

Amend **CSHB 46** (senate committee report) in SECTION 6 of the bill, by striking added Section 487.104(e), Health and Safety Code (page 2, lines 52-55), and substituting the following:

(e) The department shall issue initial licenses to dispensing organizations under this section:

(1) based on a competitive evaluation of applicant qualifications relative to other applicants; and

(2) giving preference to a dispensing organization:

(A) that has or plans to have the organization's principal place of business in this state; or

(B) each owner of which is a resident of this state.