (III) ESTABLISHING MINIMUM RECORD KEEPING REQUIREMENTS,
28 WHICH MAY INCLUDE AUTHORIZING LICENSEES OPERATING A TEMPORARY
29 PREMISES TO MAINTAIN REQUIRED RECORDS AT THE HEALING CENTER
30 LICENSEE'S LICENSED PREMISES;

31 (IV) ESTABLISHING NOTIFICATION REQUIREMENTS FOR WHEN A
32 HEALING CENTER MUST REPORT TO THE STATE LICENSING AUTHORITY
33 INFORMATION THAT RELATES TO THE LICENSEE'S USE OF AN APPROVED
34 TEMPORARY PREMISES;

35 (V) ESTABLISHING CRITERIA UNDER WHICH A HEALING CENTER
36 MAY APPLY AND BE APPROVED FOR MORE THAN ONE TEMPORARY
37 PREMISES IN A SINGLE APPLICATION; AND

38 (VI) ADJUSTING THE AMOUNTS OF THE APPLICATION AND PERMIT
39 FEES FOR A TEMPORARY PREMISES TO REFLECT THE DIRECT AND INDIRECT
40 COSTS OF ADMINISTERING THE TEMPORARY PREMISES PERMIT; AND

41 (u) REQUIREMENTS FOR THE CULTIVATION, MANUFACTURE,
42 TESTING, OR DISPENSING OF IBOGAIN, INCLUDING:

43 (I) LIMITING PRODUCTS CONTAINING IBOGAIN, AS NECESSARY,

1 DUE TO ITS HEALTH AND SAFETY RISKS; AND
2 (II) ESTABLISHING MINIMUM MANUFACTURING AND TESTING
3 STANDARDS FOR IBOGAIN AND IBOGAIN PRODUCTS, INCLUDING
4 REQUIREMENTS THAT LICENSEES MAINTAIN RECORDS REGARDING
5 CULTIVATED AND MANUFACTURED PRODUCTS SOURCE MATERIAL,
6 ADDITIVES AND INGREDIENTS, AND ANY CONDUCTED TEST RESULTS, AND
7 REQUIREMENTS THAT PRODUCTS PROVIDED TO HEALING CENTERS BE
8 LABELED WITH THE SAME INFORMATION.
9 (2.5) THE STATE LICENSING AUTHORITY MAY TEMPORARILY WAIVE
10 OR ADJUST STATUTORY OR REGULATORY TESTING REQUIREMENTS FOR
11 REGULATED NATURAL MEDICINE AND REGULATED NATURAL MEDICINE
12 PRODUCTS. ANY WAIVER OR ADJUSTMENT OF STATUTORY OR REGULATORY
13 TESTING REQUIREMENTS ARE ONLY PERMITTED IF THERE IS NO NATURAL
14 MEDICINE TESTING FACILITY CERTIFIED OR LICENSED TO CONDUCT
15 REQUIRED TESTING AND MUST INCLUDE:
16 (a) PROCEDURES FOR LICENSEES TO SUBMIT REPRESENTATIVE TEST
17 SAMPLES TO AN UNLICENSED, THIRD-PARTY TESTING LABORATORY;
18 (b) MINIMUM QUALIFICATIONS THAT THE UNLICENSED
19 THIRD-PARTY TESTING LABORATORY MUST MEET TO RECEIVE TEST
20 SAMPLES;
21 (c) MINIMUM STANDARDS FOR CERTIFICATES OF ANALYSIS THAT
22 A LICENSEE MUST DEMONSTRATE THE UNLICENSED, THIRD-PARTY TESTING
23 LABORATORY CAN MEET;
24 (d) FREQUENCY OF TESTING; AND
25 (e) LICENSEE NOTIFICATION AND RECORD KEEPING REQUIREMENTS
26 FOR REGULATED NATURAL MEDICINE AND REGULATED NATURAL MEDICINE
27 PRODUCTS TESTED BY UNLICENSED, THIRD-PARTY TESTING
28 LABORATORIES."

29 Page 20, after line 19 insert:

30 "(c) FOR PURPOSES OF THIS SUBSECTION (5), "BENEFIT-SHARING
31 PLAN" MEANS AN ARRANGEMENT WITH INDIGENOUS COMMUNITIES
32 TRADITIONALLY CONNECTED TO THE USE OF IBOGAIN OR IBOGA THAT IS
33 INTENDED TO SHARE IN THE BENEFITS THAT ARISE FROM THE RESEARCH,
34 THERAPEUTIC USE, OR COMMERCIALIZATION OF IBOGAIN OR IBOGA.
35 BENEFITS MAY INCLUDE:
36 (I) FINANCIAL BENEFIT SHARING;
37 (II) COLLABORATIVE RESEARCH OR DATA SHARING;
38 (III) CONSERVATION SUPPORT FOR PLANT SPECIES AND HABITATS;
39 (IV) COMMUNITY-IDENTIFIED DEVELOPMENT PRIORITIES;
40 (V) CULTURAL OR EDUCATIONAL EXCHANGES; AND
41 (VI) UTILIZING A SOURCE FOR IBOGAIN THAT ENGAGES IN

1 BENEFIT-SHARING AND ETHICAL AND SUSTAINABLE CULTIVATION
2 PRACTICES.".

3 Page 20, after line 22, insert:

4 "SECTION 13. In Colorado Revised Statutes, 44-50-301, **amend**
5 (2)(a)(IV) and (2)(a)(V); and **add** (2)(a)(VI) as follows:

6 **44-50-301. Classes of licenses.**

7 (2) (a) The following are natural medicine business licenses:

8 (IV) Natural medicine testing facility license; ~~and~~

9 (V) ~~Any natural medicine business license determined necessary~~
10 ~~by the state licensing authority~~ LIMITED REGULATED NATURAL MEDICINE
11 SALES LICENSES; AND

12 (VI) ANY NATURAL MEDICINE BUSINESS LICENSE DETERMINED
13 NECESSARY BY THE STATE LICENSING AUTHORITY.

14 **SECTION 14.** In Colorado Revised Statutes, 44-50-401, **amend**
15 (2); and **add** (7) as follows:

16 **44-50-401. Natural medicine healing center license - data**
17 **collection - rules.**

18 (2) A natural medicine healing center licensee may transfer
19 regulated natural medicine or regulated natural medicine product to
20 another natural medicine healing center licensee, LIMITED REGULATED
21 NATURAL MEDICINE SALES LICENSEE, or a facilitator pursuant to rules
22 ~~promulgated~~ ADOPTED by the state licensing authority.

23 (7) (a) A HEALING CENTER MAY APPLY FOR A TEMPORARY
24 PREMISES PERMIT AT A SEPARATE LOCATION. THE DEPARTMENT MAY ISSUE
25 A TEMPORARY PREMISES PERMIT TO A LICENSED NATURAL MEDICINE
26 HEALING CENTER IF THE FOLLOWING CONDITIONS ARE MET:

27 (I) THE HEALING CENTER SUBMITS A COMPLETE APPLICATION AND
28 PAYS ALL APPLICATION AND PERMIT FEES TO THE DEPARTMENT;

29 (II) THE LOCATION IS APPROVED BY THE DEPARTMENT SUBJECT TO
30 THE REQUIREMENTS IN SECTION 44-50-302;

31 (III) THE LICENSEE'S USE OF THE TEMPORARY PREMISES DOES NOT
32 EXCEED THE DURATION APPROVED UNDER THE PERMIT;

33 (IV) THE APPLICANT DEMONSTRATES THE LICENSED NATURAL
34 MEDICINE HEALING CENTER IS ENTITLED TO USE THE LOCATION AS A
35 TEMPORARY PREMISES; AND

36 (V) THE TEMPORARY PREMISES OTHERWISE COMPLIES WITH THIS
37 ARTICLE 50 AND ALL OTHER RULES ADOPTED BY THE DEPARTMENT.

38 (b) A NATURAL MEDICINE HEALING CENTER'S TEMPORARY
39 PREMISES IS NOT REQUIRED TO BE LOCATED IN THE SAME LOCAL
40 JURISDICTION AS THE LICENSED PREMISES.

41 (c) THE STATE LICENSING AUTHORITY SHALL NOT ISSUE A
42 TEMPORARY PREMISES PERMIT FOR A LOCATION AT WHICH THE

1 DISTRIBUTION, TRANSFER, AND DISPENSATION OF REGULATED NATURAL
2 MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT IS NOT PERMITTED
3 UNDER THE ZONING CODE OF THE LOCAL JURISDICTION.

4 (8) A LIMITED REGULATED NATURAL MEDICINE SALES LICENSE
5 MAY BE ISSUED ONLY TO A PERSON THAT APPLIES FOR AND IS APPROVED
6 TO OPERATE A HEALING CENTER LICENSE AND IS SUBJECT TO THE
7 FOLLOWING REQUIREMENTS:

8 (a) THE LICENSE MUST BE CO-LOCATED WITH A HEALING CENTER
9 AT WHICH AN ADMINISTRATION SESSION IS HELD, WHERE REGULATED
10 NATURAL MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT IS SOLD
11 TO A PARTICIPANT.

12 (b) THE LICENSE MUST HAVE COMMON OWNERSHIP WITH THE
13 CO-LOCATED HEALING CENTER. FOR PURPOSES OF THIS SECTION, COMMON
14 OWNERSHIP MEANS THERE IS AT LEAST ONE PERSON LICENSED AS AN
15 OWNER ASSOCIATED WITH BOTH THE LIMITED REGULATED NATURAL
16 MEDICINE SALES LICENSE AND THE HEALING CENTER.

17 (c) THE LICENSE MAY BE EXERCISED TO STORE, PURCHASE,
18 POSSESS, AND TRANSFER REGULATED NATURAL MEDICINE AND REGULATED
19 NATURAL MEDICINE PRODUCT AND INVOICE A PARTICIPANT FOR
20 REGULATED NATURAL MEDICINE AND REGULATED NATURAL MEDICINE
21 PRODUCT TO BE USED SOLELY IN THE CONTEXT OF AN ADMINISTRATION
22 SESSION AT A CO-LOCATED HEALING CENTER AND TO CONDUCT
23 TRANSACTIONS ON BEHALF OF A FACILITATOR FOR THE NATURAL MEDICINE
24 SERVICES PROVIDED IN ACCORDANCE WITH ARTICLE 170 OF TITLE 12.

25 (d) THE LICENSE IS NOT REQUIRED TO COMPLY WITH SUBSECTION
26 (1) OF THIS SECTION SEPARATE FROM THE COMMONLY OWNED,
27 CO-LOCATED HEALING CENTER LICENSE.

28 (e) ANY OTHER REQUIREMENTS ESTABLISHED BY RULES OF THE
29 STATE LICENSING AUTHORITY PURSUANT TO THIS ARTICLE 50.

30 (9) A HEALTH CENTER LICENSEE SHALL NOT SELL REGULATED
31 NATURAL MEDICINE OR REGULATED NATURAL MEDICINE PRODUCT UNLESS
32 A CO-LOCATED LIMITED REGULATED NATURAL MEDICINE SALES LICENSEE
33 CONDUCTS THE TRANSACTION IN ACCORDANCE WITH THE PROVISIONS OF
34 SUBSECTION (8) OF THIS SECTION.

35 **SECTION 15.** In Colorado Revised Statutes, 44-50-402, **amend**
36 (1) as follows:

37 **44-50-402. Natural medicine cultivation facility license.**

38 (1) A natural medicine cultivation facility license may be issued
39 pursuant to state licensing authority rules and only to a person who
40 cultivates regulated natural medicine for transfer and distribution to
41 natural medicine healing center licensees, natural medicine product
42 manufacturer licensees, A LIMITED REGULATED NATURAL MEDICINE SALES
43 LICENSEE, other natural medicine cultivation facility licensees, or other

1 persons licensed ~~under~~ PURSUANT TO article 170 of title 12 or this article
2 50."

3 Renumber succeeding sections accordingly.

4 Page 21, after line 12 insert:

5 "SECTION 17. In Colorado Revised Statutes, **add** 44-50-702 as
6 follows:

7 **44-50-702. Unlawful exercise of the privileges of a license.**

8 (1) IF THE DIRECTOR OF THE NATURAL MEDICINE DIVISION
9 DETERMINES BASED UPON CREDIBLE EVIDENCE FROM A COMPLAINT OR
10 INVESTIGATION THAT A PERSON IS ACTING OR HAS ACTED WITHOUT THE
11 LICENSE REQUIRED TO OPERATE A NATURAL MEDICINE BUSINESS OR TO
12 OWN, GROW, HARVEST, TRANSFER, MANUFACTURE, SUPERVISE, PROVIDE,
13 OR ADMINISTER NATURAL MEDICINE, THE DIRECTOR MAY ISSUE AN ORDER
14 TO CEASE AND DESIST THE ACTIVITY. THE ORDER MUST SET FORTH THE
15 STATUTES AND RULES ALLEGED TO HAVE BEEN VIOLATED, THE FACTS
16 ALLEGED TO CONSTITUTE THE VIOLATION, AND THE REQUIREMENT THAT
17 ALL UNLAWFUL ACTS OR UNLICENSED ACTIVITY IMMEDIATELY CEASE.

18 (2) WITHIN FOURTEEN DAYS AFTER SERVICE OF THE ORDER TO
19 CEASE AND DESIST ISSUED PURSUANT TO SUBSECTION (1) OF THIS SECTION,
20 THE RESPONDENT MAY REQUEST A HEARING BEFORE THE HEARINGS
21 DIVISION ON THE QUESTION OF WHETHER THEIR ACTS OR PRACTICES WERE
22 IN VIOLATION OF THIS TITLE 44 OR UNLICENSED ACTIVITY OCCURRED.

23 (3) THE HEARING MUST BE CONDUCTED PURSUANT TO SECTIONS
24 24-4-104 AND 24-4-105.

25 (4) JUDICIAL REVIEW OF FINAL AGENCY ACTION REGARDING THE
26 CEASE AND DESIST MUST BE CONDUCTED PURSUANT TO SECTION
27 24-4-106."

28 Renumber succeeding section accordingly.

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