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S4782-4

SENATE STATE OF MINNESOTA NINETY-THIRD SESSION

BD

S.F. No. 4782

(SENATE AUTHORS: PORT, Klein, Oumou Verbeten, Kupec and Murphy)

DATE	D-PG	OFFICIAL STATUS
03/07/2024	12063	Introduction and first reading
		Referred to Commerce and Consumer Protection
03/25/2024	12819a	Comm report: To pass as amended and re-refer to Agriculture, Broadband, and Rural Development
	12892	Authors added Klein; Oumou Verbeten; Kupec; Murphy
04/02/2024	13277	Comm report: To pass and re-referred to State and Local Government and Veterans
		Joint rule 2.03, referred to Rules and Administration
04/04/2024	13370	Comm report: Adopt previous comm report Jt rule 2.03 suspended
04/08/2024	13527a	Comm report: To pass as amended and re-refer to Health and Human Services
04/11/2024	13594a	Comm report: To pass as amended and re-refer to Judiciary and Public Safety
04/15/2024		Comm report: To pass as amended and re-refer to Commerce and Consumer Protection

A bill for an act

1.2	relating to state government; modifying cannabis provisions; appropriating money;
1.2	amending Minnesota Statutes 2022, sections 18K.03, by adding a subdivision;
1.4	152.22, subdivisions 11, 14, by adding a subdivision; 152.25, subdivision 2; 152.27,
1.5	subdivisions 1, 2, 3, 4, 6, by adding a subdivision; 152.28, subdivision 2; 152.29,
1.6	subdivision 3; Minnesota Statutes 2023 Supplement, sections 3.9224; 151.72,
1.7	subdivisions 1, 2, 4, 5a, 5b, 6, 7; 152.28, subdivision 1; 152.30; 256B.0625,
1.7	subdivision 13d; 290.0132, subdivision 29; 290.0134, subdivision 19; 295.81,
1.9	subdivision 1, 4; 297A.67, subdivision 2; 297A.70, subdivision 2; 342.01,
1.10	subdivisions 3, 4, 12, 14, 16, 17, 19, 20, 48, 64, 65, 66, by adding a subdivision;
1.11	342.02, subdivisions 2, 3, 5, 6; 342.07, subdivision 3; 342.09, subdivisions 1, 3;
1.12	342.10; 342.11; 342.12; 342.13; 342.14; 342.15, subdivisions 1, 2, by adding a
1.13	subdivision; 342.17; 342.18, subdivision 3, by adding subdivisions; 342.19,
1.14	subdivisions 1, 3, 4, 5; 342.22; 342.24, subdivisions 1, 2; 342.28, subdivision 2,
1.15	by adding a subdivision; 342.29, subdivisions 1, 4; 342.30, subdivision 4; 342.31,
1.16	subdivision 4; 342.32, subdivision 4; 342.35, subdivision 1; 342.37, subdivision
1.17	1; 342.40, subdivision 7; 342.41, subdivisions 1, 3; 342.51; 342.515; 342.52,
1.18	subdivisions 1, 2, 3, 4, 5, 9, 11; 342.53; 342.54; 342.55, subdivisions 1, 2; 342.56,
1.19	subdivisions 1, 2; 342.57, subdivisions 1, 2, 3, 4, 5, 6, 7; 342.58; 342.60; 342.61,
1.20	subdivisions 4, 5; 342.63, subdivisions 2, 3, 4, 6; Laws 2023, chapter 63, article
1.21	1, sections 2; 51; 52; 53; 54; 55; 56; 57; 58; 59; 61; article 6, sections 10; 73;
1.22	proposing coding for new law in Minnesota Statutes, chapter 342; repealing
1.23	Minnesota Statutes 2022, sections 152.22, subdivision 3; 152.36; Minnesota Statutes
1.24	2023 Supplement, sections 342.01, subdivisions 28, 52, 53, 54, 55; 342.18,
1.25	subdivision 1; 342.27, subdivision 13; 342.29, subdivision 9; 342.47; 342.48;
1.26	342.49; 342.50; 342.52, subdivision 8; Laws 2023, chapter 63, article 7, sections
1.27	4; 6.

1.28 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:

1.29 Section 1. Minnesota Statutes 2023 Supplement, section 3.9224, is amended to read:

1.30 **3.9224 MEDICAL CANNABIS; COMPACTS TO BE NEGOTIATED.**

1.31 Subdivision 1. **Definitions.** (a) As used in this section, the following terms have the

1.32 meanings given.

2.1	(b) "Medical cannabis law" or "medical cannabis program" means the regulatory
2.2	framework for cultivation, production, distribution, and sale of cannabis to qualifying
2.3	patients for therapeutic use in the treatment of a qualifying condition.
2.4	(c) "Medical Cannabis flower" means cannabis flower approved for sale under the
2.5	medical cannabis law of a Minnesota Tribal government or under a compact entered into
2.6	under this section.
2.7	(d) "Medical cannabis product" means a cannabis product approved for sale under the
2.8	medical cannabis law of a Minnesota Tribal government or under a compact entered into
2.9	under this section.
2.10	(e) "Medical cannabis business" means a medical cannabis cultivator, processor, or
2.11	retailer business with a medical cannabis retail endorsement.
2.12	(f) "Medical cannabis industry" means every item, product, person, process, action,
2.13	business, or other thing or activity related to medical cannabis flower or medical cannabis
2.14	products and subject to regulation under the law of a Minnesota Tribal government or under
2.15	a compact entered into under this section.
2.16	(g) "Cannabis product" means any of the following:
2.17	(1) cannabis concentrate;
2.18	(2) a product infused with cannabinoids, whether artificially derived, or extracted or
2.19	derived from cannabis plants or cannabis flower, including but not limited to
2.20	tetrahydrocannabinol; or
2.21	(3) any other product that contains cannabis concentrate.
2.22	(h) "Minnesota Tribal governments" means the following federally recognized Indian
2.23	Tribes located in Minnesota:
2.24	(1) Bois Forte Band;
2.25	(2) Fond Du Lac Band;
2.26	(3) Grand Portage Band;
2.27	(4) Leech Lake Band;
2.28	(5) Mille Lacs Band;
2.29	(6) White Earth Band;
2.30	(7) Red Lake Nation;

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3.1	(8) Lower Sioux Indian Community;	
3.2	(9) Prairie Island Indian Community;	
3.3	(10) Shakopee Mdewakanton Sioux Community; and	
3.4	(11) Upper Sioux Indian Community.	
3.5	(i) "Tribal medical cannabis business" means a medical cannab	is business licensed by
3.6	a Minnesota Tribal government, including the business categories	identified in paragraph
3.7	(e), as well as any others that may be provided under the law of a l	Minnesota Tribal
3.8	government.	
3.9	(j) "Tribally regulated land" means:	
3.10	(1) all land held in trust by the United States for the benefit of	a Minnesota Tribal
3.11	government ("trust land");	
3.12	(2) all land held by a Minnesota Tribal government in restricted	d fee status; and
3.13	(3) all land within the exterior boundaries of the reservation of	a Minnesota Tribal
3.14	government that is subject to the civil regulatory jurisdiction of the	Tribal government. For
3.15	the purposes of this section, land that is subject to the civil regulate	ory jurisdiction of the
3.16	Tribal government includes:	
3.17	(i) trust land, or fee land held, including leased land, by the Tri	be, entities organized
3.18	under Tribal law, or individual Indians; and	
3.19	(ii) land held, including leased land, by non-Indian entities or i	ndividuals who consent
3.20	to the civil regulation of the Tribal government or are otherwise su	bject to such regulation
3.21	under federal law.	
3.22	Subd. 2. Acknowledgment and purpose; negotiations author	rized. (a) The state of
3.23	Minnesota acknowledges the sovereign right of Minnesota Tribal	governments to regulate
3.24	the medical cannabis industry and address other matters of cannab	is regulation related to
3.25	the internal affairs of Minnesota Tribal governments or otherwise	within their jurisdiction,
3.26	without regard to whether such Tribal government has entered a con-	mpact authorized by this
3.27	section. The purpose of this section is to provide for the negotiatio	_
3.28	proactively address jurisdictional issues related to the regulation o	
3.29	industry. The legislature finds that these agreements will facilitate an	
3.30	and mutually beneficial relationship between the state and the Trib	
3.31	legalization of cannabis. Such cooperative agreements will enhance	public health and safety,

SF4782

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S4782-4

4th Engrossment

S4782-4

4.3 (b) The governor or the governor's designee shall negotiate in good faith, and has the
4.4 authority to execute and bind the state to, a compact with any Minnesota Tribal government
4.5 wishing to enter into such a compact regulating medical cannabis flower and medical
4.6 cannabis products.

Subd. 3. Terms of compact; rights of parties. (a) A compact agreed to under this 4.7 section may address any issues related to the medical cannabis industry, including medical 4.8 cannabis flower, medical cannabis products, extracts, concentrates, and artificially derived 4.9 cannabinoids that affect the interest of both the state and Minnesota Tribal government or 4.10 otherwise have an impact on Tribal-state relations. Indian Tribes are not required to enter 4.11 into compacts pursuant to this section in order to regulate the medical cannabis industry, 4.12 or engage in medical cannabis businesses or activities on Tribally regulated land or participate 4.13 as a licensee in the state's legal medical cannabis market. 4.14

4.15

(b) The state shall not, as a condition for entering into a compact under this section:

4.16 (1) require any Minnesota Tribal government to waive any right, privilege, or immunity
4.17 based on their status as independent sovereigns;

4.18 (2) require that any revenue generated by a medical cannabis business licensed by a
4.19 Minnesota Tribal government be subject to any state cannabis gross receipt taxes or state
4.20 and local sales or use taxes on sales of cannabis;

- 4.21 (3) require any taxes collected by Minnesota Tribal governments to be shared in any4.22 manner with the state or any subdivisions thereof;
- 4.23 (4) require a Minnesota Tribal government to consent to state licensing of a medical4.24 cannabis business on the Tribally regulated land of the Minnesota Tribal government;
- 4.25 (5) require any Minnesota Tribal government or any medical cannabis business licensed
 4.26 by a Minnesota Tribal government pursuant to a compact agreed to under this section to
 4.27 comply with specific state law or regulations on Tribally regulated land; or
- 4.28 (6) impose, or attempt to impose, and shall not require or attempt to require any Indian
 4.29 Tribe to impose, any taxes, fees, assessments, and other charges related to the production,
 4.30 processing, sale, purchase, distribution, or possession of medical cannabis flower and medical
 4.31 cannabis products on Minnesota Tribal governments, or their members, on a reservation or
 4.32 Tribally regulated land.

(c) Compacts agreed to under this section may allow an exemption from any otherwise
applicable tax for: (i) sales to a Minnesota Tribal government, a Tribal medical cannabis
business, or Tribal members, of medical cannabis flower and cannabis products grown,
produced, or processed as provided for in said compacts; or (ii) for activities of Tribal
medical cannabis businesses.

5.6 Subd. 4. **Civil and criminal immunities.** (a) Without limiting any immunity or exemption 5.7 that may apply under federal law, the following acts, when performed by a Tribal medical 5.8 cannabis business or an employee in the course of their employment for a Tribal medical 5.9 cannabis business, pursuant to a compact entered into under this section, do not constitute 5.10 a criminal or civil offense under state law:

5.11 (1) the cultivation of medical cannabis flower, and the extraction, processing, or
5.12 manufacture of medical cannabis and artificially derived cannabinoid products, extracts, or
5.13 concentrates;

(2) the possession, purchase, and receipt of medical cannabis seed, <u>cannabis</u> flower, and
medical cannabis products that are properly packaged and labeled as authorized under a
compact entered into pursuant to this section, and the sale, delivery, transport, or distribution
of such products to a licensed cannabis business; and

(3) the delivery, distribution, and sale of medical cannabis seed, <u>cannabis</u> flower, and
medical cannabis products as authorized under a compact entered into pursuant to this
section and that takes place on, or originates from, the premises of a Tribal medical cannabis
business on Tribally regulated land, to any person eligible to participate in a medical cannabis
program.

(b) The following acts, when performed by a patron of a Tribal medical cannabis business
do not constitute a criminal or civil offense under state law: the purchase, possession, or
receipt of medical cannabis seed, <u>cannabis</u> flower, and medical cannabis products as
authorized under a compact entered into pursuant to this section.

(c) Without limiting any immunity or exemption that may apply under federal law,
actions by a Tribal medical cannabis business, a Tribal member, employee, or agent of a
Minnesota Tribal government or Tribal medical cannabis business on Tribally regulated
land pursuant to Tribal laws governing cannabis, or a compact entered into under this section,
do not constitute a criminal or civil offense under state law.

(d) The following acts, when performed by a state-licensed medical cannabis business,
or an employee of such business, and which would be permitted under the terms of the
applicable medical cannabis business license if undertaken with another state-licensed

medical cannabis business, are permitted under the state license conditions when undertaken
with a Tribal medical cannabis business and do not constitute a criminal or civil offense
under state law: the possession, purchase, wholesale and retail sale, delivery, transport,
distribution, and receipt of medical cannabis, seed, <u>cannabis</u> flower, and medical cannabis
products that are properly packaged and labeled as authorized under a compact entered into
pursuant to this section.

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(e) Without limiting any immunity or exemption that may apply under federal law, the 6.7 following acts, when performed by a Minnesota Tribal government, a Tribal medical cannabis 6.8 business licensed by such Tribal government, or an employee of such Tribal government 6.9 or Tribal medical cannabis business, regardless of whether the Minnesota Tribal government 6.10 issuing such license has compacted with the state under this section, do not constitute a 6.11 criminal or civil offense under state law: purchase, sale, receipt, or delivery (including 6.12 delivery that involves transit through the state, outside a reservation), of medical cannabis 6.13 flower, cannabis seed, and medical cannabis products from or to another Minnesota Tribal 6.14 government or cannabis business licensed by such government. 6.15

(f) Notwithstanding any other provision of law, a state-licensed cannabis testing facility
may provide cannabis testing services to a Tribal medical cannabis business, and the
possession or transport of cannabis flower or cannabis products for such purpose by a Tribal
cannabis business shall not constitute a criminal or civil offense under state law.

6.20 Subd. 5. Publication. The governor shall post any compact entered into under this section6.21 on a publicly accessible website.

6.22 **EFFECTIVE DATE.** This section is effective the day following final enactment.

6.23 Sec. 2. Minnesota Statutes 2022, section 18K.03, is amended by adding a subdivision to
6.24 read:

6.25 Subd. 3. Sale to cannabis and hemp businesses. (a) An industrial hemp grower licensed 6.26 under this chapter may sell hemp plant parts and propagules to a cannabis business or hemp 6.27 business licensed under chapter 342.

6.28 (b) An industrial hemp processor licensed under this chapter may sell hemp concentrate
6.29 to a cannabis business or hemp business licensed under chapter 342.

7.1 Sec. 3. Minnesota Statutes 2023 Supplement, section 151.72, subdivision 1, is amended
7.2 to read:

7.3 Subdivision 1. Definitions. For the purposes of this section, the following terms have7.4 the meanings given.

(a) "Artificially derived cannabinoid" means a cannabinoid extracted from a hemp plant
or hemp plant parts with a chemical makeup that is changed after extraction to create a
different cannabinoid or other chemical compound by applying a catalyst other than heat
or light. Artificially derived cannabinoid includes but is not limited to any
tetrahydrocannabinol created from cannabidiol.

(b) "Batch" means a specific quantity of a specific product containing cannabinoids
derived from hemp, including an edible cannabinoid product, that is manufactured at the
same time and using the same methods, equipment, and ingredients that is uniform and
intended to meet specifications for identity, strength, purity, and composition, and that is
manufactured, packaged, and labeled according to a single batch production record executed
and documented.

7.16 (c) "Certified hemp" means hemp plants that have been tested and found to meet the
7.17 requirements of chapter 18K and the rules adopted thereunder.

7.18 (d) "Commissioner" means the commissioner of health.

7.19 (e) (d) "Distributor" means a person who sells, arranges a sale, or delivers a product
7.20 containing cannabinoids derived from hemp, including an edible cannabinoid product, that
7.21 the person did not manufacture to a retail establishment for sale to consumers. Distributor
7.22 does not include a common carrier used only to complete delivery to a retailer.

7.23 (f) (e) "Edible cannabinoid product" means any product that is intended to be eaten or 7.24 consumed as a beverage by humans, contains a cannabinoid in combination with food 7.25 ingredients, and is not a drug.

7.26 (g) (f) "Hemp" has the meaning given to "industrial hemp" in section 18K.02, subdivision
7.27 3.

7.28 (h) (g) "Label" has the meaning given in section 151.01, subdivision 18.

7.29 (i) (h) "Labeling" means all labels and other written, printed, or graphic matter that are:

(1) affixed to the immediate container in which a product regulated under this sectionis sold;

8.1	(2) provided, in any manner, with the immediate container, including but not limited to
8.2	outer containers, wrappers, package inserts, brochures, or pamphlets; or
8.3	(3) provided on that portion of a manufacturer's website that is linked by a scannable
8.4	barcode or matrix barcode.
8.5	(j) (i) "Matrix barcode" means a code that stores data in a two-dimensional array of
8.6	geometrically shaped dark and light cells capable of being read by the camera on a
8.7	smartphone or other mobile device.
8.8	(k) (j) "Nonintoxicating cannabinoid" means substances extracted from certified hemp
8.9	plants that do not produce intoxicating effects when consumed by any route of administration.
8.10	(k) "Office" means the Office of Cannabis Management.
8.11	(1) "Synthetic cannabinoid" means a substance with a similar chemical structure and
8.12	pharmacological activity to a cannabinoid, but which is not extracted or derived from hemp
8.13	plants, or hemp plant parts and is instead created or produced by chemical or biochemical
8.14	synthesis.
8.15	(m) "Tincture" means a solution of hemp extract, derived either directly from a hemp
8.16	plant or from a manufactured hemp extract, dissolved in glycerin, food-grade oils, or other
8.17	food-grade solvents and is intended to be eaten as an edible cannabinoid product under
8.18	section 151.72, paragraph (f).
8.19	Sec. 4. Minnesota Statutes 2023 Supplement, section 151.72, subdivision 2, is amended
8.20	to read:
8.21	Subd. 2. Scope. (a) This section applies to the sale of any product that contains
8.22	cannabinoids extracted from hemp and that is an edible cannabinoid product or is intended
8.23	for human or animal consumption by any route of administration.
8.24	(b) This section does not apply to any product dispensed by a registered medical cannabis
8.25	manufacturer pursuant to sections 152.22 to 152.37.
8.26	(c) The commissioner office must have no authority over food products, as defined in
8.27	section 34A.01, subdivision 4, that do not contain cannabinoids extracted or derived from
8.28	hemp.

SF4782	REVISOR	BD	S4782-4	4th Engrossment
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9.1 Sec. 5. Minnesota Statutes 2023 Supplement, section 151.72, subdivision 4, is amended
9.2 to read:

9.3 Subd. 4. Testing requirements. (a) A manufacturer of a product regulated under this
9.4 section must submit representative samples of each batch of the product to an independent,
9.5 accredited laboratory in order to certify that the product complies with the standards adopted
9.6 by the board on or before July 1, 2023, or the standards adopted by the commissioner office.
9.7 Testing must be consistent with generally accepted industry standards for herbal and botanical
9.8 substances, and, at a minimum, the testing must confirm that the product:

9.9 (1) contains the amount or percentage of cannabinoids that is stated on the label of the9.10 product;

9.11 (2) does not contain more than trace amounts of any mold, residual solvents or other9.12 catalysts, pesticides, fertilizers, or heavy metals; and

9.13 (3) does not contain more than 0.3 percent of any tetrahydrocannabinol.

(b) A manufacturer of a product regulated under this section must disclose all known 9.14 information regarding pesticides, fertilizers, solvents, or other foreign materials applied to 9.15 industrial hemp or added to industrial hemp during any production or processing stages of 9.16 any batch from which a representative sample has been sent for testing, including any 9.17 catalysts used to create artificially derived cannabinoids. The disclosure must be made to 9.18 the laboratory performing testing or sampling and, upon request, to the commissioner office. 9.19 The disclosure must include all information known to the licensee manufacturer regardless 9.20 of whether the application or addition was made intentionally or accidentally, or by the 9.21 manufacturer or any other person. 9.22

9.23 (c) Upon the request of the commissioner office, the manufacturer of the product must
9.24 provide the commissioner office with the results of the testing required in this section.

9.25 (d) The commissioner office may determine that any testing laboratory that does not
9.26 operate formal management systems under the International Organization for Standardization
9.27 is not an accredited laboratory and require that a representative sample of a batch of the
9.28 product be retested by a testing laboratory that meets this requirement.

9.29 (e) Testing of the hemp from which the nonintoxicating cannabinoid was derived, or
9.30 possession of a certificate of analysis for such hemp, does not meet the testing requirements
9.31 of this section.

Sec. 6. Minnesota Statutes 2023 Supplement, section 151.72, subdivision 5a, is amended
to read:

Subd. 5a. Additional requirements for edible cannabinoid products. (a) In addition
to the testing and labeling requirements under subdivisions 4 and 5, an edible cannabinoid
must meet the requirements of this subdivision.

10.6 (b) An edible cannabinoid product must not:

10.7 (1) bear the likeness or contain cartoon-like characteristics of a real or fictional person,
animal, or fruit that appeals to children;

10.9 (2) be modeled after a brand of products primarily consumed by or marketed to children;

10.10 (3) be made by applying an extracted or concentrated hemp-derived cannabinoid to a10.11 commercially available candy or snack food item;

10.12 (4) be substantively similar to a meat food product; poultry food product as defined in
10.13 section 31A.02, subdivision 10; or a dairy product as defined in section 32D.01, subdivision
10.14 7;

10.15 (5) contain an ingredient, other than a hemp-derived cannabinoid, that is not approved10.16 by the United States Food and Drug Administration for use in food;

10.17 (6) be packaged in a way that resembles the trademarked, characteristic, or10.18 product-specialized packaging of any commercially available food product; or

(7) be packaged in a container that includes a statement, artwork, or design that could
reasonably mislead any person to believe that the package contains anything other than an
edible cannabinoid product.

(c) An edible cannabinoid product must be prepackaged in packaging or a container that
is child-resistant, tamper-evident, and opaque or placed in packaging or a container that is
child-resistant, tamper-evident, and opaque at the final point of sale to a customer. The
requirement that packaging be child-resistant does not apply to an edible cannabinoid product
that is intended to be consumed as a beverage.

(d) If an edible cannabinoid product, other than a product that is intended to be consumed
as a beverage, is intended for more than a single use or contains multiple servings, each
serving must be indicated by scoring, wrapping, or other indicators designating the individual
serving size that appear on the edible cannabinoid product.

(e) A label containing at least the following information must be affixed to the packaging
or container of all edible cannabinoid products sold to consumers:

S4782-4

11.1 (1) the serving size;

11.2 (2) the cannabinoid profile per serving and in total;

(3) a list of ingredients, including identification of any major food allergens declaredby name; and

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11.5 (4) the following statement: "Keep this product out of reach of children."

(f) An edible cannabinoid product must not contain more than five milligrams of any
tetrahydrocannabinol in a single serving. An edible cannabinoid product, other than a product
that is intended to be consumed as a beverage, may not contain more than a total of 50
milligrams of any tetrahydrocannabinol per package. An edible cannabinoid product that
is intended to be consumed as a beverage may not contain more than two servings per
container.

(g) An edible cannabinoid product may contain delta-8 tetrahydrocannabinol or delta-9 tetrahydrocannabinol that is extracted from hemp plants or hemp plant parts or is an artificially derived cannabinoid. Edible cannabinoid products are prohibited from containing any other artificially derived cannabinoid, including but not limited to THC-P, THC-O, and HHC, unless the commissioner office authorizes use of the artificially derived cannabinoid in edible cannabinoid products. Edible cannabinoid products are prohibited from containing synthetic cannabinoids.

(h) Every person selling edible cannabinoid products to consumers, other than products
that are intended to be consumed as a beverage, must ensure that all edible cannabinoid
products are displayed behind a checkout counter where the public is not permitted or in a
locked case.

Sec. 7. Minnesota Statutes 2023 Supplement, section 151.72, subdivision 5b, is amended
to read:

Subd. 5b. Registration; prohibitions. (a) On or before October 1, 2023, every person
selling edible cannabinoid products to consumers must register with the commissioner in
a form and manner established by the commissioner. After October 1, 2023, the sale of
edible cannabinoid products by a person that is not registered is prohibited.

(a) Every person selling an edible cannabinoid product to a consumer must be registered
 with the office. All existing registrations with the Department of Health, Office of Medical

11.31 Cannabis, as of June 30, 2024, will automatically transfer to the office on July 1, 2024. All

11.32 other persons required to register must register in a form and manner established by the

office. The sale of edible cannabinoid products by a person who is not registered with the
 office is prohibited.

(b) The registration form must contain an attestation of compliance and each registrant
must affirm that it is operating and will continue to operate in compliance with the
requirements of this section and all other applicable state and local laws and ordinances.

12.6 (c) The commissioner shall office must not charge a fee for registration under this12.7 subdivision.

Sec. 8. Minnesota Statutes 2023 Supplement, section 151.72, subdivision 6, is amendedto read:

Subd. 6. Noncompliant products; enforcement. (a) A product regulated under this
section, including an edible cannabinoid product, shall be considered a noncompliant product
if the product is offered for sale in this state or if the product is manufactured, imported,
distributed, or stored with the intent to be offered for sale in this state in violation of any
provision of this section, including but not limited to if:

12.15 (1) it consists, in whole or in part, of any filthy, putrid, or decomposed substance;

(2) it has been produced, prepared, packed, or held under unsanitary conditions where
it may have been rendered injurious to health, or where it may have been contaminated with
filth;

(3) its container is composed, in whole or in part, of any poisonous or deleterioussubstance that may render the contents injurious to health;

(4) it contains any food additives, color additives, or excipients that have been found bythe FDA to be unsafe for human or animal consumption;

(5) it contains an amount or percentage of nonintoxicating cannabinoids that is differentthan the amount or percentage stated on the label;

(6) it contains more than 0.3 percent of any tetrahydrocannabinol or, if the product is
an edible cannabinoid product, an amount of tetrahydrocannabinol that exceeds the limits
established in subdivision 5a, paragraph (f); or

(7) it contains more than trace amounts of mold, residual solvents, pesticides, fertilizers,or heavy metals.

(b) A product regulated under this section shall be considered a noncompliant product
if the product's labeling is false or misleading in any manner or in violation of the
requirements of this section.

(c) The commissioner office may assume that any product regulated under this section
that is present in the state, other than a product lawfully possessed for personal use, has
been manufactured, imported, distributed, or stored with the intent to be offered for sale in
this state if a product of the same type and brand was sold in the state on or after July 1,
2023, or if the product is in the possession of a person who has sold any product in violation
of this section.

(d) The commissioner office may enforce this section, including enforcement against a
 manufacturer or distributor of a product regulated under this section, under sections 144.989
 to 144.993 section 342.19.

(e) The commissioner may enter into an interagency agreement with The office of
Cannabis Management and may enter into an interagency agreement with the commissioner
of agriculture to perform inspections and take other enforcement actions on behalf of the
commissioner office.

13.14 Sec. 9. Minnesota Statutes 2023 Supplement, section 151.72, subdivision 7, is amended13.15 to read:

Subd. 7. Violations; criminal penalties. (a) Notwithstanding section 144.99, subdivision
13.17 11, A person who does any of the following regarding a product regulated under this section
13.18 is guilty of a gross misdemeanor and may be sentenced to imprisonment for not more than
13.19 364 days or to payment of a fine of not more than \$3,000, or both:

13.20 (1) knowingly alters or otherwise falsifies testing results;

(2) intentionally alters or falsifies any information required to be included on the labelof an edible cannabinoid product; or

13.23 (3) intentionally makes a false material statement to the <u>commissioner office</u>.

(b) Notwithstanding section 144.99, subdivision 11, A person who does any of the
following on the premises of a registered retailer or another business that sells retail goods
to customers is guilty of a gross misdemeanor and may be sentenced to imprisonment for
not more than 364 days or to payment of a fine of not more than \$3,000, or both:

(1) sells an edible cannabinoid product knowing that the product does not comply withthe limits on the amount or types of cannabinoids that a product may contain;

(2) sells an edible cannabinoid product knowing that the product does not comply withthe applicable testing, packaging, or labeling requirements; or

SF4782 REV	/ISOR BD	S4782-4	
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14.1	(3) sells an edible cannabinoid product to a person under the age of 21, except that it is
14.2	an affirmative defense to a charge under this clause if the defendant proves by a
14.3	preponderance of the evidence that the defendant reasonably and in good faith relied on
14.4	proof of age as described in subdivision 5c.
14.5	Sec. 10. Minnesota Statutes 2022, section 152.22, subdivision 11, is amended to read:
14.6	Subd. 11. Registered designated caregiver. "Registered designated caregiver" means
14.7	a person who:
14.8	(1) is at least 18 years old;
14.9	(2) does not have a conviction for a disqualifying felony offense;
14.10	(3) (2) has been approved by the commissioner office to assist a patient who requires
14.11	assistance in administering medical cannabis or obtaining medical cannabis from a
14.12	distribution facility; and
14.13	(4) (3) is authorized by the commissioner office to assist the patient with the use of
14.14	medical cannabis.
14.15	EFFECTIVE DATE. This section is effective July 1, 2024.
14.16	Sec. 11. Minnesota Statutes 2022, section 152.22, subdivision 14, is amended to read:
14.17	Subd. 14. Qualifying medical condition. "Qualifying medical condition" means a
14.18	diagnosis of any of the following conditions:
14.19	(1) Alzheimer's disease;
14.20	(2) autism spectrum disorder that meets the requirements of the fifth edition of the
14.21	Diagnostic and Statistical Manual of Mental Disorders published by the American Psychiatric
14.22	Association;
14.23	(1) (3) cancer, if the underlying condition or treatment produces one or more of the
14.24	following:
14.25	(i) severe or chronic pain;
14.26	(ii) nausea or severe vomiting; or
14.27	(iii) cachexia or severe wasting;
14.28	(4) chronic motor or vocal tic disorder;
14.29	(5) chronic pain;

	SF4782	REVISOR	BD	S4782-4	4th Engrossment		
15.1	(<u>2) (6)</u> glauc	oma;					
15.2	(3)<u>(</u>7) huma	(3) (7) human immunodeficiency virus or acquired immune deficiency syndrome;					
15.3	(8) intractabl	le pain as defined in	n section 152	.125, subdivision 1, pa	ragraph (c);		
15.4	(9) obstructiv	ve sleep apnea;					
15.5	<u>(10) post-tra</u>	umatic stress disord	der;				
15.6	(4) (11) Tour	rette's syndrome;					
15.7	(5) <u>(12)</u> amy	otrophic lateral scl	erosis;				
15.8	(<u>6) (13)</u> seize	ures, including thos	se characteris	tic of epilepsy;			
15.9	(7) (14) seve	re and persistent m	uscle spasms	, including those chara	cteristic of multiple		
15.10	sclerosis;						
15.11	(8) <u>(</u>15) infla	ummatory bowel dis	sease, includi	ng Crohn's disease;			
15.12	(16) irritable	bowel syndrome;					
15.13	(17) obsessiv	ve-compulsive diso	rder;				
15.14	<u>(18) sickle c</u>	ell disease;					
15.15	(9) (19) term	inal illness, with a j	probable life	expectancy of under on	e year, if the illness		
15.16	or its treatment	produces one or mo	ore of the foll	owing:			
15.17	(i) severe or	chronic pain;					
15.18	(ii) nausea or	r severe vomiting; o	or				
15.19	(iii) cachexia	a or severe wasting;	; or				
15.20	(10) (20) any	v other medical con	dition or its t	reatment approved by	the commissioner		
15.21	office.						
15.22	EFFECTIV	E DATE. This sect	tion is effecti	ve July 1, 2024.			
15.23	Sec. 12. Minne	esota Statutes 2022	, section 152.	22, is amended by add	ing a subdivision to		
15.24	read:						
15.25	<u>Subd. 19.</u> Ve	e teran. "Veteran" m	neans an indiv	vidual who satisfies the	requirements in		
15.26	section 197.447	and is receiving car	e from the Un	ited States Department	of Veterans Affairs.		
15.27	EFFECTIV	E DATE. This sect	tion is effecti	ve July 1, 2024.			

16.1 Sec. 13. Minnesota Statutes 2022, section 152.25, subdivision 2, is amended to read:

Subd. 2. Range of compounds and dosages; report. The commissioner office shall 16.2 review and publicly report the existing medical and scientific literature regarding the range 16.3 of recommended dosages for each qualifying condition and the range of chemical 16.4 compositions of any plant of the genus cannabis that will likely be medically beneficial for 16.5 each of the qualifying medical conditions. The commissioner office shall make this 16.6 information available to patients with qualifying medical conditions beginning December 16.7 16.8 1, 2014, and update the information annually every three years. The commissioner office may consult with the independent laboratory under contract with the manufacturer or other 16.9 experts in reporting the range of recommended dosages for each qualifying medical condition, 16.10 the range of chemical compositions that will likely be medically beneficial, and any risks 16.11 of noncannabis drug interactions. The commissioner office shall consult with each 16.12 manufacturer on an annual basis on medical cannabis offered by the manufacturer. The list 16.13 of medical cannabis offered by a manufacturer shall be published on the Department of 16.14 Health Office of Cannabis Management website. 16.15

16.16 **EFFECTIVE DATE.** This section is effective July 1, 2024.

16.17 Sec. 14. Minnesota Statutes 2022, section 152.27, subdivision 1, is amended to read:

16.18 Subdivision 1. **Patient registry program; establishment.** (a) The <u>commissioner office</u> 16.19 shall establish a patient registry program to evaluate data on patient demographics, effective 16.20 treatment options, clinical outcomes, and quality-of-life outcomes for the purpose of reporting 16.21 on the benefits, risks, and outcomes regarding patients with a qualifying medical condition 16.22 engaged in the therapeutic use of medical cannabis.

(b) The establishment of the registry program shall not be construed or interpreted to
 condone or promote the illicit recreational use of marijuana.

16.25 **EFFECTIVE DATE.** This section is effective July 1, 2024.

16.26 Sec. 15. Minnesota Statutes 2022, section 152.27, subdivision 2, is amended to read:

16.27 Subd. 2. Commissioner Office duties. (a) The commissioner office shall:

(1) give notice of the program to health care practitioners in the state who are eligible
to serve as health care practitioners and explain the purposes and requirements of the
program;

(2) allow each health care practitioner who meets or agrees to meet the program's
requirements and who requests to participate, to be included in the registry program to
collect data for the patient registry;

(3) provide explanatory information and assistance to each health care practitioner in
 understanding the nature of therapeutic use of medical cannabis within program requirements;

(4) create and provide a certification to be used by a health care practitioner for the
practitioner to certify whether a patient has been diagnosed with a qualifying medical
condition and include in the certification an option for the practitioner to certify whether
the patient, in the health care practitioner's medical opinion, is developmentally or physically
disabled and, as a result of that disability, the patient requires assistance in administering
medical cannabis or obtaining medical cannabis from a distribution facility;

(5) supervise the participation of the health care practitioner in conducting patient
treatment and health records reporting in a manner that ensures stringent security and
record-keeping requirements and that prevents the unauthorized release of private data on
individuals as defined by section 13.02;

(6) develop safety criteria for patients with a qualifying medical condition as a
requirement of the patient's participation in the program, to prevent the patient from
undertaking any task under the influence of medical cannabis that would constitute negligence
or professional malpractice on the part of the patient; and

(7) conduct research and studies based on data from health records submitted to the
registry program and submit reports on intermediate or final research results to the legislature
and major scientific journals. The commissioner office may contract with a third party to
complete the requirements of this clause. Any reports submitted must comply with section
152.28, subdivision 2.

(b) The commissioner office may add a delivery method under section 152.22, subdivision 17.25 6, or add, remove, or modify a qualifying medical condition under section 152.22, subdivision 17.26 14, upon a petition from a member of the public or the task force on medical cannabis 17.27 17.28 therapeutic research Cannabis Advisory Council under section 342.03, or as directed by law. The commissioner office shall evaluate all petitions to add a qualifying medical condition 17.29 or to remove or modify an existing qualifying medical condition submitted by the task force 17.30 on medical cannabis therapeutic research Cannabis Advisory Council under section 342.03, 17.31 or as directed by law and may make the addition, removal, or modification if the 17.32 17.33 commissioner office determines the addition, removal, or modification is warranted based on the best available evidence and research. If the commissioner office wishes to add a 17.34

18.1 delivery method under section 152.22, subdivision 6, or add or remove modify a qualifying 18.2 medical condition under section 152.22, subdivision 14, the commissioner office must notify 18.3 the chairs and ranking minority members of the legislative policy committees having 18.4 jurisdiction over health and public safety of the addition or removal modification and the 18.5 reasons for its addition or removal modification, including any written comments received 18.6 by the commissioner office from the public and any guidance received from the task force 18.7 on medical cannabis research Cannabis Advisory Council under section 342.03, by January

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18.8 15 of the year in which the commissioner office wishes to make the change. The change

18.9 shall be effective on August 1 of that year, unless the legislature by law provides otherwise.

18.10 **EFFECTIVE DATE.** This section is effective July 1, 2024.

18.11 Sec. 16. Minnesota Statutes 2022, section 152.27, subdivision 3, is amended to read:

18.12 Subd. 3. **Patient application.** (a) The commissioner office shall develop a patient 18.13 application for enrollment into the registry program. The application shall be available to 18.14 the patient and given to health care practitioners in the state who are eligible to serve as 18.15 health care practitioners. The application must include:

18.16 (1) the name, mailing address, and date of birth of the patient;

18.17 (2) the name, mailing address, and telephone number of the patient's health care18.18 practitioner;

(3) the name, mailing address, and date of birth of the patient's designated caregiver, if
any, or the patient's parent, legal guardian, or spouse if the parent, legal guardian, or spouse
will be acting as a caregiver;

(4) a copy of the certification from the patient's health care practitioner that is dated
within 90 days prior to submitting the application that certifies that the patient has been
diagnosed with a qualifying medical condition; and

18.25 (5) all other signed affidavits and enrollment forms required by the commissioner office 18.26 under sections 152.22 to 152.37, including, but not limited to, the disclosure form required 18.27 under paragraph (c) (b).

(b) The commissioner shall require a patient to resubmit a copy of the certification from
the patient's health care practitioner on a yearly basis and shall require that the recertification
be dated within 90 days of submission.

(c) (b) The commissioner office shall develop a disclosure form and require, as a condition
 of enrollment, all patients to sign a copy of the disclosure. The disclosure must include:

19.1	(1) a statement that, notwithstanding any law to the contrary, the commissioner office,
19.2	or an employee of any state agency, may not be held civilly or criminally liable for any
19.3	injury, loss of property, personal injury, or death caused by any act or omission while acting
19.4	within the scope of office or employment under sections 152.22 to 152.37; and
19.5	(2) the patient's acknowledgment that enrollment in the patient registry program is
19.6	conditional on the patient's agreement to meet all of the requirements of sections 152.22 to
19.7	152.37.
19.8	EFFECTIVE DATE. This section is effective July 1, 2024.
19.9	Sec. 17. Minnesota Statutes 2022, section 152.27, is amended by adding a subdivision to
19.10	read:
19.11	Subd. 3a. Application procedure for veterans. (a) Beginning July 1, 2024, the
19.12	commissioner shall establish an alternative certification procedure for veterans to confirm
19.13	that the veteran has been diagnosed with a qualifying medical condition.
19.14	(b) A patient who is also a veteran and is seeking to enroll in the registry program must
19.15	submit a copy of the patient's veteran health identification card issued by the United States
19.16	Department of Veterans Affairs and an application established by the commissioner to
19.17	certify that the patient has been diagnosed with a qualifying medical condition.
19.18	EFFECTIVE DATE. This section is effective July 1, 2024.
19.19	Sec. 18. Minnesota Statutes 2022, section 152.27, subdivision 4, is amended to read:
19.20	Subd. 4. Registered designated caregiver. (a) The commissioner office shall register
19.21	a designated caregiver for a patient if the patient requires assistance in administering medical
19.22	cannabis or obtaining medical cannabis from a distribution facility and the caregiver has
19.23	agreed, in writing, to be the patient's designated caregiver. As a condition of registration as
19.24	a designated caregiver, the commissioner shall require the person to:
19.25	(1) be at least 18 years of age;
19.26	(2) agree to only possess the patient's medical cannabis for purposes of assisting the
19.27	patient; and

(3) agree that if the application is approved, the person will not be a registered designated
caregiver for more than six registered patients at one time. Patients who reside in the same
residence shall count as one patient.

- 20.1 (b) The commissioner shall conduct a criminal background check on the designated
 20.2 caregiver prior to registration to ensure that the person does not have a conviction for a
 20.3 disqualifying felony offense. Any cost of the background check shall be paid by the person
 20.4 seeking registration as a designated caregiver. A designated caregiver must have the criminal
 20.5 background check renewed every two years.
- 20.6 (e) (b) Nothing in sections 152.22 to 152.37 shall be construed to prevent a person 20.7 registered as a designated caregiver from also being enrolled in the registry program as a 20.8 patient and possessing and using medical cannabis as a patient.

20.9 **EFFECTIVE DATE.** This section is effective July 1, 2024.

20.10 Sec. 19. Minnesota Statutes 2022, section 152.27, subdivision 6, is amended to read:

Subd. 6. Patient enrollment. (a) After receipt of a patient's application, application fees, 20.11 and signed disclosure, the commissioner office shall enroll the patient in the registry program 20.12 and issue the patient and patient's registered designated caregiver or parent, legal guardian, 20.13 or spouse, if applicable, a registry verification. The commissioner office shall approve or 20.14 deny a patient's application for participation in the registry program within 30 days after 20.15 20.16 the commissioner office receives the patient's application and application fee. The commissioner may approve applications up to 60 days after the receipt of a patient's 20.17 application and application fees until January 1, 2016. A patient's enrollment in the registry 20.18 program shall only be denied if the patient: 20.19

(1) does not have certification from a health care practitioner, or if the patient is a veteran
 receiving care from the United States Department of Veterans Affairs, who does not have
 the documentation required under subdivision 3a that the patient has been diagnosed with
 a qualifying medical condition;

- 20.24 (2) has not signed and returned the disclosure form required under subdivision 3,
 20.25 paragraph (c), to the commissioner office;
- 20.26 (3) does not provide the information required;
- 20.27 (4) has previously been removed from the registry program for violations of section
 20.28 152.30 or 152.33; or

20.29 (5) provides false information.

20.30 (b) The <u>commissioner office</u> shall give written notice to a patient of the reason for 20.31 denying enrollment in the registry program.

(c) Denial of enrollment into the registry program is considered a final decision of the
 eommissioner office and is subject to judicial review under the Administrative Procedure
 Act pursuant to chapter 14.

(d) A patient's enrollment in the registry program may only be revoked upon the death
of the patient or if a patient violates a requirement under section 152.30 or 152.33.

21.6 (e) The <u>commissioner office</u> shall develop a registry verification to provide to the patient,

21.7 the health care practitioner identified in the patient's application, and to the manufacturer.

21.8 The registry verification shall include:

21.9 (1) the patient's name and date of birth;

21.10 (2) the patient registry number assigned to the patient; and

(3) the name and date of birth of the patient's registered designated caregiver, if any, or
the name of the patient's parent, legal guardian, or spouse if the parent, legal guardian, or
spouse will be acting as a caregiver.

21.14 **EFFECTIVE DATE.** This section is effective July 1, 2024.

21.15 Sec. 20. Minnesota Statutes 2023 Supplement, section 152.28, subdivision 1, is amended
21.16 to read:

Subdivision 1. Health care practitioner duties. (a) Prior to a patient's enrollment in
the registry program, a health care practitioner shall:

(1) determine, in the health care practitioner's medical judgment, whether a patient suffers
from a qualifying medical condition, and, if so determined, provide the patient with a
certification of that diagnosis;

21.22 (2) advise patients, registered designated caregivers, and parents, legal guardians, or
21.23 spouses who are acting as caregivers of the existence of any nonprofit patient support groups
21.24 or organizations;

(3) provide explanatory information from the commissioner to patients with qualifying
medical conditions, including disclosure to all patients about the experimental nature of
therapeutic use of medical cannabis; the possible risks, benefits, and side effects of the
proposed treatment; the application and other materials from the commissioner; and provide
patients with the Tennessen warning as required by section 13.04, subdivision 2; and

(4) agree to continue treatment of the patient's qualifying medical condition and reportmedical findings to the commissioner.

S4782-4

(b) Upon notification from the commissioner of the patient's enrollment in the registry
program, the health care practitioner shall:
(1) participate in the patient registry reporting system under the guidance and supervision
of the commissioner;
(2) report health records of the patient throughout the ongoing treatment of the patient
to the commissioner in a manner determined by the commissioner and in accordance with
subdivision 2;

(3) determine, on a yearly basis every three years, if the patient continues to suffer from
a qualifying medical condition and, if so, issue the patient a new certification of that
diagnosis; and

22.11 (4) otherwise comply with all requirements developed by the commissioner.

(c) A health care practitioner may utilize telehealth, as defined in section 62A.673,
subdivision 2, for certifications and recertifications.

(d) Nothing in this section requires a health care practitioner to participate in the registryprogram.

22.16 **EFFECTIVE DATE.** This section is effective July 1, 2024.

22.17 Sec. 21. Minnesota Statutes 2022, section 152.28, subdivision 2, is amended to read:

22.18 Subd. 2. **Data.** Data collected on patients by a health care practitioner and reported to

22.19 the patient registry, including data on patients who are veterans who receive care from the

22.20 United States Department of Veterans Affairs, are health records under section 144.291,

and are private data on individuals under section 13.02, but may be used or reported in an
aggregated, nonidentifiable form as part of a scientific, peer-reviewed publication of research
conducted under section 152.25 or in the creation of summary data, as defined in section
13.02, subdivision 19.

22.25 **EFFECTIVE DATE.** This section is effective July 1, 2024.

22.26 Sec. 22. Minnesota Statutes 2022, section 152.29, subdivision 3, is amended to read:

Subd. 3. Manufacturer; distribution. (a) A manufacturer shall require that employees
licensed as pharmacists pursuant to chapter 151 be the only employees to give final approval
for the distribution of medical cannabis to a patient. A manufacturer may transport medical
cannabis or medical cannabis products that have been cultivated, harvested, manufactured,

packaged, and processed by that manufacturer to another registered manufacturer for theother manufacturer to distribute.

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(b) A manufacturer may distribute medical cannabis products, whether or not the productshave been manufactured by that manufacturer.

23.5 (c) Prior to distribution of any medical cannabis, the manufacturer shall:

(1) verify that the manufacturer has received the registry verification from the
 commissioner office for that individual patient;

(2) verify that the person requesting the distribution of medical cannabis is the patient,
the patient's registered designated caregiver, or the patient's parent, legal guardian, or spouse
listed in the registry verification using the procedures described in section 152.11, subdivision
23.11 2d;

23.12 (3) assign a tracking number to any medical cannabis distributed from the manufacturer;

(4) ensure that any employee of the manufacturer licensed as a pharmacist pursuant to 23.13 chapter 151 has consulted with the patient to determine the proper dosage for the individual 23.14 patient after reviewing the ranges of chemical compositions of the medical cannabis and 23.15 the ranges of proper dosages reported by the commissioner office. For purposes of this 23.16 clause, a consultation may be conducted remotely by secure videoconference, telephone, 23.17 or other remote means, so long as the employee providing the consultation is able to confirm 23.18 the identity of the patient and the consultation adheres to patient privacy requirements that 23.19 apply to health care services delivered through telehealth. A pharmacist consultation under 23.20 this clause is not required when a manufacturer is distributing medical cannabis to a patient 23.21 according to a patient-specific dosage plan established with that manufacturer and is not 23.22 modifying the dosage or product being distributed under that plan and the medical cannabis 23.23 is distributed by a pharmacy technician only required: 23.24

23.25 (i) if the patient is purchasing the product not previously purchased;

23.26 (ii) if the patient purchases a product that the patient must administer using a different
 23.27 method than the patient's previous method of administration;

23.28 (iii) if the patient purchases a product with a cannabinoid concentration of at least double

- 23.29 the patient's prior dosage; and
- 23.30 (iv) upon request of the patient; and

23.31 (5) properly package medical cannabis in compliance with the United States Poison
23.32 Prevention Packing Act regarding child-resistant packaging and exemptions for packaging

for elderly patients, and label distributed medical cannabis with a list of all active ingredients
and individually identifying information, including:

S4782-4

24.3 (i) the patient's name and date of birth;

(ii) the name and date of birth of the patient's registered designated caregiver or, if listed
on the registry verification, the name of the patient's parent or legal guardian, if applicable;

- 24.6 (iii) the patient's registry identification number;
- 24.7 (iv) the chemical composition of the medical cannabis; and
- 24.8 (v) the dosage; and.

24.9 (6) ensure that the medical cannabis distributed contains a maximum of a 90-day supply 24.10 of the dosage determined for that patient.

24.11 (d) A manufacturer shall require any employee of the manufacturer who is transporting

24.12 medical cannabis or medical cannabis products to a distribution facility or to another

registered manufacturer to carry identification showing that the person is an employee ofthe manufacturer.

- (e) A manufacturer shall distribute medical cannabis in dried raw cannabis form only
 to a patient age 21 or older, or to the registered designated caregiver, parent, legal guardian,
 or spouse of a patient age 21 or older.
- 24.18 **EFFECTIVE DATE.** This section is effective July 1, 2024.
- 24.19 Sec. 23. Minnesota Statutes 2023 Supplement, section 152.30, is amended to read:
- 24.20 **152.30 PATIENT DUTIES.**

(a) A patient shall apply to the commissioner for enrollment in the registry program by
submitting an application as required in section 152.27 and an annual registration fee as
determined under section 152.35.

- 24.24 (b) As a condition of continued enrollment, patients shall agree to:
- 24.25 (1) continue to receive regularly scheduled treatment for their qualifying medical
 24.26 condition from their health care practitioner; and
- 24.27 (2) report changes in their qualifying medical condition to their health care practitioner.
- 24.28 (c) A patient shall only receive medical cannabis from a registered manufacturer or
- 24.29 Tribal medical cannabis program but is not required to receive medical cannabis products
- 24.30 from only a registered manufacturer or Tribal medical cannabis program.

25.1	EFFECTIVE DATE. This section is effective July 1, 2024.
25.2	Sec. 24. Minnesota Statutes 2023 Supplement, section 256B.0625, subdivision 13d, is
25.3	amended to read:
25.4	Subd. 13d. Drug formulary. (a) The commissioner shall establish a drug formulary. Its
25.5	establishment and publication shall not be subject to the requirements of the Administrative
25.6	Procedure Act, but the Formulary Committee shall review and comment on the formulary
25.7	contents.
25.8	(b) The formulary shall not include:
25.9	(1) drugs, active pharmaceutical ingredients, or products for which there is no federal
25.10	funding;
25.11	(2) over-the-counter drugs, except as provided in subdivision 13;
25.12	(3) drugs or active pharmaceutical ingredients when used for the treatment of impotence
25.13	or erectile dysfunction;
25.14	(4) drugs or active pharmaceutical ingredients for which medical value has not been
25.15	established;
25.16	(5) drugs from manufacturers who have not signed a rebate agreement with the
25.17	Department of Health and Human Services pursuant to section 1927 of title XIX of the
25.18	Social Security Act; and
25.19	(6) medical cannabis flower as defined in section 342.01, subdivision $54 \underline{16}$, or medical
25.20	cannabinoid products as defined in section 342.01, subdivision $\frac{52}{12}$, or cannabis products
25.21	as defined in section 342.01, subdivision 20.
25.22	(c) If a single-source drug used by at least two percent of the fee-for-service medical
25.23	assistance recipients is removed from the formulary due to the failure of the manufacturer
25.24	to sign a rebate agreement with the Department of Health and Human Services, the
25.25	commissioner shall notify prescribing practitioners within 30 days of receiving notification
25.26	from the Centers for Medicare and Medicaid Services (CMS) that a rebate agreement was
25.27	not signed.
25.28	EFFECTIVE DATE. This section is effective the day following final enactment.

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S4782-4

REVISOR

4th Engrossment

SF4782

Sec. 25. Minnesota Statutes 2023 Supplement, section 290.0132, subdivision 29, is amended
 to read:

Subd. 29. **Disallowed section 280E expenses; cannabis licensees.** The amount of expenses of a medical cannabis business license holder, as defined under section 342.01, subdivision 53 48, related to the business of medical cannabis under sections 342.47 to 342.59, or a license holder under chapter 342, related to the business of nonmedical cannabis under that chapter, cannabis or hemp and not allowed for federal income tax purposes under section 280E of the Internal Revenue Code is a subtraction.

Sec. 26. Minnesota Statutes 2023 Supplement, section 290.0134, subdivision 19, is amended
to read:

26.11 Subd. 19. Disallowed section 280E expenses; cannabis licensees. The amount of

26.12 expenses of a medical cannabis business license holder, as defined under section 342.01,

26.13 subdivision 53 48, related to the business of medical cannabis under sections 342.47 to

26.14 342.59, or a license holder under chapter 342, related to the business of nonmedical cannabis

under that chapter, <u>cannabis or hemp</u> and not allowed for federal income tax purposes under
section 280E of the Internal Revenue Code is a subtraction.

26.17 Sec. 27. Minnesota Statutes 2023 Supplement, section 295.81, subdivision 1, is amended
26.18 to read:

Subdivision 1. Definitions. (a) For purposes of this section, the following terms havethe meanings given.

(b) "Bundled transaction" means the retail sale of two or more products when the productsare otherwise distinct and identifiable and the products are sold for one nonitemized price.

26.23 (c) "Cannabis flower" has the meaning given in section 342.01, subdivision 16.

26.24 (d) "Cannabis product" has the meaning given in section 342.01, subdivision 20.

(e) "Cannabis solution product" means any cartridge, bottle, or other package that contains 26.25 a taxable cannabis product in a solution that is consumed or meant to be consumed through 26.26 the use of a heating element, power source, electronic circuit, or other electronic, chemical, 26.27 or mechanical means that produces vapor or aerosol. A cannabis solution product includes 26.28 any electronic delivery system, electronic vaping device, electronic vape pen, electronic 26.29 oral device, electronic delivery device, or similar product or device, and any batteries, 26.30 heating elements, or other components, parts, or accessories sold with and meant to be used 26.31 in the consumption of a solution containing a taxable cannabis product. 26.32

	SF4782	REVISOR	BD	S4782-4	4th Engrossment
27.1	(f) "Cann	abis mezzobusiness" 1	means a cannabi	s business licensed ur	nder section 342.29.
27.2	(g) "Canr	nabis microbusiness" 1	means a cannabi	s business licensed ur	nder section 342.28.
27.3	(h) "Canı	nabis retailer" means a	a cannabis busir	ness licensed under se	ection 342.32.
27.4	(i) "Com	missioner" means the	commissioner of	of revenue.	
27.5	(j) "Gross	s receipts" means the	total amount rec	eived in money or by	barter or exchange
27.6	for all taxabl	e cannabis product sal	les at retail as m	easured by the sales p	rice. Gross receipts
27.7	include but a	are not limited to deliv	very charges and	l packaging costs. Gr	oss receipts do not
27.8	include:				
27.9	(1) any ta	ixes imposed directly	on the customer	• that are separately st	ated on the invoice,
27.10	bill of sale, o	or similar document g	iven to the purc	haser; and	
27.11	(2) discor	unts, including cash, to	erms, or coupon	s, that are not reimbu	rsed by a third party
27.12	and that are	allowed by the seller a	and taken by a p	ourchaser on a sale.	
27.13	(k) "Hem	p-derived consumer p	product" has the	meaning given in see	ction 342.01,
27.14	subdivision	37.			
27.15	(1) "Lowe	er-potency hemp edib	le" has the mear	ning given in section ?	342.01, subdivision
27.16	50.				
27.17	(m) "Low	ver-potency hemp edi	ble retailer" mea	ans a cannabis busine	ss licensed under
27.18	section 342.4	43, subdivision 1, clau	use (2).		
27.19	(n) "Med	ical cannabis flower"	has the meaning	given in section 342.	.01, subdivision 54.
27.20	(o) "Med	ical cannabinoid prod	uct" has the mea	ning given in section	342.01, subdivision
27.21	52.				
27.22	(p) "Med	ical cannabis paraphe	rnalia" has the 1	neaning given in sect	ion 342.01,
27.23	subdivision :	55.			
27.24	(q)<u>(n)</u> "F	Retail sale" has the me	eaning given in s	section 297A.61, sub	division 4.
27.25	(r) (o) "T	axable cannabis produ	uct" means cann	abis flower, cannabis	s product, cannabis
27.26	solution proc	duct, hemp-derived co	onsumer product	t, lower-potency hem	p edible, and any
27.27	substantially	similar item, and doe	es not include ite	ems exempt from tax	under subdivision
27.28	4, paragraph	<u>(b)</u> .			
27.29	(s) (p) "Ta	axable cannabis produ	ct retailer" mear	ns a retailer that sells a	ny taxable cannabis
27.30	product, and	includes a cannabis re	etailer, cannabis	microbusiness, canna	bis mezzobusiness,

medical cannabis combination business, and lower-potency hemp edible retailer. Taxable
cannabis product retailer includes but is not limited to a:

28.3 (1) retailer maintaining a place of business in this state;

(2) marketplace provider maintaining a place of business in this state, as defined in
section 297A.66, subdivision 1, paragraph (a);

28.6 (3) retailer not maintaining a place of business in this state; and

(4) marketplace provider not maintaining a place of business in this state, as defined in
section 297A.66, subdivision 1, paragraph (b).

28.9 Sec. 28. Minnesota Statutes 2023 Supplement, section 295.81, subdivision 4, is amended
28.10 to read:

Subd. 4. Exemptions. (a) The use tax imposed under subdivision 3, paragraph (a), does not apply to the possession, use, or storage of taxable cannabis products if (1) the taxable cannabis products have an aggregate cost in any calendar month to the customer of \$100 or less, and (2) the taxable cannabis products were carried into this state by the customer.

(b) The tax imposed under this section does not apply to sales <u>by a cannabis business</u>
with a medical cannabis retail endorsement or by a medical cannabis combination business
of <u>medical the following</u> items <u>purchased by or for a patient: cannabis flower, cannabinoid</u>
products, or cannabis paraphernalia. Items sold under this paragraph must be sold to a person
enrolled in the registry program, including medical cannabis flower, medical cannabinoid
products, or medical cannabis paraphernalia.

(c) Unless otherwise specified in this section, the exemptions applicable to taxes imposed
under chapter 297A are not applicable to the taxes imposed under this section.

28.23 (d) The tax imposed under this section does not apply to:

(1) sales made in Indian country as defined in United States Code, title 18, section 1151,
by a cannabis business licensed by a Minnesota Tribal government, as defined in section
3.9228, subdivision 1, paragraph (f); or

(2) use tax owed on taxable cannabis products purchased on Tribally regulated land as
defined in section 3.9228, subdivision 1, from a cannabis business licensed by a Minnesota
Tribal government as defined in section 3.9228, subdivision 1, paragraph (f).

29.1 Sec. 29. Minnesota Statutes 2023 Supplement, section 297A.67, subdivision 2, is amended
29.2 to read:

Subd. 2. Food and food ingredients. Except as otherwise provided in this subdivision, 29.3 food and food ingredients are exempt. For purposes of this subdivision, "food" and "food 29.4 ingredients" mean substances, whether in liquid, concentrated, solid, frozen, dried, or 29.5 dehydrated form, that are sold for ingestion or chewing by humans and are consumed for 29.6 their taste or nutritional value. Food and food ingredients exempt under this subdivision do 29.7 not include candy, soft drinks, dietary supplements, and prepared foods. Food and food 29.8 ingredients do not include alcoholic beverages, tobacco, taxable cannabis products, medical 29.9 cannabis flower, and medical cannabinoid products and any item exempt from tax under 29.10 section 295.81, subdivision 4, paragraph (b). For purposes of this subdivision, "alcoholic 29.11 beverages" means beverages that are suitable for human consumption and contain one-half 29.12 of one percent or more of alcohol by volume. For purposes of this subdivision, "tobacco" 29.13 means cigarettes, cigars, chewing or pipe tobacco, or any other item that contains tobacco. 29.14 For purposes of this subdivision, "taxable cannabis product" has the meaning given in section 29.15 295.81, subdivision 1, paragraph (r), "medical cannabis flower" has the meaning given in 29.16 section 342.01, subdivision 54, and "medical cannabinoid product" has the meaning given 29.17 in section 342.01, subdivision 52 (o). For purposes of this subdivision, "dietary supplements" 29.18 means any product, other than tobacco, intended to supplement the diet that: 29.19

29.20 (1) contains one or more of the following dietary ingredients:

29.21 (i) a vitamin;

- 29.22 (ii) a mineral;
- 29.23 (iii) an herb or other botanical;

29.24 (iv) an amino acid;

(v) a dietary substance for use by humans to supplement the diet by increasing the totaldietary intake; and

29.27 (vi) a concentrate, metabolite, constituent, extract, or combination of any ingredient
29.28 described in items (i) to (v);

(2) is intended for ingestion in tablet, capsule, powder, softgel, gelcap, or liquid form,
or if not intended for ingestion in such form, is not represented as conventional food and is
not represented for use as a sole item of a meal or of the diet; and

30.1 (3) is required to be labeled as a dietary supplement, identifiable by the supplement facts
30.2 box found on the label and as required pursuant to Code of Federal Regulations, title 21,
30.3 section 101.36.

30.4 Sec. 30. Minnesota Statutes 2023 Supplement, section 297A.70, subdivision 2, is amended
30.5 to read:

Subd. 2. Sales to government. (a) All sales, except those listed in paragraph (b), to the
following governments and political subdivisions, or to the listed agencies or instrumentalities
of governments and political subdivisions, are exempt:

30.9 (1) the United States and its agencies and instrumentalities;

30.10 (2) school districts, local governments, the University of Minnesota, state universities,
30.11 community colleges, technical colleges, state academies, the Perpich Minnesota Center for
30.12 Arts Education, and an instrumentality of a political subdivision that is accredited as an
30.13 optional/special function school by the North Central Association of Colleges and Schools;

30.14 (3) hospitals and nursing homes owned and operated by political subdivisions of the
30.15 state of tangible personal property and taxable services used at or by hospitals and nursing
30.16 homes;

30.17 (4) other states or political subdivisions of other states, if the sale would be exempt from
30.18 taxation if it occurred in that state; and

30.19 (5) public libraries, public library systems, multicounty, multitype library systems as
30.20 defined in section 134.001, county law libraries under chapter 134A, state agency libraries,
30.21 the state library under section 480.09, and the Legislative Reference Library.

30.22 (b) This exemption does not apply to the sales of the following products and services:

30.23 (1) building, construction, or reconstruction materials purchased by a contractor or a
30.24 subcontractor as a part of a lump-sum contract or similar type of contract with a guaranteed
30.25 maximum price covering both labor and materials for use in the construction, alteration, or
30.26 repair of a building or facility;

30.27 (2) construction materials purchased by tax exempt entities or their contractors to be
30.28 used in constructing buildings or facilities which will not be used principally by the tax
30.29 exempt entities;

30.30 (3) the leasing of a motor vehicle as defined in section 297B.01, subdivision 11, except
 30.31 for leases entered into by the United States or its agencies or instrumentalities;

(4) lodging as defined under section 297A.61, subdivision 3, paragraph (g), clause (2),
prepared food, candy, soft drinks, alcoholic beverages as defined in section 297A.67,
subdivision 2, and taxable cannabis products as defined under section 295.81, subdivision
1, paragraph (r), except for lodging, prepared food, candy, soft drinks, alcoholic beverages,
and taxable cannabis products purchased directly by the United States or its agencies or
instrumentalities; or

31.7 (5) goods or services purchased by a local government as inputs to a liquor store, <u>taxable</u>
31.8 <u>cannabis product retailer as defined under section 295.81, subdivision 1, paragraph (p), gas</u>
31.9 or electric utility, solid waste hauling service, solid waste recycling service, landfill, golf
31.10 course, marina, campground, cafe, or laundromat.

31.11 (c) As used in this subdivision, "school districts" means public school entities and districts
31.12 of every kind and nature organized under the laws of the state of Minnesota, and any
31.13 instrumentality of a school district, as defined in section 471.59.

31.14 (d) For purposes of the exemption granted under this subdivision, "local governments"31.15 has the following meaning:

31.16 (1) for the period prior to January 1, 2017, local governments means statutory or home
31.17 rule charter cities, counties, and townships; and

31.18 (2) beginning January 1, 2017, local governments means statutory or home rule charter
31.19 cities, counties, and townships; special districts as defined under section 6.465; any
31.20 instrumentality of a statutory or home rule charter city, county, or township as defined in
31.21 section 471.59; and any joint powers board or organization created under section 471.59.

31.22 Sec. 31. Minnesota Statutes 2023 Supplement, section 342.01, subdivision 3, is amended
31.23 to read:

Subd. 3. Adult-use cannabis flower. "Adult-use cannabis flower" means cannabis
flower that is approved for sale by the office or is substantially similar to a product approved
by the office. Adult-use cannabis flower does not include medical cannabis flower, hemp
plant parts; or hemp-derived consumer products.

31.28 **EFFECTIVE DATE.** This section is effective the day following final enactment.

31.29 Sec. 32. Minnesota Statutes 2023 Supplement, section 342.01, subdivision 4, is amended
31.30 to read:

31.31 Subd. 4. Adult-use cannabis product. "Adult-use cannabis product" means a cannabis
31.32 product that is approved for sale by the office or is substantially similar to a product approved

Sec. 32.

	SF4782	REVISOR	BD	S4782-4	4th Engrossment
32.1	by the office.	Adult-use cannabis	product include	es edible cannabis pro	ducts but does not
32.2	include medic	cal cannabinoid proc	lucts or lower-p	otency hemp edibles.	
32.3	EFFECT	IVE DATE. This se	ction is effectiv	e the day following f	inal enactment.
22.4	See 22 Mit	n_{0}	2 Supplement	ection 342.01, subdiv	ision 12 is amondod
32.4 32.5	to read:	mesota Statutes 202.	5 Supplement, 8	eenon 342.01, subarv	ision 12, is amended
32.6	Subd. 12.	Cannabinoid prod	uct. "Cannabin	oid product" means ar	ny of the following:
32.7	<u>(1)</u> a cann	abis product , ;			
32.8	<u>(2)</u> a hemj	p-derived consumer	product , or ;		
32.9	<u>(3)</u> a lowe	er-potency hemp edil	ole <u>; or</u>		
32.10	<u>(</u> 4) a prod	uct that consists of c	or contains cann	abis concentrate or he	emp concentrate or
32.11	is infused wit	h cannabinoids, and	is provided to:		
32.12	(i) a patier	nt enrolled in the reg	gistry program;		
32.13	(ii) a regis	stered designated car	egiver; or		
32.14	(iii) a pare	ent, legal guardian, o	r spouse of an e	enrolled patient, if pro	vided by a cannabis
32.15	retailer or mee	dical cannabis retaile	r to treat or allev	viate the symptoms of	a qualifying medical
32.16	condition.				
32.17	Sec. 34. Min	nnesota Statutes 2023	3 Supplement, s	ection 342.01, subdiv	ision 14, is amended
32.18	to read:				
32.19	Subd. 14.	Cannabis business.	"Cannabis bus	ness" means any of th	e following licensed
32.20	under this cha	apter:			
32.21	(1) cannal	ois microbusiness;			
32.22	(2) cannal	ois mezzobusiness;			
32.23	(3) cannal	ois cultivator;			
32.24	(4) cannal	ois manufacturer;			
32.25	(5) cannal	ois retailer;			
32.26	(6) cannal	ois wholesaler;			
32.27	(7) cannal	ois transporter;			
32.28	(8) cannal	ois testing facility;			

Sec. 34.

	SF4782	REVISOR	BD	S4782-4	4th Engrossment	
33.1	(9) canna	bis event organizer;				
33.2	(10) cannabis delivery service; and					
33.3	(11) medi	cal cannabis cultivat	or;			
33.4	(12) medical cannabis processor;					
33.5	(13) medical cannabis retailer; and					
33.6	(14) (11) medical cannabis combination business.					

33.8 Sec. 35. Minnesota Statutes 2023 Supplement, section 342.01, subdivision 16, is amended
33.9 to read:

EFFECTIVE DATE. This section is effective the day following final enactment.

Subd. 16. Cannabis flower. "Cannabis flower" means the harvested flower, bud, leaves,
and or stems of a cannabis plant. Cannabis flower includes adult-use cannabis flower and
medical cannabis flower. Cannabis flower does not include cannabis seed, hemp plant parts,
or hemp-derived consumer products.

33.14 **EFFECTIVE DATE.** This section is effective the day following final enactment.

33.15 Sec. 36. Minnesota Statutes 2023 Supplement, section 342.01, subdivision 17, is amended
33.16 to read:

33.17 Subd. 17. Cannabis industry. "Cannabis industry" means every item, product, person,
33.18 process, action, business, or other thing related to <u>cannabis plants</u>, cannabis flower, and
33.19 cannabis products and subject to regulation under this chapter.

33.20 **EFFECTIVE DATE.** This section is effective the day following final enactment.

33.21 Sec. 37. Minnesota Statutes 2023 Supplement, section 342.01, subdivision 19, is amended
33.22 to read:

33.23 Subd. 19. Cannabis plant. "Cannabis plant" means all parts of the plant of the genus
33.24 Cannabis that is are growing or has have not been harvested and has a delta-9

33.25 tetrahydrocannabinol concentration of more than 0.3 percent on a dry weight basis, including

33.26 but not limited to a mother plant; a mature, flowering plant; an immature plant; or a seedling.

33.27 <u>Cannabis plant does not include industrial hemp as defined in section 18K.02, subdivision</u>

33.28 <u>3</u>.

33.7

33.29 **EFFECTIVE DATE.** This section is effective the day following final enactment.

34.1	Sec. 38. Minnesota Statutes 2023 Supplement, section 342.01, subdivision 20, is amended			
34.2	to read:			
34.3	Subd. 20. Cannabis product. (a) "Cannabis product" means any of the following:			
34.4	(1) cannabis concentrate;			
34.5	(2) a product infused with cannabinoids, including but not limited to tetrahydrocannabinol,			
34.6	extracted or derived from cannabis plants or cannabis flower; or			
34.7	(3) any other product that contains cannabis concentrate.			
34.8	(b) Cannabis product includes adult-use cannabis products, including but not limited to			
34.9	edible cannabis products and medical cannabinoid products. Cannabis product does not			
34.10	include cannabis flower, artificially derived cannabinoid, lower-potency hemp edibles,			
34.11	hemp-derived consumer products, or hemp-derived topical products.			
34.12	EFFECTIVE DATE. This section is effective the day following final enactment.			
34.13	Sec. 39. Minnesota Statutes 2023 Supplement, section 342.01, is amended by adding a			
34.14	subdivision to read:			
34.15	Subd. 31a. Endorsement. "Endorsement" means an authorization from the Office of			
34.16	Cannabis Management to conduct a specified operation activity.			
34.17	EFFECTIVE DATE. This section is effective the day following final enactment.			
34.18	Sec. 40. Minnesota Statutes 2023 Supplement, section 342.01, subdivision 48, is amended			
34.19	to read:			
34.20	Subd. 48. License holder. "License holder" means a person, cooperative, or business			
34.21	that holds any of the following licenses:			
34.22	(1) cannabis microbusiness;			
34.23	(2) cannabis mezzobusiness;			
34.24	(3) cannabis cultivator;			
34.25	(4) cannabis manufacturer;			
34.26	(5) cannabis retailer;			
34.27				
	(6) cannabis wholesaler;			
34.28	(6) cannabis wholesaler;(7) cannabis transporter;			

	SF4782	REVISOR	BD	S4782-4	4th Engrossment			
35.1	(9) cann	abis event organizer;						
35.2	(10) cannabis delivery service;							
35.3	(11) lower-potency hemp edible manufacturer;							
35.4	(12) low	(12) lower-potency hemp edible retailer; or						
35.5	(13) me	(13) medical cannabis cultivator;						
35.6	(14) me	(14) medical cannabis processor;						
35.7	(15) medical cannabis retailer; or							
35.8	(16) (13) medical cannabis combination business.							
35.9	EFFECTIVE DATE. This section is effective the day following final enactment.							
35.10	Sec. 41. N	finnesota Statutes 2023	Supplement.	section 342.01. subdiv	vision 64. is amended			
35.11	Sec. 41. Minnesota Statutes 2023 Supplement, section 342.01, subdivision 64, is amended to read:							
35.12	Subd. 64. Registered designated caregiver. "Registered designated caregiver" means							
35.13	an individual who:							
35.14	(1) is at	least 18 years old;						
35.15		t disqualified for a crim	inal offense a	according to rules ado	pted pursuant to			
35.16		section 342.15, subdivision 2;						
35.17	(3) (2) has been approved by the Division of Medical Cannabis Office of Cannabis							
35.18	Management to assist a patient with obtaining medical cannabis flower and medical							
35.19	cannabinoid products from a cannabis retailer or medical cannabis retailer business with a							
35.20 35.21	<u>medical cannabis retail endorsement</u> and with administering medical cannabis flower and medical cannabinoid products; and							
35.22	(4)(3) is	authorized by the Divisi	on of Medica	Cannabis Office of Ca	annabis Management			
35.23	to assist a pa	atient with the use of me	lical cannabis	flower and medical ca	annabinoid products.			
35.24	EFFEC	TIVE DATE. This sect	ion is effecti	ve the day following f	final enactment.			
35.25	Sec. 42. N	Iinnesota Statutes 2023	Supplement,	section 342.01, subdiv	vision 65, is amended			
35.26	to read:							
35.27	Subd. 6:	5. Registry or registry	program. "R	egistry" or "registry p	program" means the			
35.28	medical can	nabis patient registry es	tablished unc	ler this chapter listing	patients each person			
35.29	authorized t							

(1) obtain medical cannabis flower, medical cannabinoid products, and medical cannabis 36.1

paraphernalia from a cannabis retailers and medical cannabis retailers business with a 36.2

medical cannabis retail endorsement; and 36.3

(2) administer medical cannabis flower and medical cannabinoid products. 36.4

36.5 **EFFECTIVE DATE.** This section is effective the day following final enactment.

Sec. 43. Minnesota Statutes 2023 Supplement, section 342.01, subdivision 66, is amended 36.6 to read: 36.7

Subd. 66. Registry verification. "Registry verification" means the verification provided 36.8 by the Division of Medical Cannabis Office of Cannabis Management that a patient is 36.9 enrolled in the registry program and that includes the patient's name, patient registry number, 36.10 and, if applicable, the name of the patient's registered designated caregiver or parent, legal 36.11 guardian, or spouse. 36.12

36.13 **EFFECTIVE DATE.** This section is effective the day following final enactment.

Sec. 44. Minnesota Statutes 2023 Supplement, section 342.02, subdivision 2, is amended 36.14 to read: 36.15

Subd. 2. Powers and duties. (a) The office has the following powers and duties: 36.16

(1) to develop, maintain, and enforce an organized system of regulation for the cannabis 36.17 industry and hemp consumer industry; 36.18

(2) to establish programming, services, and notification to protect, maintain, and improve 36.19 the health of citizens; 36.20

(3) to prevent unauthorized access to cannabis flower, cannabis products, lower-potency 36.21 hemp edibles, and hemp-derived consumer products by individuals under 21 years of age; 36.22

(4) to establish and regularly update standards for product manufacturing, testing, 36.23 packaging, and labeling, including requirements for an expiration, sell-by, or best-used-by 36.24

36.25 date;

(5) to promote economic growth with an emphasis on growth in areas that experienced 36.26 a disproportionate, negative impact from cannabis prohibition; 36.27

(6) to issue and renew licenses; 36.28

(7) to require fingerprints from individuals determined to be subject to fingerprinting, 36.29 including the submission of fingerprints to the Federal Bureau of Investigation where 36.30

37.1 required by law and to obtain criminal conviction data for individuals seeking a license

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37.2 from the office on the individual's behalf or as a cooperative member or director, manager,
37.3 or general partner of a business entity;

37.4 (8) to receive reports required by this chapter and inspect the premises, records, books,
37.5 and other documents of license holders to ensure compliance with all applicable laws and
37.6 rules;

37.7 (9) to authorize the use of unmarked motor vehicles to conduct seizures or investigations
37.8 pursuant to the office's authority;

37.9 (10) to impose and collect civil and administrative penalties as provided in this chapter;

(11) to publish such information as may be deemed necessary for the welfare of cannabis
businesses, cannabis workers, hemp businesses, and hemp workers and the health and safety
of citizens;

37.13 (12) to make loans and grants in aid to the extent that appropriations are made available
37.14 for that purpose;

(13) to authorize research and studies on cannabis flower, cannabis products, artificially
derived cannabinoids, lower-potency hemp edibles, hemp-derived consumer products, the
cannabis industry, and the hemp consumer industry;

37.18 (14) to provide reports as required by law;

(15) to develop a warning label regarding the effects of the use of cannabis flower and
cannabis products by persons 25 years of age or younger;

(16) to determine, based on a review of medical and scientific literature, whether it is 37.21 appropriate to require additional health and safety warnings containing information that is 37.22 both supported by credible science and helpful to consumers in considering potential health 37.23 risks from the use of cannabis flower, cannabis products, lower-potency hemp edibles, and 37.24 hemp-derived consumer products, including but not limited to warnings regarding any risks 37.25 associated with use by pregnant or breastfeeding individuals, or by individuals planning to 37.26 37.27 become pregnant, and the effects that use has on brain development for individuals under the age of 25; 37.28

(17) to establish limits on the potency of cannabis flower and cannabis products that can
be sold to customers by licensed cannabis retailers, licensed cannabis microbusinesses, and
licensed cannabis mezzobusinesses with an endorsement to sell cannabis flower and cannabis
products to customers;

4th Engrossment

(18) to establish rules authorizing an increase in plant canopy limits and outdoor
cultivation limits to meet market demand and limiting cannabis manufacturing consistent
with the goals identified in subdivision 1; and

(19) to order a person or business that manufactures or produces cannabis flower, cannabis
 products, artificially derived cannabinoids, lower-potency hemp edibles, hemp-derived

38.6 <u>consumer products, or hemp-derived topical products to recall a product if the office</u>

38.7 determines that the product represents a risk of causing a serious adverse incident; and

38.8 (19) (20) to exercise other powers and authority and perform other duties required by
 38.9 law.

(b) In addition to the powers and duties in paragraph (a), the office has the followingpowers and duties until January 1, 2027:

(1) to establish limits on the potency of adult-use cannabis flower and adult-use cannabis
products that can be sold to customers by licensed cannabis retailers, licensed cannabis
microbusinesses, and licensed cannabis mezzobusinesses with an endorsement to sell
adult-use cannabis flower and adult-use cannabis products to customers; and

(2) to permit, upon application to the office in the form prescribed by the director of the
office, a licensee under this chapter to perform any activity if such permission is substantially
necessary for the licensee to perform any other activity permitted by the applicant's license
and is not otherwise prohibited by law.

38.20 **EFFECTIVE DATE.** This section is effective the day following final enactment.

38.21 Sec. 45. Minnesota Statutes 2023 Supplement, section 342.02, subdivision 3, is amended
38.22 to read:

Subd. 3. Medical cannabis program. (a) The powers and duties of the Department of
Health with respect to the medical cannabis program under Minnesota Statutes 2022, sections
152.22 to 152.37, are transferred to the Office of Cannabis Management under section
15.039.

38.27 (b) The following protections shall apply to employees who are transferred from the38.28 Department of Health to the Office of Cannabis Management:

38.29 (1) the employment status and job classification of a transferred employee shall not be38.30 altered as a result of the transfer;

39.1 (2) transferred employees who were represented by an exclusive representative prior to
39.2 the transfer shall continue to be represented by the same exclusive representative after the
39.3 transfer;

39.4 (3) the applicable collective bargaining agreements with exclusive representatives shall
 39.5 continue in full force and effect for such transferred employees after the transfer;

(4) the state must meet and negotiate with the exclusive representatives of the transferred
employees about any proposed changes affecting or relating to the transferred employees'
terms and conditions of employment to the extent such changes are not addressed in the
applicable collective bargaining agreement; and

(5) for an employee in a temporary unclassified position transferred to the Office of 39.10 Cannabis Management, the total length of time that the employee has served in the 39.11 appointment shall include all time served in the appointment and the transferring agency 39.12 and the time served in the appointment at the Office of Cannabis Management. An employee 39.13 in a temporary unclassified position who was hired by a transferring agency through an 39.14 open competitive selection process in accordance with a policy enacted by Minnesota 39.15 Management and Budget shall be considered to have been hired through such process after 39.16 the transfer. 39.17

39.18 (c) This subdivision is effective July 1, 2024.

39.19 **EFFECTIVE DATE.** This section is effective July 1, 2024.

39.20 Sec. 46. Minnesota Statutes 2023 Supplement, section 342.02, subdivision 5, is amended
39.21 to read:

39.22 Subd. 5. Rulemaking. (a) The office may adopt rules to implement any provisions in
39.23 this chapter.

39.24 (b) Rules for which <u>a notice of intent to adopt rules</u> is published in the State Register
39.25 before July 1, 2025, may be adopted using the expedited rulemaking process in section
39.26 14.389. The 18-month time limit imposed by section 14.125 does not apply to rules adopted
39.27 <u>under this paragraph.</u>

39.28 **EFFECTIVE DATE.** This section is effective the day following final enactment.

SF4782	REVISOR	BD	S4782-4	4th Engrossment

40.1	Sec. 47. Minnesota Statutes 2023 Supplement, section 342.02, subdivision 6, is amended
40.2	to read:
40.3	Subd. 6. Director. (a) The governor shall appoint a director of the office with the advice
40.4	and consent of the senate. The director must be in the unclassified service and must serve
40.5	at the pleasure of the governor.
40.6	(b) The salary of the director must not exceed the salary limit established under section
40.7	15A.0815, subdivision 3.
40.8	(b) The director may appoint and employ no more than two deputy directors.
40.9	(c) The director has administrative control of the office. The director has the powers
40.10	described in section 15.06, subdivision 6.
40.11	(d) The director may apply for and accept on behalf of the state any grants, bequests,
40.12	gifts, or contributions for the purpose of carrying out the duties and responsibilities of the
40.13	director.
40.14	(e) Pursuant to state law, the director may apply for and receive money made available
40.15	from federal sources for the purpose of carrying out the duties and responsibilities of the
40.16	director.
40.17	(f) The director may make contracts with and grants to Tribal Nations, public and private
40.18	agencies, for-profit and nonprofit organizations, and individuals using appropriated money.
40.19	Sec. 48. Minnesota Statutes 2023 Supplement, section 342.07, subdivision 3, is amended
40.19	to read:
40.21	Subd. 3. Edible cannabinoid product handler endorsement. (a) Any person seeking
40.22	to manufacture, process, sell, handle, or store an edible cannabis product or lower-potency
40.23	hemp edible, other than an edible cannabis product or lower-potency hemp edible that has
40.24	been placed in its final packaging, must first obtain an edible cannabinoid product handler
40.25	endorsement.
40.26	(b) In consultation with the commissioner of agriculture, the office shall establish an
40.27	edible cannabinoid product handler endorsement.
40.28	(c) The office must regulate edible cannabinoid product handlers and assess penalties
40.29	in the same in a manner provided for consistent with Department of Agriculture regulation
40.30	\underline{of} food handlers under chapters 28A, 31, and 34A and associated rules, with the following
40.31	exceptions:

41.1 (1) the office must issue an edible cannabinoid product handler endorsement, rather than
41.2 a license;

41.3 (2) eligibility for an edible cannabinoid product handler endorsement is limited to persons
41.4 who possess a valid license issued by the office;

41.5 (3) the office may not charge a fee for issuing or renewing the endorsement;

41.6 (4) the office must align the term and renewal period for edible cannabinoid product
41.7 handler endorsements with the term and renewal period of the license issued by the office;
41.8 and

41.9 (5) an edible cannabis product or lower-potency hemp edible must not be considered
41.10 adulterated solely because the product or edible contains tetrahydrocannabinol, cannabis
41.11 concentrate, hemp concentrate, artificially derived cannabinoids, or any other material
41.12 extracted or derived from a cannabis plant, cannabis flower, hemp plant, or hemp plant
41.13 parts.

41.14 (d) The edible cannabinoid product handler endorsement must prohibit the manufacture
41.15 of edible cannabis products at the same premises where food is manufactured, except for
41.16 the limited production of edible products produced solely for product development, sampling,
41.17 or testing. This limitation does not apply to the manufacture of lower-potency hemp edibles.

41.18 Sec. 49. Minnesota Statutes 2023 Supplement, section 342.09, subdivision 1, is amended
41.19 to read:

41.20 Subdivision 1. Personal adult use, possession, and transportation of cannabis flower
41.21 and cannabinoid products. (a) An individual 21 years of age or older may:

41.22 (1) use, possess, or transport cannabis paraphernalia;

41.23 (2) possess or transport two ounces or less of adult-use cannabis flower in a public place;

41.24 (3) possess two pounds or less of adult-use cannabis flower in the individual's private
41.25 residence;

41.26 (4) possess or transport eight grams or less of adult-use cannabis concentrate;

41.27 (5) possess or transport edible cannabis products or lower-potency hemp edibles infused
41.28 with a combined total of 800 milligrams or less of tetrahydrocannabinol;

41.29 (6) give for no remuneration to an individual who is at least 21 years of age:

41.30 (i) two ounces or less of adult-use cannabis flower;

41.31 (ii) eight grams or less of adult-use cannabis concentrate; or

Sec. 49.

BD

42.1	(iii) an edible cannabis product or lower-potency hemp edible infused with 800 milligrams
42.2	or less of tetrahydrocannabinol; and
42.3	(7) use adult-use cannabis flower and adult-use cannabis products in the following
42.4	locations:
42.5	(i) a private residence, including the individual's curtilage or yard;
42.6	(ii) on private property, not generally accessible by the public, unless the individual is
42.7	explicitly prohibited from consuming cannabis flower, cannabis products, lower-potency
42.8	hemp edibles, or hemp-derived consumer products on the property by the owner of the
42.9	property; or
42.10	(iii) on the premises of an establishment or event licensed to permit on-site consumption.
42.11	(b) Except as provided in paragraph (c), an individual may not:
42.12	(1) use, possess, or transport cannabis flower, cannabis products, lower-potency hemp
42.13	edibles, or hemp-derived consumer products if the individual is under 21 years of age;
42.14	(2) use cannabis flower, cannabis products, lower-potency hemp edibles, or hemp-derived
42.15	consumer products in a motor vehicle as defined in section 169A.03, subdivision 15;
42.16	(3) use cannabis flower, cannabis products, or hemp-derived consumer products in a
42.17	manner that involves the inhalation of smoke, aerosol, or vapor at any location where
42.18	smoking is prohibited under section 144.414;
42.19	(4) use or possess cannabis flower, cannabis products, lower-potency hemp edibles, or
42.20	hemp-derived consumer products in a public school, as defined in section 120A.05,
42.21	subdivisions 9, 11, and 13, or in a charter school governed by chapter 124E, including all
42.22	facilities, whether owned, rented, or leased, and all vehicles that a school district owns,
42.23	leases, rents, contracts for, or controls;
42.24	(5) use or possess cannabis flower, cannabis products, lower-potency hemp edibles, or
42.25	hemp-derived consumer products in a state correctional facility;
42.26	(6) operate a motor vehicle while under the influence of cannabis flower, cannabis
42.27	products, lower-potency hemp edibles, or hemp-derived consumer products;
42.28	(7) give for no remuneration cannabis flower, cannabis products, lower-potency hemp
42.29	edibles, or hemp-derived consumer products to an individual under 21 years of age;

42.30 (8) give for no remuneration cannabis flower or cannabis products as a sample or42.31 promotional gift if the giver is in the business of selling goods or services; or

43.1 (9) vaporize or smoke cannabis flower, cannabis products, artificially derived
43.2 cannabinoids, or hemp-derived consumer products in any location where the smoke, aerosol,
43.3 or vapor would be inhaled by a minor.

43.4 (c) The prohibitions under paragraph (b), clauses (1) to (4), do not apply to use other
43.5 than by smoking or by a vaporized delivery method, possession, or transportation of medical
43.6 cannabis flower or medical cannabinoid products by a patient; a registered designated
43.7 caregiver; or a parent, legal guardian, or spouse of a patient.

43.8 (d) The possession limits in paragraph (a), clauses (2) to (5), do not apply to a person
43.9 enrolled in the medical cannabis patient registry program under section 342.52 if the person
43.10 possesses cannabis flower or cannabinoid products that include patient-specific labeling
43.11 according to sections 342.51, subdivision 2, and 342.63, subdivision 4.

(d) (e) A proprietor of a family or group family day care program must disclose to parents
or guardians of children cared for on the premises of the family or group family day care
program, if the proprietor permits the smoking or use of cannabis flower, cannabis products,
lower-potency hemp edibles, or hemp-derived consumer products on the premises outside
of its hours of operation. Disclosure must include posting on the premises a conspicuous
written notice and orally informing parents or guardians. Cannabis flower or cannabis
products must be inaccessible to children and stored away from food products.

43.19

EFFECTIVE DATE. This section is effective the day following final enactment.

43.20 Sec. 50. Minnesota Statutes 2023 Supplement, section 342.09, subdivision 3, is amended
43.21 to read:

43.22 Subd. 3. Home extraction of cannabis concentrate by use of volatile solvent

43.23 prohibited. No person may use a volatile solvent to separate or extract cannabis concentrate
43.24 or hemp concentrate without a cannabis microbusiness, cannabis mezzobusiness, cannabis
43.25 manufacturer, medical cannabis processor, or lower-potency hemp edible manufacturer
43.26 license issued under this chapter.

43.27 **EFFECTIVE DATE.** This section is effective the day following final enactment.

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43.28 Sec. 51. Minnesota Statutes 2023 Supplement, section 342.10, is amended to read:
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- 43.29 **342.10 LICENSES; TYPES.**
- 43.30 The office shall issue the following types of license:
- 43.31 (1) cannabis microbusiness;

	SF4782	REVISOR	BD	S4782-4	4th Engrossment
44.1	(2) canna	abis mezzobusiness;			
44.2	(3) canna	abis cultivator;			
44.3	(4) canna	abis manufacturer;			
44.4	(5) canna	abis retailer;			
44.5	(6) canna	abis wholesaler;			
44.6	(7) canna	abis transporter;			
44.7	(8) canna	abis testing facility;			
44.8	(9) canna	abis event organizer;			
44.9	(10) can	nabis delivery service;			
44.10	(11) lowe	er-potency hemp edibl	e manufacturer	. ,	
44.11	(12) low	er-potency hemp edibl	le retailer; or		
44.12	(13) med	lical cannabis cultivate	or;		
44.13	(14) med	lical cannabis processo	or;		
44.14	(15) med	lical cannabis retailer;	Oľ		
44.15	(16) (13)	medical cannabis con	nbination busin	ess.	
44.16	EFFEC	FIVE DATE. This sec	ction is effective	e the day following	final enactment.
44.17	Sec. 52. M	linnesota Statutes 2023	3 Supplement, s	section 342.11, is an	nended to read:
44.18	342.11 L	ICENSES; FEES.			

(a) The office shall require the payment of application fees, initial licensing fees, and
renewal licensing fees as provided in this section. The initial license fee shall include the
fee for initial issuance of the license and the first annual renewal. The renewal fee shall be
charged at the time of the second renewal and each subsequent annual renewal thereafter.
Nothing in this section prohibits a local unit of government from charging the retailer
registration fee established in section 342.22. Application fees, initial licensing fees, and
renewal licensing fees are nonrefundable.

44.26 (b) Application and licensing fees shall be as follows:

44.27 (1) for a cannabis microbusiness:

44.28 (i) an application fee of \$500;

S4782-4

BD

45.1	(ii) an initial license fee of \$0; and
45.2	(iii) a renewal license fee of \$2,000;
45.3	(2) for a cannabis mezzobusiness:
45.4	(i) an application fee of \$5,000;
45.5	(ii) an initial license fee of \$5,000; and
45.6	(iii) a renewal license fee of \$10,000;
45.7	(3) for a cannabis cultivator:
45.8	(i) an application fee of \$10,000;
45.9	(ii) an initial license fee of \$20,000; and
45.10	(iii) a renewal license fee of \$30,000;
45.11	(4) for a cannabis manufacturer:
45.12	(i) an application fee of \$10,000;
45.13	(ii) an initial license fee of \$10,000; and
45.14	(iii) a renewal license fee of \$20,000;
45.15	(5) for a cannabis retailer:
45.16	(i) an application fee of \$2,500;
45.17	(ii) an initial license fee of \$2,500; and
45.18	(iii) a renewal license fee of \$5,000;
45.19	(6) for a cannabis wholesaler:
45.20	(i) an application fee of \$5,000;
45.21	(ii) an initial license fee of \$5,000; and
45.22	(iii) a renewal license fee of \$10,000;
45.23	(7) for a cannabis transporter:
45.24	(i) an application fee of \$250;
45.25	(ii) an initial license fee of \$500; and
45.26	(iii) a renewal license fee of \$1,000;

45.27 (8) for a cannabis testing facility:

46.1	(i) an application fee of \$5,000;
46.2	(ii) an initial license fee of \$5,000; and
46.3	(iii) a renewal license fee of \$10,000;
46.4	(9) for a cannabis delivery service:
46.5	(i) an application fee of \$250;
46.6	(ii) an initial license fee of \$500; and
46.7	(iii) a renewal license fee of \$1,000;
46.8	(10) for a cannabis event organizer:
46.9	(i) an application fee of \$750; and
46.10	(ii) an initial license fee of \$750;
46.11	(11) for a lower-potency hemp edible manufacturer:
46.12	(i) an application fee of \$250;
46.13	(ii) an initial license fee of \$1,000; and
46.14	(iii) a renewal license fee of \$1,000;
46.15	(12) for a lower-potency hemp edible retailer:
46.16	(i) an application fee of \$250 per retail location;
46.17	(ii) an initial license fee of \$250 per retail location; and
46.18	(iii) a renewal license fee of \$250 per retail location; and
46.19	(13) for a medical cannabis cultivator:
46.20	(i) an application fee of \$250;
46.21	(ii) an initial license fee of \$0; and
46.22	(iii) a renewal license fee of \$0;
46.23	(14) for a medical cannabis processor:
46.24	(i) an application fee of \$250;
46.25	(ii) an initial license fee of \$0; and
46.26	(iii) a renewal license fee of \$0;

46.27 (15) for a medical cannabis retailer:

SF4782

REVISOR

BD

S4782-4

4th Engrossment

	SF4782	REVISOR	BD	S4782-4	4th Engrossment		
47.1	(i) an app	lication fee of \$250;					
47.2	(ii) an initial license fee of \$0; and						
47.3	(iii) a renewal license fee of \$0; and						
47.4	(16) (13)	for a medical cannabis	combination	business:			
47.5		lication fee of \$10,000;					
		tial license fee of \$20,0					
47.6							
47.7	(111) a ren	ewal license fee of \$70,	,000.				
47.8	Sec. 53. Mi	innesota Statutes 2023 S	Supplement, s	ection 342.12, is am	ended to read:		
47.9	342.12 L	ICENSES; TRANSFE	CRS; ADJUS	ΓMENTS.			
47.10	(a) Licens	ses A person holding a lie	cense issued u	nder this chapter may	be freely transferred		
47.11	transfer that	license to another entity	v subject to th	e prior written appro	val of the office,		
47.12	which approv	val may be given or wit	hheld in the c	ffice's sole discretion	n, provided that a		
47.13	social equity applicant may only transfer the applicant's license to another social equity						
47.14	applicant unl	ess the license is tempo	orary or is hele	d by a social equity a	applicant. A new		
47.15	license must	be obtained when:					
47.16	(1) the fo	rm of the licensee's lega	al business str	ucture converts or cl	hanges to a different		
47.17	type of legal	business structure; or					
47.18	(2) the lic	ensee dissolves; consol	idates; reorga	nizes; undergoes ban	kruptcy, insolvency,		
47.19	or receiversh	ip proceedings; merges	with another	legal organization; o	or assigns all or		
47.20	substantially	all of its assets for the l	benefit of cree	litors.			
47.21	(b) Trans	f ers between Notwithsta	anding paragr	aph (a), during the fi	irst three years from		
47.22	the date that	a social equity applican	t holds a licer	nse, the social equity	applicants applicant		
47.23	may only tran	nsfer the license to anot	ther social equ	uity applicant. Three	years after a license		
47.24	was initially	issued, a social equity ap	oplicant may t	ransfer the license to	any entity. A license		
47.25	transfer by a	social equity applicant	must be revie	wed by the Division	of Social Equity.		
47.26	(c) Licens	ses must be renewed an	nually.				
47.27	(d) Licent	se holders may petition	the office to a	adjust the tier of a lic	ense issued within a		
47.28	license categ	ory provided that the lie	cense holder 1	neets all applicable 1	requirements.		
47.29	(e) The of	ffice by rule may permit	t the relocation	n of a licensed canna	bis business ,; permit		
47.30	the relocation	n of an approved operati	onal location,	including a grow or	retail location; adopt		
47.31	requirements	for the submission of a	license reloc	ation application ; ; es	tablish standards for		

SF4782	REVISOR	BD	S4782-4	4th E

the approval of a relocation application; and charge a fee not to exceed \$250 for reviewing

and processing applications. Relocation of a licensed premises pursuant to this paragraph

does not extend or otherwise modify the license term of the license subject to relocation. 48.3 Sec. 54. [342.125] TEMPORARY LICENSES. 48.4 Subdivision 1. Temporary license. (a) The office may establish a temporary license 48.5 and application process for a limited number of licenses, but the office shall issue no more 48.6 than the following number of temporary licenses per application period: 48.7 (1) cannabis microbusiness licenses, 100; 48.8 (2) cannabis mezzobusiness licenses, 11; 48.9 (3) cannabis cultivator licenses, 13; 48.10 (4) cannabis manufacturer licenses, six; 48.11 (5) cannabis retailer licenses, 50; 48.12 (6) cannabis wholesaler licenses, 20; 48.13 (7) cannabis transporter licenses, 20; 48.14 (8) cannabis testing facility licenses, 25; 48.15 48.16 (9) cannabis event organizer licenses, ten; and (10) cannabis delivery service licenses, ten. 48.17 48.18 (b) The temporary license period begins on the day that the office issues a temporary 48.19 license to the applicant and is effective for 18 months after the date that the temporary license was issued. 48.20 Subd. 2. Eligibility. (a) Only a social equity applicant as described in section 342.17 or 48.21 a local unit of government is eligible for a temporary license. 48.22 (b) An applicant for a temporary license must: 48.23 (1) complete an initial application according to section 342.14, subdivision 1, on a form 48.24 approved by the office; and 48.25 (2) pay the application fee required by section 342.11, paragraph (b), to the office. 48.26 (c) As part of the application process, the office must verify the applicant's status as a 48.27 social equity applicant. 48.28

48.1

48.2

	SF4782	REVISOR	BD	S4782-4	4th Engrossment			
49.1	(d) The offic	e may not issue a ten	nporary lice	nse in violation of sec	tion 342.18,			
49.2	subdivision 2.							
49.3	(e) The offic	e shall not require an	applicant to	possess or own any p	roperty on which or			
49.4	facility in which	to operate a cannabi	s business a	t the time of the initia	l application.			
49.5	Subd. 3. Ap	plication process. (a)) The office	must announce the co	ommencement of a			
49.6	temporary licent	se application period	at least 14 c	lays before the date th	at the office begins			
49.7	to accept application	ations for temporary	licenses. Th	e announcement must	include:			
49.8	(1) the types	of licenses that are a	vailable dur	ing the temporary lice	ense application			
49.9	period;							
49.10	(2) the numb	per of licenses availab	ole by licens	e type;				
49.11	(3) the date of	on which the tempora	ry license a	pplication period will	begin; and			
49.12	(4) the date of	on which the tempora	ry license a	pplication period will	end.			
49.13	(b) The offic	e must accept application	ations for te	mporary licenses for 3	30 calendar days			
49.14	during a temporary license application period.							
49.15	(c) The offic	e may deny an applic	ation for a t	emporary license that	<u>:</u>			
49.16	<u>(1) is incom</u>	olete;						
49.17	(2) contains a	a materially false state	ement about	the applicant or omits	material information			
49.18	about the applic	<u>ant;</u>						
49.19	(3) fails to m	eet the minimum qual	ifications fo	r the license in section	342.18, subdivision			
49.20	<u>3; or</u>							
49.21	(4) is not sub	omitted by the deadlin	ne establishe	ed by the office.				
49.22	(d) The offic	e may request addition	onal informa	ation from any applica	ant if the office			
49.23	determines that	the information is neg	cessary to re	eview or process the a	pplication. If the			
49.24	applicant does n	ot provide the addition	onal request	ed information within	14 calendar days,			
49.25	the office may d	leny the application.						
49.26	Subd. 4. Lot	tery. (a) If the number	er of availab	le temporary licenses	is less than the			
49.27	number of socia	l equity applicants qu	alified for te	emporary licenses, the	office must conduct			
49.28	a lottery. The lo	ttery must be impartia	al, random,	and in a format deterr	nined by the office.			
49.29	(b) The offic	e must include in the	lottery any	social equity applicar	nt that meets the			
49.30	requirements un	der subdivisions 2 an	nd 3.					

	SF4782	REVISOR	BD	S4782-4	4th Engrossment			
50.1	(c) The off	ice may rescind a so	cial equity appli	cant's status as a selec	ted lottery applicant			
50.2	<u>if:</u>							
50.3	(1) there a	re grounds for revoc	ation under sec	tion 342.21;				
50.4	(2) the social equity applicant is disqualified under section 342.15; or							
50.5	(3) the soc	ial equity applicant	is determined to	be in arrears on prop	perty, business, or			
50.6	personal taxes	<u>.</u>						
50.7	<u>Subd. 5.</u> L	ocal unit of govern	ment. The offic	e shall only issue a te	emporary license to			
50.8	<u>a local unit of</u>	government if, after	assigning temp	orary licenses to socia	al equity applicants,			
50.9	there are rema	uning temporary lice	enses. A tempor	ary license held by a	local unit of			
50.10	government n	nust not count towar	ds the limited n	umber of licenses issu	ued by a local			
50.11	government u	nit under section 34	2.13, paragraph	<u>(h).</u>				
50.12	<u>Subd. 6.</u> <u>A</u>	uthority and restri	ctions. (a) The	holder of a temporary	y license may take			
50.13	the necessary	steps to prepare for	business operat	ions, including:				
50.14	(1) establis	shing legal control of	f the site of the c	annabis business thro	ugh lease, purchase,			
50.15	or other mean	<u>s;</u>						
50.16	(2) gaining	zoning or planning	approval for the	site of the cannabis b	usiness from a local			
50.17	unit of govern	iment; or						
50.18	(3) raising	capital for the licen	se holder's busin	ness operations.				
50.19	<u>(b)</u> The ho	lder of a temporary	license shall no	<u>t:</u>				
50.20	(1) engage	in purchasing, poss	essing, cultivati	ng, manufacturing, or	r selling cannabis or			
50.21	cannabis prod	ucts;						
50.22	<u>(2)</u> grow, p	process, distribute, d	ispense, or othe	rwise handle cannabi	<u>IS;</u>			
50.23	<u>(3) make a</u>	ny change or transfer	of ownership or	control that would rea	quire a new business			
50.24	registration w	ith the secretary of s	state; or					
50.25	<u>(4) make a</u>	iny transfer of owner	rship interest the	at causes the holder o	of the temporary			
50.26	license to no l	onger qualify as a so	ocial equity app	licant as defined in se	ection 342.17.			
50.27	<u>Subd. 7.</u> R	evocation and othe	r penalties. (a)	The office may revoke	a temporary license			
50.28	if the holder o	of the temporary lice	nse or, if the lice	ense holder is a busin	less entity, any			
50.29	cooperative m	ember or director, n	nanager, or gene	eral partner of the bus	siness entity:			
50.30	(1) fraudu	lently or deceptively	v obtained the te	mporary license;				
50.31	(2) fails to	reveal any material	fact pertaining to	o the licensee's qualifi	ication for a license;			

	SF4782	REVISOR	BD	S4782-4	4th Engrossment			
51.1	(3) fails t	o convert a temporar	y license into a l	icense that is not tem	porary within 18			
51.2	<u> </u>	e date that the tempo	-		· · · · ·			
51.3	(4) violates this chapter;							
51.4	<u>(5) is not</u>	registered or in good	l standing with th	ne Office of the Secre	etary of State; or			
51.5	<u>(6) is in a</u>	arrears on property, b	usiness, or perso	nal taxes.				
51.6	Subd. 8.	Conversion of temp	orary license. (a) The office must co	nvert a temporary			
51.7	license into a	a license after the offi	ice:					
51.8	<u>(1)</u> adopt	s initial rules pursuar	nt to section 342.	02, subdivision 5; an	<u>ıd</u>			
51.9	<u>(2) finds</u>	that the license holde	er or, if the licens	e holder is a busines	s entity, every			
51.10	cooperative 1	member or director, r	nanager, or gene	ral partner of the bus	iness entity, has not			
51.11	violated this	chapter.						
51.12	<u>(b)</u> The o	ffice must not conver	rt a temporary lie	cense into a license tl	hat is not temporary			
51.13	if the owners	ship of the temporary	license holder's ł	ousiness has changed	since being granted			
51.14	a temporary	license and the temp	orary license hol	der has not filed an u	pdated ownership			
51.15	disclosure w	ith information consi	stent with the or	iginal application and	d section 342.14,			
51.16	subdivision	l, paragraph (b).						
51.17	(c) The of	ffice must not convert	a temporary lice	nse into a license if th	ne cannabis business			
51.18	for which the	e license is held does	not meet local z	oning and land use la	aws.			
51.19	<u>(d)</u> A lice	ense that is converted	from a tempora	ry license according	to this subdivision			
51.20	expires 18 m	onths after the date c	of the conversion	<u>.</u>				
51.21	Subd. 9.	Applicants; right to	a reconsiderati	on. (a) An applicant	that is not issued a			
51.22	temporary lie	cense or an applicant	that the office ha	s not entered into the	lottery may request			
51.23	a records rev	view of the submitted	application with	in seven calendar da	ys of receiving			
51.24	notification t	that the application de	oes not meet the	minimum qualificati	ons for a license			
51.25	under section	n 342.18, subdivision	3.					
51.26	(b) Upon	an applicant's reques	st, the office mus	t allow the applicant	to examine the			
51.27	applicant's re	ecords received by the	e office.					
51.28	(c) If the	office determines that	at an applicant is	ineligible for a temp	orary license, the			
51.29	office must i	nform the applicant o	of any reasons th	at form the basis of t	he office's			
51.30	determinatio	<u>n.</u>						
51.31	<u>(d)</u> The f	ollowing applicants r	nay request reco	nsideration by the dir	rector:			

	SF4782	REVISOR	BD	S4782-4	4th Engrossment		
52.1	(1) an applica	nt selected in a lot	ttery whose l	icense is later revoked by	the office; or		
52.2	(2) an applicant who previously held a temporary license until the temporary license						
52.3	was revoked by t		F		<u> </u>		
52.4	(a) An applica	nt who does not r	neat the mini	mum qualifications for a	license under		
52.4 52.5	<u></u>			d in the lottery may not re			
52.6	reconsideration.		is not selecte	a in the lottery may not it	Aucsi		
					·		
52.7				etention. (a) Upon receive			
52.8 52.9		nt's application for		the applicant may reques	t that the office		
32.9			•				
52.10	<u></u>			quested for retention und	er paragraph (a)		
52.11	for one year after	the date of the red	quest.				
52.12	(c) The office	may contact an ap	oplicant with	a retained application for	any additional		
52.13	information requi	ired for a subseque	ent lottery.				
52.14	(d) Any applic	cation retained by	the office tha	t meets the specifications	and requirements		
52.15	of a subsequent lo	ottery within the or	ne-year reten	tion period, may be enter	ed into the lottery		
52.16	if the applicant:						
52.17	(1) pays the re	elevant application	n fee;				
52.18	(2) amends th	e application upor	n the request	of the office; and			
52.19	(3) provides the	he office with any	additional in	formation requested by t	he office.		
52.20	(e) The office	must not enter a r	etained appli	cation into a subsequent	lottery if the		
52.21	applicant or, if the	e applicant is a bu	siness entity,	any cooperative member	or director,		
52.22	manager, or gene	ral partner of the b	ousiness entit	y has violated this chapte	<u>r.</u>		
52.23	EFFECTIVE	DATE. This sect	tion is effecti	ve the day following fina	l enactment.		
52.24	Sec. 55. Minnes	sota Statutes 2023	Supplement	, section 342.13, is amend	led to read:		
52.25	342.13 LOCA	AL CONTROL.					
52.26	(a) A local un	it of government 1	nay not proh	ibit the possession, transp	portation, or use		
52.27	of cannabis flowe	er, cannabis produ	cts, lower-po	tency hemp edibles, or he	emp-derived		
52.28	consumer produc	ts authorized unde	er this chapte	r.			
52.29	(b) Except as	provided in sectio	n 342.22, a l	ocal unit of government r	nay not prohibit		
52.30	the establishment	or operation of a	cannabis bus	siness licensed under this	chapter.		

(c) A local unit of government may adopt reasonable restrictions on the time, place, and
manner of the operation of a cannabis business provided that such restrictions do not prohibit
the establishment or operation of cannabis businesses. A local unit of government may
prohibit the operation of a cannabis business within 1,000 feet of a school, or 500 feet of a
day care, residential treatment facility, or an attraction within a public park that is regularly
used by minors, including a playground or athletic field.

53.7 (d) The office shall work with local units of government to:

(1) develop model ordinances for reasonable restrictions on the time, place, and manner
of the operation of a cannabis business;

(2) develop standardized forms and procedures for the issuance of a retail registration
pursuant to section 342.22; and

(3) develop model policies and procedures for the performance of compliance checksrequired under section 342.22.

(e) If a local unit of government is conducting studies or has authorized a study to be 53.14 conducted or has held or has scheduled a hearing for the purpose of considering adoption 53.15 or amendment of reasonable restrictions on the time, place, and manner of the operation of 53.16 a cannabis business, the governing body of the local unit of government may adopt an 53.17 interim ordinance applicable to all or part of its jurisdiction for the purpose of protecting 53.18 the planning process and the health, safety, and welfare of its citizens. Before adopting the 53.19 interim ordinance, the governing body must hold a public hearing. The interim ordinance 53.20 may regulate, restrict, or prohibit the operation of a cannabis business within the jurisdiction 53.21 or a portion thereof until January 1, 2025. 53.22

(f) Within 30 days of receiving a copy of an application from the office, a local unit of
government shall certify on a form provided by the office whether a proposed cannabis
business complies with local zoning ordinances and, if applicable, whether the proposed
business complies with the state fire code and building code. The office may not issue a
license an endorsement to a cannabis business if a the cannabis business does not meet local
zoning and land use laws.

(g) Upon receipt of an application for a license issued under this chapter, the office shall
contact the local unit of government in which the business would be located and provide
the local unit of government with 30 days in which to provide input on the application. The
local unit of government may provide the office with any additional information it believes
is relevant to the office's decision on whether to issue a license, including but not limited

S4782-4

54.1 to identifying concerns about the proposed location of a cannabis business or sharing public
54.2 information about an applicant.

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(h) (g) The office by rule shall establish an expedited complaint process to receive, 54.3 review, and respond to complaints made by a local unit of government about a cannabis 54.4 business. Complaints may include alleged violations of local ordinances or other alleged 54.5 violations. At a minimum, the expedited complaint process shall require the office to provide 54.6 an initial response to the complaint within seven days and perform any necessary inspections 54.7 54.8 within 30 days. Nothing in this paragraph prohibits a local unit of government from enforcing a local ordinance. If a local unit of government notifies the office that a cannabis business 54.9 other than a cannabis retailer, cannabis microbusiness with a retail operations endorsement, 54.10 cannabis mezzobusiness, lower-potency hemp edible retailer, medical cannabis retailer, or 54.11 medical cannabis combination business poses an immediate threat to the health or safety 54.12 of the public, the office must respond within one business day and may take any action 54.13 described in section 342.19 or 342.21. 54.14

54.15 (i) (h) A local government unit that issues cannabis retailer registration under section
54.16 342.22 may, by ordinance, limit the number of licensed cannabis retailers, cannabis
54.17 mezzobusinesses with a retail operations endorsement, and cannabis microbusinesses with
a retail operations endorsement to no fewer than one registration for every 12,500 residents.

54.19 (j) (i) If a county has one active registration for every 12,500 residents, a city or town
 54.20 within the county is not obligated to register a cannabis business.

54.21 $(\underline{k})(\underline{j})$ Nothing in this section shall prohibit a local government unit from allowing 54.22 licensed cannabis retailers in excess of the minimums set in paragraph (<u>i) (h)</u>.

54.23 (<u>1) (k)</u> Notwithstanding the foregoing provisions, the state shall not issue a license to
54.24 any cannabis business to operate in Indian country, as defined in United States Code, title
54.25 18, section 1151, of a Minnesota Tribal government without the consent of the Tribal
54.26 government.

54.27 Sec. 56. Minnesota Statutes 2023 Supplement, section 342.14, is amended to read:

54.28

342.14 CANNABIS LICENSE APPLICATION AND RENEWAL.

Subdivision 1. Application; contents. (a) The office by rule shall establish forms and
procedures for the processing of cannabis licenses issued under this chapter. At a minimum,
any application to obtain or renew a cannabis license shall The office may direct an applicant
to include the following information, if applicable in an application to obtain or renew a
cannabis license:

55.1 (1) the name, address, and date of birth of the applicant;

55.2 (2) the disclosure of ownership and control required under paragraph (b);

(3) the disclosure of whether the applicant or, if the applicant is a business, any officer,
director, manager, and general partner of the business has ever filed for bankruptcy;

55.5 (4) the address and legal property description of the business, if applicable, except an

55.6 applicant is not required to secure a physical premises for the business at the time of

55.7 <u>application;</u>

(5) a general description of the location or locations that the applicant plans to operate,
including the planned square feet of planned space for cultivation, wholesaling, and retailing,
as applicable;

55.11 (6) a copy of the security plan;

55.12 (7) proof of trade name registration;

(8) a copy of the applicant's business plan showing the expected size of the business;
anticipated growth; the methods of record keeping; the knowledge and experience of the
applicant and any officer, director, manager, and general partner of the business; the
environmental plan; and other relevant financial and operational components;

(9) an attestation signed by a bona fide labor organization stating that the applicant hasentered into a labor peace agreement;

(10) certification that the applicant will comply with the requirements of this chapterrelating to the ownership and operation of a cannabis business;

(11) identification of one or more controlling persons or managerial employees as agents
who shall be responsible for dealing with the office on all matters; and

(12) a statement that the applicant agrees to respond to the office's supplemental requestsfor information.

(b) An applicant must file and update as necessary a disclosure of ownership and control.
The office by rule shall establish the contents and form of the disclosure. Except as provided
in paragraph (f), the disclosure shall, at a minimum, include the following:

(1) the management structure, ownership, and control of the applicant or license holder,
including the name of each cooperative member, officer, director, manager, general partner,
or business entity; the office or position held by each person; each person's percentage
ownership interest, if any; and, if the business has a parent company, the name of each

owner, board member, and officer of the parent company and the owner's, board member's, 56.1 or officer's percentage ownership interest in the parent company and the cannabis business; 56.2 (2) a statement from the applicant and, if the applicant is a business, from every officer, 56.3 director, manager, and general partner of the business, indicating whether that person has 56.4 56.5 previously held, or currently holds, an ownership interest in a cannabis business in Minnesota, any other state or territory of the United States, or any other country; 56.6 (3) if the applicant is a corporation, copies of the applicant's articles of incorporation 56.7 and bylaws and any amendments to the applicant's articles of incorporation or bylaws; 56.8 (4) copies of any partnership agreement, operating agreement, or shareholder agreement; 56.9 (5) copies of any promissory notes, security instruments, or other similar agreements; 56.10 (6) an explanation detailing the funding sources used to finance the business; 56.11 (7) a list of operating and investment accounts for the business, including any applicable 56.12 financial institution and account number; and 56.13 (8) a list of each outstanding loan and financial obligation obtained for use in the business, 56.14 including the loan amount, loan terms, and name and address of the creditor. 56.15 (c) An application may include: 56.16 (1) proof that the applicant is a social equity applicant; 56.17 (2) a description of the training and education that will be provided to any employee; 56.18 or 56.19 (3) a copy of business policies governing operations to ensure compliance with this 56.20 chapter. 56.21 (d) Commitments made by an applicant in its application, including but not limited to 56.22 the maintenance of a labor peace agreement, shall be an ongoing material condition of 56.23 maintaining and renewing the license. 56.24 (e) An application on behalf of a corporation or association shall be signed by at least 56.25 two officers or managing agents of that entity. 56.26 (f) The office may, by rule, establish exceptions to the disclosures required under 56.27 paragraph (b) for members of a cooperative who hold less than a five percent ownership 56.28 interest in the cooperative. 56.29 Subd. 2. Application; process. (a) An applicant must submit all required information 56.30

56.31 to the office on the forms and in the manner prescribed by the office.

57.1 (b) If the office receives an application that fails to provide the required information, 57.2 the office shall issue a deficiency notice to the applicant. The applicant shall have ten 57.3 business days from the date of the deficiency notice to submit the required information.

57.4 (c) Failure by an applicant to submit all required information will result in the application57.5 being rejected.

57.6 (d) Upon receipt of a completed application and fee, the office shall forward a copy of
57.7 the application to the local unit of government in which the business operates or intends to
57.8 operate with a form for certification as to whether a proposed cannabis business complies
57.9 with local zoning ordinances and, if applicable, whether the proposed business complies
57.10 with the state fire code and building code.

(e) (d) Within 90 days of receiving a completed application and the results of any required criminal history check, the office shall issue the appropriate license or send the applicant a notice of rejection setting forth specific reasons that the office did not approve the application.

57.14 Subd. 3. License revocation. The office may revoke a cannabis business license if the 57.15 licensee has not made good faith efforts to obtain an endorsement within 18 months of the 57.16 date that the license was issued. The office may give a licensee a onetime extension to obtain 57.17 an endorsement if the licensee demonstrates that the licensee made good faith efforts to 57.18 obtain an endorsement within 18 months of the date that the license was issued.

57.19 Sec. 57. Minnesota Statutes 2023 Supplement, section 342.15, subdivision 1, is amended 57.20 to read:

Subdivision 1. Criminal history check. (a) Upon request by the office, every license 57.21 applicant, license holder, or, in the case of a business entity, every individual responsible 57.22 for conducting the affairs of the entity, including but not limited to every owner and every 57.23 cooperative member or director, manager, and general partner of the business entity, for a 57.24 57.25 cannabis business license, or in the case of a business entity, every cooperative member or director, manager, and general partner of the business entity, and prospective cannabis 57.26 worker must submit a completed criminal history records check consent form, a full set of 57.27 classifiable fingerprints, and the required fees to the office. Upon receipt of this information, 57.28 the office must submit the completed criminal history records check consent form, full set 57.29 57.30 of classifiable fingerprints, and required fees to the Bureau of Criminal Apprehension.

57.31 (b) After receiving this information, the bureau must conduct a Minnesota state criminal
57.32 history records check of the license applicant or prospective cannabis worker an individual
57.33 identified in paragraph (a). The bureau may exchange a license applicant's or prospective

58.1 cannabis worker's an individual's fingerprints with the Federal Bureau of Investigation to 58.2 obtain the license applicant's or prospective cannabis worker's national criminal history 58.3 record information of the individual. The bureau must return the results of the Minnesota 58.4 state and federal criminal history records checks to the office to determine if the license 58.5 applicant or prospective cannabis worker individual is disqualified under rules adopted 58.6 pursuant to this section.

(b) (c) The office may, by rule, establish exceptions to the requirement under paragraph
 paragraphs (a) and (b) for members of a cooperative who hold less than a five percent
 ownership interest in the cooperative.

58.10 Sec. 58. Minnesota Statutes 2023 Supplement, section 342.15, subdivision 2, is amended58.11 to read:

Subd. 2. Criminal offenses; disqualifications. The office may by rule determine whether any felony convictions shall, including but not limited to convictions for noncannabis controlled substance crimes in the first or second degree, human trafficking, labor trafficking, fraud, or financial crimes, disqualify a person an individual from holding or receiving a cannabis business license issued under this chapter or working for a cannabis business, and the length of any such disqualification. In adopting rules pursuant to this subdivision, the office shall not disqualify a person an individual for a violation of section 152.025.

58.19 Sec. 59. Minnesota Statutes 2023 Supplement, section 342.15, is amended by adding a
58.20 subdivision to read:

Subd. 5. Civil and regulatory offenses; disqualifications. The office may determine 58.21 whether any civil or regulatory violations, as determined by another state agency, local unit 58.22 of government, or any other jurisdiction, disqualify an individual from holding or receiving 58.23 a cannabis business license issued under this chapter or disqualify an individual from working 58.24 for a cannabis business, and the length of the disqualification. Upon the office's request, a 58.25 state agency, as defined in section 13.02, subdivision 17, may release civil investigative 58.26 58.27 data, including data classified as protected nonpublic or confidential under section 13.39, subdivision 2, if the request is related to a specific applicant and the data is necessary to 58.28 make a determination under this section. 58.29

58.30 Sec. 60. [342.151] EMPLOYEES OF LICENSE HOLDERS.

58.31 <u>Subdivision 1.</u> <u>Criminal history check.</u> A license holder may employ or contract with 58.32 as many unlicensed individuals as may be necessary, provided that the license holder is at

SF4782	REVISOR	BD	S4782-4	4th Engrossment
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59.1	all times accountable for the good conduct of every individual employed by or contracted
59.2	with the license holder. Before hiring an individual as a cannabis worker, the license holder
59.3	must submit to the Bureau of Criminal Apprehension the individual's full set of fingerprints
59.4	and written consent for the bureau to conduct a state and national criminal history check.
59.5	The bureau may exchange an individual's fingerprints with the Federal Bureau of
59.6	Investigation. The Bureau of Criminal Apprehension must determine whether the individual
59.7	is qualified to be employed as a cannabis worker and must notify the license holder of the
59.8	bureau's determination. The license holder must not employ an individual who is disqualified
59.9	from being employed as a cannabis worker.
59.10	Subd. 2. Disqualification. (a) A license holder must not employ an individual as a
59.11	cannabis worker if the individual has been convicted of any of the following crimes that
59.12	would constitute a felony:
59.13	(1) human trafficking;
59.14	(2) noncannabis controlled substance crimes in the first or second degree;
59.15	(3) labor trafficking;
59.16	<u>(4) fraud;</u>
59.17	(5) embezzlement;
59.18	(6) extortion;
59.19	(7) money laundering; or
59.20	(8) insider trading;
59.21	if committed in this state or any other jurisdiction for which a full pardon or similar relief
59.22	has not been granted.
59.23	(b) A license holder must not employ an individual as a cannabis worker if the individual
59.24	made any false statement in an application for employment.
59.25	Sec. 61. Minnesota Statutes 2023 Supplement, section 342.17, is amended to read:
59.26	342.17 SOCIAL EQUITY APPLICANTS.
59.27	(a) An applicant qualifies as a social equity applicant if the applicant:
59.28	(1) was convicted of an offense involving the possession or sale of cannabis or marijuana
59.29	prior to May 1, 2023;

(2) had a parent, guardian, child, spouse, or dependent who was convicted of an offense 60.1 involving the possession or sale of cannabis or marijuana prior to May 1, 2023; 60.2 (3) was a dependent of an individual who was convicted of an offense involving the 60.3 possession or sale of cannabis or marijuana prior to May 1, 2023; 60.4 60.5 (4) is a military veteran, including status as a service-disabled veteran, current or former member of the national guard, or; 60.6 60.7 (5) any military veteran or current or former member of the national guard who lost honorable status due to an offense involving the possession or sale of cannabis or marijuana; 60.8 (5) (6) has been a resident for the last five years of one or more subareas, such as census 60.9 tracts or neighborhoods, that experienced a disproportionately large amount of cannabis 60.10 enforcement as determined by the study conducted by the office pursuant to section 342.04, 60.11 paragraph (b), and reported in the preliminary report, final report, or both; 60.12 (6) is an emerging farmer as defined in section 17.055, subdivision 1; or 60.13 60.14 (7) is currently a farmer or an aspiring cannabis farmer who faces barriers to education or employment; or 60.15 (7) (8) has been a resident for the last five years of one or more census tracts where, as 60.16 reported in the most recently completed decennial census published by the United States 60.17 Bureau of the Census, either: 60.18 (i) the poverty rate was 20 percent or more; or 60.19 (ii) the median family income did not exceed 80 percent of statewide median family 60.20 income or, if in a metropolitan area, did not exceed the greater of 80 percent of the statewide 60.21 median family income or 80 percent of the median family income for that metropolitan 60.22 area. 60.23 60.24 (b) The qualifications described in paragraph (a) apply to each individual applicant or, in the case of a business entity, every cooperative member or director, manager, and general 60.25 partner apply to at least 65 percent of the controlling ownership of the business entity. 60.26

60.27 Sec. 62. [342.175] SOCIAL EQUITY LICENSE CLASSIFICATION.

60.28 Subdivision 1. Social equity license classification. (a) The office must make a social
 60.29 equity classification available to a social equity applicant under section 342.17.

60.30 (b) The office must classify any type of license under section 342.10 as a social equity
 60.31 license if the license is held by a social equity applicant.

	SF4782	REVISOR	BD	S4782-4	4th Engrossment
61.1	Subd. 2. 8	Social equity applica	nts: temporal	v licenses. After acc	epting and reviewing
61.2					nay issue a temporary
61.3	license according to section 342.125 to the social equity applicant.				
61.4	Sec. 63. Mi	nnesota Statutes 2023	3 Supplement,	section 342.18, subd	ivision 3, is amended
61.5	to read:				
61.6	Subd. 3. A	Application score; li	cense priority	review. (a) The offic	ce shall award points
61.7	to review eac	ch completed applicat	ion for a licens	se to operate a cannal	bis business in the
61.8	following cat	tegories:			
61.9	(1) status	as a social equity app	olicant or as an	applicant who is sub	stantially similar to
61.10	a social equit	ty applicant as describ	oed in paragra f	oh (c);	
61.11	(2) status as a veteran or retired national guard applicant who does not meet the definition				
61.12	of social equi	ity applicant;			
61.13	(3) (1) see	curity and record keep	ping;		
61.14	(4) (2) em	ployee training plan;	;		
61.15	(5) (3) bu	siness plan and finan	cial situation;		
61.16	(6) (4) lat	por and employment j	practices;		
61.17	(7) <u>(</u>5) kn	owledge and experien	nce; and		
61.18	(8) (6) en	vironmental plan.			
61.19	(b) The of	ffice may award addit	tional points to	an application if the	license holder would
61.20	expand servio	ee to an underreprese	nted market, ir	cluding but not limit	ted to participation in
61.21	the medical c	cannabis program.			
61.22	(e) The of	ffice shall establish a _l	oplication mate	erials permitting indi	vidual applicants to
61.23	demonstrate ⁻	the impact that canna	bis prohibitior	has had on that appl	icant, including but
61.24	not limited to	the arrest or impriso	onment of the a	pplicant or a membe	r of the applicant's
61.25	immediate fa	mily, and the office n	nay award poi	nts to such applicants	in the same manner
61.26	as points are	awarded to social equ	uity applicants	-	
61.27	(d) (b) Th	ne office shall by rule	establish polic	eies and guidelines, w	which the office must
61.28	be made mak	e available to the put	olic, regarding	the number of points	⊬available_minimum
61.29	qualifications	s in each category and	d the basis for	awarding those point	s. Status as a social
61.30		ant must account for			•
61.31	determining (the number of points t	to award to a co	poperative or busines	s applying as a social

equity applicant, the office shall consider the number or ownership percentage of cooperative 62.1 members, officers, directors, managers, and general partners who qualify as social equity 62.2 applicants criteria that the office uses to determine whether an applicant meets the minimum 62.3 qualifications in each category. 62.4 62.5 (e) Consistent with the goals identified in subdivision 1, the office shall issue licenses 62.6 in each license category, giving priority to applicants who receive the highest score under paragraphs (a) and (b). If there are insufficient licenses available for entities that receive 62.7 62.8 identical scores, the office shall utilize a lottery to randomly select license recipients from among those entities. 62.9 Sec. 64. Minnesota Statutes 2023 Supplement, section 342.18, is amended by adding a 62.10 subdivision to read: 62.11 Subd. 4. Maximum number of licenses. (a) Through as many licensing periods as the 62.12 office deems necessary, the office shall issue no more than the maximum number of licenses 62.13 in each license category listed in paragraphs (e) and (f) to applicants that meet the minimum 62.14 qualifications in subdivision 3. After 24 months from the beginning of the license application 62.15 62.16 process, the office may adjust the maximum number of licenses of any type listed in this

62.17 subdivision based on market demand, consistent with the objectives in section 342.02,

62.18 <u>subdivision 1, and the annual report required under section 342.04, paragraph (f).</u>

(b) If there are insufficient licenses available for all applicants that meet the minimum
qualifications in subdivision 3, the office shall hold a lottery to randomly select license
recipients from among the applicants. The office may issue as many licenses as the office
deems necessary of a license type that is not listed in this subdivision. The office is not
required to issue a license for a license type that is not listed in this subdivision.

(c) Cannabis microbusiness and cannabis mezzobusiness license holders with a retail
endorsement must obtain at least one other endorsement for authorized actions under the
license category within 18 months of license issuance or the office may revoke the license
holder's license or take appropriate enforcement action.

62.28 (d) The office is not required to issue licenses to meet the maximum number of licenses 62.29 that may be issued under paragraphs (e) and (f).

- 62.30 (e) For licenses that are available to social equity applicants, the maximum number of
- 62.31 <u>licenses that the office may issue are:</u>
- 62.32 (1) cultivator licenses, 25;
- 62.33 (2) product manufacturer licenses, 12;

	SF4782	REVISOR	BD	S4782-4	4th Engrossment
63.1	(3) retaile	er licenses, 100; and			
63.2	<u>(4) canna</u>	bis mezzobusiness lic	enses, 22.		
63.3	(f) For lic	enses that are availabl	le to all applic	ants, the maximum num	ber of licenses that
63.4	the office ma	y issue are:			
63.5	(1) cultive	ator licenses, 25;			
63.6	<u>(2) produ</u>	ct manufacturer licen	ses, 12;		
63.7	(3) retaile	er licenses, 100; and			
63.8	<u>(</u> 4) canna	bis mezzobusiness lic	enses, 22.		
63.9	Sec. 65. Mi	innesota Statutes 202.	3 Supplement	, section 342.18, is ame	nded by adding a
63.10	subdivision t	o read:			
63.11	<u>Subd. 5.</u>	Conversion to hemp	business lice	nse. (a) After the office	adopts initial rules
63.12	pertaining to	cannabis, the office r	nay permit a l	holder of a hemp-derive	d cannabinoid
63.13	business regi	stration pursuant to se	ection 151.72	to convert the holder's	registration to a
63.14	comparable l	ower-potency hemp e	dible busines	s license if:	
63.15	(1) the reg	gistration was active be	efore the office	e adopted initial rules per	taining to cannabis;
63.16	(2) the reg	gistrant submits docu	mentation to	the office sufficient to m	neet the minimum
63.17	requirements	in section 342.44;			
63.18	(3) the reg	gistrant pays an appli	cation and lic	ensing fee as required b	y section 342.11;
63.19	and				
63.20	(4) the reg	gistrant is in good sta	nding with th	e state.	
63.21	(b) A regi	strant with an active h	emp-derived	cannabinoid business re	gistration pursuant
63.22	to section 15	1.72 may continue op	erations unde	r an active registration f	or no more than 30
63.23	days after the	office begins accepting	ng application	s for a lower-potency he	mp edible business
63.24	license.				
63.25	(c) Upon	the submission of an	application fo	or a lower-potency hemp	o edible business
63.26	license to the	office, a registrant's	hemp-derived	l cannabinoid business r	egistration shall
63.27	remain active	e until the office make	es a determina	ation regarding the regis	trant's application,
63.28	as long as the	e registrant remains ir	n good standir	ng with the state.	

64.1 Sec. 66. Minnesota Statutes 2023 Supplement, section 342.19, subdivision 1, is amended
64.2 to read:
64.3 Subdivision 1. Authority to inspect. (a) In order to carry out the purposes of this chapter,
64.4 the office, upon presenting appropriate credentials to the owner, operator, or agent in charge,
64.5 is authorized to:

64.6 (1) enter any cannabis business or hemp business the place of business of any cannabis
64.7 business, hemp business, or business engaged in the cultivation, manufacture, or retail sale
64.8 of cannabis without a license under this chapter without delay and at reasonable times;

(2) inspect and investigate during regular working hours and at other reasonable times,
within reasonable limits and in a reasonable manner, any cannabis business or hemp business
the place of business of any cannabis business, hemp business, or business engaged in the
cultivation, manufacture, or retail sale of cannabis without a license under this chapter and
all relevant conditions, equipment, records, and materials therein; and

64.14 (3) question privately any employer, owner, operator, agent, or employee of a cannabis
64.15 business or hemp business any cannabis business, hemp business, or business engaged in
64.16 the cultivation, manufacture, or retail sale of cannabis without a license under this chapter.

64.17 (b) An employer, owner, operator, agent, or employee must not refuse the office entry64.18 or otherwise deter or prohibit the office from taking action under paragraph (a).

64.19 Sec. 67. Minnesota Statutes 2023 Supplement, section 342.19, subdivision 3, is amended64.20 to read:

Subd. 3. Aiding of inspection. Subject to rules issued by the office, a representative of
a cannabis business or hemp business shall business participating in the cannabis industry
or hemp consumer industry must be given an opportunity to accompany the office during
the physical inspection of any cannabis business or hemp the business for the purpose of
aiding such inspection.

64.26 Sec. 68. Minnesota Statutes 2023 Supplement, section 342.19, subdivision 4, is amended
64.27 to read:

Subd. 4. Complaints and reports; priority of inspection. (a) The office may conduct
inspections of any licensed cannabis business or hemp business cannabis business, hemp
business, or a business engaged in the cultivation, manufacture, or retail sale of cannabis
without a license under this chapter at any time to ensure compliance with the ownership
and operation requirements of this chapter.

(b) Any person may report a suspected violation of a safety or health standard. If upon
receipt of such notification the office determines that there are reasonable grounds to believe
that such violation or danger exists, the office shall make a special inspection as soon as
practicable to determine if such danger or violation exists.

(c) The office shall prioritize inspections of cannabis businesses and hemp businesses
where there are reasonable grounds to believe that a violation by a person or business poses
imminent danger to the public or customers. Inspections must take place within one business
day of the receipt of a credible report.

(d) The office shall promptly inspect cannabis businesses and hemp businesses the place
of business of any cannabis business, hemp business, or a business engaged in the cultivation,
manufacture, or retail sale of cannabis without a license under this chapter that are is the
subject of complaint by a local unit of government.

65.13 Sec. 69. Minnesota Statutes 2023 Supplement, section 342.19, subdivision 5, is amended65.14 to read:

65.15 Subd. 5. Violations; administrative orders and penalties. (a) The office may issue an 65.16 administrative order to any licensed cannabis business or hemp business cannabis business, hemp business, or a business engaged in the cultivation, manufacture, or retail sale of 65.17 cannabis without a license under this chapter that the office determines has committed a 65.18 violation of this chapter or rules adopted pursuant to this chapter. The administrative order 65.19 may require the business to correct the violation or to cease and desist from committing the 65.20 65.21 violation. The order must state the deficiencies that constitute the violation and the time by which the violation must be corrected. If the business believes that the information in the 65.22 administrative order is in error, the business may ask the office to consider the parts of the 65.23 order that are alleged to be in error. The request must be in writing, delivered to the office 65.24 by certified mail within seven days after receipt of the order, and provide documentation 65.25 to support the allegation of error. The office must respond to a request for reconsideration 65.26 within 15 days after receiving the request. A request for reconsideration does not stay the 65.27 65.28 correction order unless the office issues a supplemental order granting additional time. The office's disposition of a request for reconsideration is final. 65.29

(b) For each violation of this chapter or rules adopted pursuant to this chapter, the office
may issue to each cannabis business or hemp individual or business a monetary penalty of
up to \$10,000, an amount that deprives the individual or business of any economic advantage
gained by the violation, or both.

66.1 (c) An administrative penalty may be recovered in a civil action in the name of the state
66.2 brought in the district court of the county where the violation is alleged to have occurred
66.3 or the district court where the office is housed.

S4782-4

66.4 (d) In addition to penalties listed in this subdivision, a person or business who violates
66.5 the provisions of this chapter is subject to any applicable criminal penalty.

66.6 Sec. 70. Minnesota Statutes 2023 Supplement, section 342.22, is amended to read:

66.7 **342.22 RETAILERS; LOCAL REGISTRATION AND ENFORCEMENT.**

66.8 Subdivision 1. **Registration required.** Before <u>receiving a retail operations endorsement</u> 66.9 <u>and making retail sales to customers or patients, a cannabis microbusiness with a retail</u> 66.10 operations endorsement, cannabis mezzobusiness with a retail operations endorsement, 66.11 cannabis retailer, medical cannabis retailer, medical cannabis combination business, or 66.12 lower-potency hemp edible retailer must register with the city, town, or county in which 66.13 the retail establishment is located. A county may issue a registration in cases where a city 66.14 or town has provided consent for the county to issue the registration for the jurisdiction.

Subd. 2. Registration fee. (a) A local unit of government may impose an initial retail 66.15 registration fee of \$500 or up to half the amount of the applicable initial license fee under 66.16 66.17 section 342.11, whichever is less. The local unit of government may also impose a renewal retail registration fee of \$1,000 or up to half the amount of the applicable renewal license 66.18 fee under section 342.11, whichever is less. The initial registration fee shall include the fee 66.19 for initial registration and the first annual renewal. Any renewal fee imposed by the local 66.20 unit of government shall be charged at the time of the second renewal and each subsequent 66.21 annual renewal thereafter. 66.22

66.23 (b) The local unit of government may not charge an application fee.

66.24 (c) A cannabis business with a cannabis retailer license and a medical cannabis retailer
 66.25 license for the same location may only be charged a single registration fee.

(d) (c) Registration fees are nonrefundable.

66.27 Subd. 3. Issuance of registration. (a) A local unit of government shall issue a retail
66.28 registration to a cannabis microbusiness with a retail operations endorsement, cannabis
66.29 mezzobusiness with a retail operations endorsement, cannabis retailer, medical cannabis
66.30 retailer, or lower-potency hemp edible retailer that:

66.31 (1) has a valid license issued an application that has been approved by the office;

66.32 (2) has paid the registration fee or renewal fee pursuant to subdivision 2;

- 67.1 (3) is found to be in compliance with the requirements of this chapter at any preliminary
 67.2 compliance check that the local unit of government performs; and
- 67.3 (4) if applicable, is current on all property taxes and assessments at the location where
 67.4 the retail establishment is located.
- (b) Before issuing a retail registration, the local unit of government may conduct a
 preliminary compliance check to ensure that the cannabis business or hemp business is in
 compliance with the any applicable operation requirements and the limits on the types of
 cannabis flower, cannabis products, lower-potency hemp edibles, and hemp-derived consumer
 products that may be sold local ordinance established pursuant to section 342.13.
- 67.10 (c) A local unit of government shall renew the retail registration of a cannabis business
 67.11 or hemp business when the office renews the license of the cannabis business or hemp
 67.12 business.

67.13 (d) A retail registration issued under this section may not be transferred.

- Subd. 4. Compliance checks. (a) A local unit of government shall conduct compliance 67.14 checks of every cannabis business and hemp business with a retail registration issued by 67.15 the local unit of government. The checks During a compliance check, a local unit of 67.16 government shall assess a business's compliance with age verification requirements, the 67.17 and compliance with any applicable operation requirements, and the applicable limits on 67.18 the types of cannabis flower, cannabis products, lower-potency hemp edibles, and 67.19 hemp-derived consumer products being sold local ordinance established pursuant to section 67.20 342.13. 67.21
- (b) The <u>A</u> local unit of government must conduct unannounced age verification
 compliance checks <u>of every cannabis business and hemp business</u> at least once each calendar
 year. Age verification compliance checks must involve persons at least 17 years of age but
 under the age of 21 who, with the prior written consent of a parent or guardian if the person
 is under the age of 18, attempt to purchase adult-use cannabis flower, adult-use cannabis
 products, lower-potency hemp edibles, or hemp-derived consumer products under the direct
 supervision of a law enforcement officer or an employee of the local unit of government.
- 67.29 (c) Checks to ensure compliance with the applicable operation requirements and the
 67.30 limits on the types of cannabis flower, cannabis products, lower-potency hemp edibles, and
 67.31 hemp-derived consumer products that may be sold must be performed at least once each
 67.32 calendar year and may be performed by a law enforcement officer or an employee of the
 67.33 local unit of government.

Subd. 5. Registration suspension and cancellation; notice to office; penalties. (a) If 68.1 a local unit of government determines that a cannabis business or hemp business with a 68.2 retail registration issued by the local unit of government is not operating in compliance with 68.3 the requirements of this chapter a local ordinance authorized under section 342.13 or that 68.4 the operation of the business poses an immediate threat to the health or safety of the public, 68.5 the local unit of government may suspend the retail registration of the cannabis business or 68.6 hemp business. The local unit of government must immediately notify the office of the 68.7 68.8 suspension and shall include a description of the grounds for the suspension.

(b) The office shall review the retail registration suspension and may order reinstatementof the retail registration or take any action described in section 342.19 or 342.21.

(c) The retail registration suspension must be for up to 30 days unless the office suspends
the license and operating privilege of the cannabis business or hemp business for a longer
period or revokes the license.

(d) The local unit of government may reinstate the retail registration if the local unit of
 government determines that any violation has been cured. The local unit of government
 must reinstate the retail registration if the office orders reinstatement.

(e) No cannabis microbusiness with a retail operations endorsement, cannabis
mezzobusiness with a retail operations endorsement, cannabis retailer, medical cannabis
retailer, medical cannabis combination business, or lower-potency hemp edible retailer may
make any sale to a customer or patient without a valid retail registration with a local unit
of government and a valid endorsement from the office. A local unit of government may
impose a civil penalty of up to \$2,000 for each violation of this paragraph.

68.23 Sec. 71. Minnesota Statutes 2023 Supplement, section 342.24, subdivision 1, is amended68.24 to read:

Subdivision 1. Individuals under 21 years of age. (a) A cannabis business may not
employ an individual under 21 years of age and may not contract with an individual under
21 years of age if the individual's scope of work involves the handling of cannabis plants,
cannabis flower, artificially derived cannabinoids, or cannabinoid products.

(b) A cannabis business may not permit an individual under 21 years of age to enter the
business premises other than entry by a <u>patient person</u> enrolled in the registry program.

(c) A cannabis business may not sell or give cannabis flower, cannabis products,
lower-potency hemp edibles, or hemp-derived consumer products to an individual under
21 years of age unless the individual is a patient; registered designated caregiver; or a parent,

SF4782	REVISOR	BD	S4782-4	4th Engrossment
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69.1 legal guardian, or spouse of a patient who is authorized to use, possess, or transport medical
 69.2 cannabis flower or medical cannabinoid products enrolled in the patient registry program

69.3 and the cannabis business holds a medical cannabis retail endorsement.

69.4 Sec. 72. Minnesota Statutes 2023 Supplement, section 342.24, subdivision 2, is amended69.5 to read:

69.6 Subd. 2. Use of cannabis flower and products within a licensed cannabis business. (a)
69.7 A cannabis business may not permit an individual who is not an employee to consume
69.8 cannabis flower, cannabis products, lower-potency hemp edibles, or hemp-derived consumer
69.9 products within its licensed premises unless the business is licensed to permit on-site
69.10 consumption.

(b) Except as otherwise provided in this subdivision, a cannabis business may not permit
an employee to consume cannabis flower, cannabis products, lower-potency hemp edibles,
or hemp-derived consumer products within its licensed premises or while the employee is
otherwise engaged in activities within the course and scope of employment.

(c) A cannabis business may permit an employee to use medical cannabis flower and
 medical cannabinoid products if that individual is a patient enrolled in the registry program
 and consuming cannabis as prescribed.

(d) For quality control, employees of a licensed cannabis business may sample cannabis
flower, cannabis products, lower-potency hemp edibles, or hemp-derived consumer products.
Employees may not interact directly with customers for at least three hours after sampling
a product. Employees may not consume more than three samples in a single 24-hour period.
All samples must be recorded in the statewide monitoring system.

69.23 Sec. 73. Minnesota Statutes 2023 Supplement, section 342.28, is amended by adding a
69.24 subdivision to read:

69.25 Subd. 1a. Cannabis research. A cannabis researcher employed by or affiliated with

69.26 institutions of higher education that are regionally or nationally accredited may apply for a

69.27 cannabis microbusiness license to conduct cannabis crop research. A cannabis researcher

69.28 with a cannabis microbusiness license may perform activities identified in subdivision 1,

- 69.29 clauses (1) to (9) and (13). Cannabis grown for research purposes must not be offered for
- 69.30 sale or otherwise enter the stream of commerce.

Sec. 74. Minnesota Statutes 2023 Supplement, section 342.28, subdivision 2, is amended
to read:

Subd. 2. Size limitations. (a) A cannabis microbusiness that cultivates cannabis at an
indoor facility may cultivate up to 5,000 square feet of plant canopy. The office may adjust
plant canopy limits upward <u>or downward but not below 5,000 square feet to meet market</u>
demand consistent with the goals identified in section 342.02, subdivision 1.

(b) A cannabis microbusiness that cultivates cannabis at an outdoor location may cultivate
up to one-half acre of mature, flowering plants unless the office increases that limit. The
office may increase the limit to no more than one acre if the office determines that expansion
is. The office may adjust size limits upward or downward but not below one-half acre to
meet market demand consistent with the goals identified in section 342.02, subdivision 1.

70.12 (c) The office shall establish a limit on the manufacturing of cannabis products,

13 lower-potency hemp edibles, or hemp-derived consumer products a cannabis microbusiness 10.14 that manufactures such products may perform. The limit must be equivalent to the amount 170.15 of cannabis flower that can be harvested from a facility with a plant canopy of 5,000 square 170.16 feet in a year, but may be increased if the office expands the allowable area of cultivation 170.17 under paragraph (a).

(d) A cannabis microbusiness with the appropriate endorsement may operate one retaillocation.

Sec. 75. Minnesota Statutes 2023 Supplement, section 342.29, subdivision 1, is amendedto read:

Subdivision 1. Authorized actions. A cannabis mezzobusiness license, consistent with
the specific license endorsement or endorsements, entitles the license holder to perform any
or all of the following within the limits established by this section:

(1) grow cannabis plants from seed or immature plant to mature plant and harvest
cannabis flower from a mature plant for use as adult-use cannabis flower or for use in
adult-use cannabis products;

70.28 (2) grow cannabis plants from seed or immature plant to mature plant and harvest
 70.29 cannabis flower from a mature plant for use as medical cannabis flower or for use in medical
 70.30 cannabinoid products;

70.31 (3) (2) make cannabis concentrate;

71.1 (4) (3) make hemp concentrate, including hemp concentrate with a delta-9

tetrahydrocannabinol concentration of more than 0.3 percent as measured by weight;

71.3 (5) (4) manufacture artificially derived cannabinoids;

71.4 (6) (5) manufacture adult-use cannabis products, lower-potency hemp edibles, and 71.5 hemp-derived consumer products for public consumption;

71.6 (7) (6) manufacture and process medical cannabinoid products;

71.7 (8) (7) purchase immature cannabis plants and seedlings and cannabis flower from a
 71.8 cannabis microbusiness, another cannabis mezzobusiness, a cannabis manufacturer, or a
 71.9 cannabis wholesaler;

(9) (8) purchase cannabis concentrate, hemp concentrate, and synthetically derived
cannabinoids from a cannabis microbusiness, another cannabis mezzobusiness, a cannabis
manufacturer, or a cannabis wholesaler for use in manufacturing adult-use cannabis products,
lower-potency hemp edibles, or hemp-derived consumer products;

71.14 (10) (9) purchase hemp plant parts and propagules from a licensed hemp grower licensed
 71.15 under chapter 18K;

71.16 (11) (10) purchase hemp concentrate from an industrial hemp processor licensed under
 71.17 chapter 18K;

71.18 (12) (11) package and label adult-use cannabis flower, adult-use cannabis products,
 71.19 lower-potency hemp edibles, and hemp-derived consumer products for sale to customers;

(13)(12) sell immature cannabis plants and seedlings, adult-use cannabis flower, adult-use
 cannabis products, lower-potency hemp edibles, hemp-derived consumer products, and
 other products authorized by law to other cannabis businesses and to customers; and

71.23 (14)(13) perform other actions approved by the office.

Sec. 76. Minnesota Statutes 2023 Supplement, section 342.29, subdivision 4, is amended
to read:

Subd. 4. Multiple licenses; limits. (a) A person, cooperative, or business holding a
cannabis mezzobusiness license may also hold a cannabis event organizer license and a
medical cannabis retailer license.

(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
cannabis mezzobusiness license may own or operate any other cannabis business or hemp
business or hold more than one cannabis mezzobusiness license.

S4782-4

(c) For purposes of this subdivision, a restriction on the number or type of license that
a business may hold applies to every cooperative member or every director, manager, and
general partner of a cannabis business.

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Sec. 77. Minnesota Statutes 2023 Supplement, section 342.30, subdivision 4, is amended
to read:

Subd. 4. Multiple licenses; limits. (a) A person, cooperative, or business holding a
cannabis cultivator license may also hold a cannabis manufacturing license, medical cannabis
cultivator license, medical cannabis producer license, license to grow industrial hemp, and
cannabis event organizer license.

(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
cannabis cultivator license may own or operate any other cannabis business or hemp business.
This prohibition does not prevent the transportation of cannabis flower from a cannabis
cultivator to a cannabis manufacturer licensed to the same person, cooperative, or business
and located on the same premises.

(c) The office by rule may limit the number of cannabis cultivator licenses a person,
cooperative, or business may hold.

(d) For purposes of this subdivision, a restriction on the number or type of license a
business may hold applies to every cooperative member or every director, manager, and
general partner of a cannabis business.

Sec. 78. Minnesota Statutes 2023 Supplement, section 342.31, subdivision 4, is amendedto read:

Subd. 4. Multiple licenses; limits. (a) A person, cooperative, or business holding a
cannabis manufacturer license may also hold a cannabis cultivator license, a medical cannabis
cultivator license, a medical cannabis processor license, and a cannabis event organizer
license.

(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
cannabis manufacturer license may own or operate any other cannabis business or hemp
business. This prohibition does not prevent transportation of cannabis flower from a cannabis
cultivator to a cannabis manufacturer licensed to the same person, cooperative, or business
and located on the same premises.

(c) The office by rule may limit the number of cannabis manufacturer licenses that aperson or business may hold.

(d) For purposes of this subdivision, a restriction on the number or type of license that
a business may hold applies to every cooperative member or every director, manager, and
general partner of a cannabis business.

73.4 Sec. 79. Minnesota Statutes 2023 Supplement, section 342.32, subdivision 4, is amended
73.5 to read:

Subd. 4. Multiple licenses; limits. (a) A person, cooperative, or business holding a
cannabis retailer license may also hold a cannabis delivery service license, a medical cannabis
retailer license, and a cannabis event organizer license.

(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
cannabis retailer license may own or operate any other cannabis business or hemp business.

(c) No person, cooperative, or business may hold a license to own or operate more than
one cannabis retail business in one city and three retail businesses in one county.

(d) The office by rule may limit the number of cannabis retailer licenses a person,
cooperative, or business may hold.

(e) For purposes of this subdivision, a restriction on the number or type of license a
business may hold applies to every cooperative member or every director, manager, and
general partner of a cannabis business.

73.18 Sec. 80. Minnesota Statutes 2023 Supplement, section 342.35, subdivision 1, is amended73.19 to read:

Subdivision 1. Authorized actions. A cannabis transporter license entitles the license 73.20 holder to transport immature cannabis plants and seedlings, cannabis flower, cannabis 73.21 products, artificially derived cannabinoids, hemp plant parts, hemp concentrate, 73.22 lower-potency hemp edibles, and hemp-derived consumer products from cannabis 73.23 microbusinesses, cannabis mezzobusinesses, cannabis cultivators, cannabis manufacturers, 73.24 cannabis wholesalers, lower-potency hemp edible manufacturers, medical cannabis retailers, 73.25 73.26 medical cannabis processors, and industrial hemp growers to cannabis microbusinesses, cannabis mezzobusinesses, cannabis manufacturers, cannabis testing facilities, cannabis 73.27 wholesalers, cannabis retailers, lower-potency hemp edible retailers, medical cannabis 73.28 processors, medical cannabis retailers, and medical cannabis combination businesses and 73.29 perform other actions approved by the office. 73.30

74.1 Sec. 81. Minnesota Statutes 2023 Supplement, section 342.37, subdivision 1, is amended74.2 to read:

Subdivision 1. Authorized actions. A cannabis testing facility license entitles the license 74.3 holder to obtain and test immature cannabis plants and seedlings, cannabis flower, cannabis 74.4 products, hemp plant parts, hemp concentrate, artificially derived cannabinoids, 74.5 lower-potency hemp edibles, and hemp-derived consumer products from cannabis 74.6 microbusinesses, cannabis mezzobusinesses, cannabis cultivators, cannabis manufacturers, 74.7 74.8 cannabis wholesalers, lower-potency hemp edible manufacturers, medical cannabis eultivators, medical cannabis processors, medical cannabis combination businesses, and 74.9 industrial hemp growers. 74.10

74.11 Sec. 82. Minnesota Statutes 2023 Supplement, section 342.40, subdivision 7, is amended74.12 to read:

Subd. 7. Cannabis event sales. (a) Cannabis microbusinesses with a retail endorsement,
cannabis mezzobusinesses with a retail endorsement, cannabis retailers, and lower-potency
hemp edible retailers, including the cannabis event organizer, may be authorized to sell
cannabis plants, adult-use cannabis flower, adult-use cannabis products, lower-potency
hemp edibles, and hemp-derived consumer products to customers at a cannabis event.

(b) All sales of cannabis plants, adult-use cannabis flower, adult-use cannabis products,
lower-potency hemp edibles, and hemp-derived consumer products at a cannabis event must
take place in a retail area as designated in the premises diagram.

74.21 (c) Authorized retailers may only conduct sales within their specifically assigned area.

(d) Authorized retailers must verify the age of all customers pursuant to section 342.27,
subdivision 4, before completing a sale and may not sell cannabis plants, adult-use cannabis
flower, adult-use cannabis products, lower-potency hemp edibles, or hemp-derived consumer
products to an individual under 21 years of age.

(e) Authorized retailers may display one sample of each type of cannabis plant, adult-use 74.26 74.27 cannabis flower, adult-use cannabis product, lower-potency hemp edible, and hemp-derived consumer product available for sale. Samples of adult-use cannabis and adult-use cannabis 74.28 products must be stored in a sample jar or display case and be accompanied by a label or 74.29 notice containing the information required to be affixed to the packaging or container 74.30 containing adult-use cannabis flower and adult-use cannabis products sold to customers. A 74.31 74.32 sample may not consist of more than eight grams of adult-use cannabis flower or adult-use cannabis concentrate, or an edible cannabis product infused with more than 100 milligrams 74.33

of tetrahydrocannabinol. A cannabis retailer may allow customers to smell the adult-usecannabis flower or adult-use cannabis product before purchase.

(f) The notice requirements under section 342.27, subdivision 6, apply to authorized
retailers offering cannabis plants, adult-use cannabis flower, adult-use cannabinoid products,
and hemp-derived consumer products for sale at a cannabis event.

75.6 (g) Authorized retailers may not:

(1) sell adult-use cannabis flower, adult-use cannabis products, lower-potency hemp
edibles, or hemp-derived consumer products to a person who is visibly intoxicated;

(2) knowingly sell more cannabis plants, adult-use cannabis flower, adult-use cannabis
products, lower-potency hemp edibles, or hemp-derived consumer products than a customer
is legally permitted to possess;

75.12 (3) sell medical cannabis flower or medical cannabinoid products;

(4) give away cannabis plants, cannabis flower, cannabis products, lower-potency hemp
edibles, or hemp-derived consumer products; or

(5) allow for the dispensing of cannabis plants, cannabis flower, cannabis products,
lower-potency hemp edibles, or hemp-derived consumer products in vending machines.

(h) Except for samples of a cannabis plant, adult-use cannabis flower, adult-use cannabis
product, lower-potency hemp edible, and hemp-derived consumer product, all cannabis
plants, adult-use cannabis flower, adult-use cannabis products, lower-potency hemp edibles,
and hemp-derived consumer products for sale at a cannabis event must be stored in a secure,
locked container that is not accessible to the public. Such items being stored at a cannabis
event shall not be left unattended.

(i) All cannabis plants, adult-use cannabis flower, adult-use cannabis products,
lower-potency hemp edibles, and hemp-derived consumer products for sale at a cannabis
event must comply with this chapter and rules adopted pursuant to this chapter regarding
the testing, packaging, and labeling of those items.

(j) All cannabis plants, adult-use cannabis flower, and adult-use cannabis products sold,
damaged, or destroyed at a cannabis event must be recorded in the statewide monitoring
system.

Sec. 83. Minnesota Statutes 2023 Supplement, section 342.41, subdivision 1, is amendedto read:

Subdivision 1. Authorized actions. A cannabis delivery service license entitles the license holder to purchase cannabis flower, cannabis products, lower-potency hemp edibles, and hemp-derived consumer products from licensed cannabis microbusinesses with a retail endorsement, cannabis mezzobusinesses with a retail endorsement, cannabis retailers, medical cannabis retailers, and medical cannabis combination businesses; transport and deliver cannabis flower, cannabis products, lower-potency hemp edibles, and hemp-derived consumable products to customers; and perform other actions approved by the office.

Sec. 84. Minnesota Statutes 2023 Supplement, section 342.41, subdivision 3, is amendedto read:

Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
cannabis delivery service license may also hold a cannabis retailer license, a cannabis
wholesaler license, a cannabis transporter license, <u>and a cannabis event organizer license</u>,
and a medical cannabis retailer license subject to the ownership limitations that apply to
those licenses.

(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
cannabis delivery service license may own or operate any other cannabis business or hemp
business.

(c) The office by rule may limit the number of cannabis delivery service licenses that aperson or business may hold.

(d) For purposes of this subdivision, a restriction on the number or type of license that
a business may hold applies to every cooperative member or every director, manager, and
general partner of a cannabis business.

Sec. 85. [342.465] LOWER-POTENCY HEMP EDIBLES; PROHIBITED CONDUCT. No person may sell, give, furnish, or in any way procure for another person lower-potency hemp edibles for the use of an obviously impaired person.

76.28 Sec. 86. Minnesota Statutes 2023 Supplement, section 342.51, is amended to read:

76.29 **342.51 MEDICAL CANNABIS <u>RETAILERS</u> <u>RETAIL ENDORSEMENT</u>.**

76.30 Subdivision 1. Authorized actions. (a) The office must issue a medical cannabis retail

76.31 endorsement to a cannabis business, if the business:

77.1	(1) submits a medical cannabis retail endorsement application to the office;
77.2	(2) has at least one employee who earned a medical cannabis consultant certificate issued
77.3	by the office and has completed the required training or has at least one employee who is
77.4	a licensed pharmacist under chapter 151; and
77.5	(3) otherwise meets all applicable requirements established by the office.
77.6	(b) A medical cannabis retailer license retail endorsement entitles the license holder to
77.7	purchase medical cannabis flower and medical cannabinoid products from medical cannabis
77.8	cultivators and medical cannabis processors and sell or distribute medical cannabis flower
77.9	and medical cannabinoid products to any person authorized to receive medical cannabis
77.10	flower or medical cannabinoid products. sell or distribute the following products to any
77.11	person enrolled in the medical cannabis patient registry under section 342.52:
77.12	(1) cannabis plants, cannabis flower, cannabis products, artificially derived cannabinoids,
77.13	lower-potency hemp edibles, and hemp-derived consumer products that are a product
77.14	category approved by the office and that comply with this chapter and rules adopted pursuant
77.15	to this chapter regarding the testing, packaging, and labeling of cannabis plants, cannabis
77.16	flower, cannabis products, artificially derived cannabinoids, lower-potency hemp edibles,
77.17	and hemp-derived consumer products; and
77.18	(2) associated paraphernalia.
77.19	(b) (c) A medical cannabis retailer license retail endorsement holder must verify that all
77.20	medical cannabis flower and medical cannabinoid products under paragraph (b), clause (1),
77.21	have passed safety, potency, and consistency testing at a cannabis testing facility approved
77.22	by the office for the testing of medical cannabis flower and medical cannabinoid products
77.23	under paragraph (b), clause (1), before the medical cannabis retailer business may distribute
77.24	the medical cannabis flower or medical cannabinoid product products to any person
77.25	authorized to receive medical cannabis flower or medical cannabinoid products enrolled in
77.26	the medical cannabis patient registry program under section 342.52.
77.27	Subd. 2. Distribution requirements. (a) Prior to distribution of medical cannabis flower
77.28	or medical cannabinoid products, a medical cannabis retailer licensee products listed in
77.29	subdivision 1, paragraph (b), to a person enrolled in the patient registry program, an employee
77.30	with a valid medical cannabis consultant certificate issued by the office or a licensed
77.31	pharmacist under chapter 151 must:
77.32	(1) review and confirm the patient's enrollment in the registry verification program;

4th Engrossment

SF4782

REVISOR

BD

S4782-4

- (2) verify that the person requesting the distribution of medical cannabis flower or
 medical cannabinoid products <u>listed under subdivision 1, paragraph (b)</u>, is the patient, the
 patient's registered designated caregiver, or the patient's parent, legal guardian, or spouse
 using the procedures specified in section 152.11, subdivision 2d established by the office;
- 78.5 (3) ensure that a pharmacist employee of the medical cannabis retailer has consulted
 78.6 with the patient if required according to subdivision 3; and
- 78.7 (3) provide consultation to the patient to determine the proper type of product, dosage,
 78.8 and paraphernalia for the patient if required under subdivision 3;

(4) apply a patient-specific label on the medical cannabis flower or medical cannabinoid
product that includes recommended dosage requirements and other information as required
by rules adopted by the office-; and

78.12 (5) provide the patient with any other information required by the office.

(b) A medical cannabis retailer retail endorsement holder may not deliver medical
cannabis flower or medical cannabinoid products listed in subdivision 1, paragraph (b), to
a person enrolled in the patient registry program unless the medical cannabis retailer retail
endorsement holder also holds a cannabis delivery service license. The delivery of medical
cannabis flower and medical cannabinoid products are a product listed in subdivision 1,
paragraph (b), is subject to the provisions of section 342.42.

Subd. 3. Final approval for distribution of medical cannabis flower and medical 78.19 cannabinoid products. (a) A cannabis worker who is employed by a medical cannabis 78.20 retailer and retail endorsement holder who is licensed as a pharmacist pursuant to chapter 78.21 151 shall be or certified as a medical cannabis consultant by the office is the only person 78.22 who may give final approval for the distribution of medical cannabis flower and medical 78.23 cannabinoid products listed in subdivision 1, paragraph (b). Prior to the distribution of 78.24 medical cannabis flower or medical cannabinoid products listed in subdivision 1, paragraph 78.25 (b), a pharmacist or certified medical cannabis consultant employed by the a business with 78.26 a medical cannabis retailer retail endorsement must consult with the patient to determine 78.27 the proper type of medical cannabis flower, medical cannabinoid product, or medical cannabis 78.28 proper type of paraphernalia, and proper dosage for the patient after reviewing the range of 78.29 chemical compositions of medical cannabis flower or medical cannabinoid the product-78.30 intended for distribution: 78.31

78.32 (1) if the patient is purchasing the product for the first time;

	SF4/82	REVISOR	BD	54782-4	4th Engrossment
79.1	(2) if the patie	ent purchases a p	product that the	patient must administ	er using a different
79.2	method than the	patient's previou	s method of adr	ninistration;	
79.3	(3) if the patie	ent purchases a pi	roduct with a ca	nnabinoid concentrati	on of at least double
79.4	the patient's prior	r dosage; or			
79.5	(4) upon the 1	request of the pat	tient.		
79.6	(b) For purpos	ses of this subdiv	ision, a consulta	tion may be conducted	d remotely by secure
79.7	videoconference	, telephone, or ot	her remote mea	ns, as long as:	
79.8	(1) the pharm	acist <u>or consulta</u>	<u>nt engaging in t</u>	he consultation is abl	e to confirm the
79.9	identity of the pa	tient; and			
79.10	(2) the consul	ltation adheres to	patient privacy	requirements that ap	ply to health care
79.11	services delivere	d through teleme	dicine.		
79.12	(b) Notwithst	anding paragrapl	ı (a), a pharmac	ist consultation is not	required prior to the
79.13	distribution of m	edical cannabis f	lower or medic	a l cannabinoid produ	ets when a medical
79.14	cannabis retailer	is distributing m	edical cannabis	flower or medical ca	nnabinoid products
79.15	to a patient accore	to a patient-s	pecific dosage p	olan established with t	hat medical cannabis
79.16	retailer and is not	modifying the de	sage or product	being distributed und	er that plan. Medical
79.17	cannabis flower	ə r medical canna	binoid products	distributed under thi	s paragraph must be
79.18	distributed by a f	harmacy technic	cian employed t	by the medical cannat	v is retailer.
79.19	Subd. 4. 90-d	ay supply. A me	edical cannabis	retailer shall not distr	ibute more than a
79.20	90-day supply of	medical cannab	is flower or mee	lical cannabinoid pro	ducts to a patient,
79.21	registered design	ated caregiver, o	r parent, legal g	uardian, or spouse of	a patient according
79.22	to the dosages es	tablished for the	individual patie	ent.	
79.23	Subd. 5. Dist	ribution to recip	ient in a motor	vehicle. A medical ca	annabis retailer retail
79.24	endorsement hole	der may distribut	te medical cann	abis flower and medie	cal cannabinoid
79.25	products a produ	ct listed in subdiv	vision 1, paragra	a <u>ph (b),</u> to a patient, r	egistered designated
79.26	caregiver, or pare	ent, legal guardia	n, or spouse of	a patient person enro	lled in the patient
79.27	registry program	who is at a dispe	ensary location	but remains in a moto	or vehicle, provided
79.28	that:				
79.29	(1) staff receiv	ve payment and d	istribute medica	l cannabis flower and	medical cannabinoid
79.30	products a produ	ct listed in subdi	vision 1, paragr	aph (b), in a designat	ed zone that is as
79.31	close as feasible	to the front door	of the facility;		
79.32	(2) the medic	al cannabis retail	l er retail endors	ement holder ensures	that the receipt of
79.33	payment and dist	ribution of medi	cal cannabis flo	wer and medical can	nabinoid products a

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S4782-4

4th Engrossment

SF4782

REVISOR

product listed in subdivision 1, paragraph (b), are visually recorded by a closed-circuit 80.1 television surveillance camera and provides any other necessary security safeguards; 80.2 80.3 (3) the medical cannabis retailer retail endorsement holder does not store medical cannabis flower or medical cannabinoid products a product listed in subdivision 1, paragraph (b), 80.4 80.5 outside a restricted access area and staff transport medical cannabis flower and medical cannabinoid products the product from a restricted access area to the designated zone for 80.6 distribution only after confirming that the patient, designated caregiver, or parent, guardian, 80.7 or spouse person enrolled in the patient registry program has arrived in the designated zone; 80.8 (4) the payment for and distribution of medical cannabis flower and medical cannabinoid 80.9 products a product listed in subdivision 1, paragraph (b), take place only after a pharmacist 80.10 consultation takes place, if required under subdivision 3 meeting the requirements in 80.11 subdivision 2; 80.12 (5) immediately following the distribution of medical cannabis flower or medical 80.13 eannabinoid products a product listed in subdivision 1, paragraph (b), staff enter record the 80.14 transaction in the statewide monitoring system; and 80.15 (6) immediately following the distribution of medical cannabis flower and medical 80.16 cannabinoid products a product listed in subdivision 1, paragraph (b), staff take the payment 80.17 received into the facility. 80.18 **EFFECTIVE DATE.** This section is effective March 1, 2025, or upon the adoption of 80.19 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever 80.20 is later. 80.21 Sec. 87. Minnesota Statutes 2023 Supplement, section 342.515, is amended to read: 80.22 342.515 MEDICAL CANNABIS COMBINATION BUSINESSES. 80.23 Subdivision 1. Authorized actions. (a) A person, cooperative, or business holding a 80.24 medical cannabis combination business license is prohibited from owning or operating any 80.25 other cannabis business or hemp business or holding an active registration agreement under 80.26 section 152.25, subdivision 1. 80.27 (b) A person or business may hold only one medical cannabis combination business 80.28 license. 80.29 (c) A medical cannabis combination business license entitles the license holder to perform 80.30

any or all of the following within the limits established by this section:

(1) grow cannabis plants from seed or immature plant to mature plant and harvest 81.1 adult-use cannabis flower and medical cannabis flower from a mature plant; 81.2 81.3 (2) make cannabis concentrate; (3) make hemp concentrate, including hemp concentrate with a delta-9 81.4 81.5 tetrahydrocannabinol concentration of more than 0.3 percent as measured by weight; (4) manufacture artificially derived cannabinoids; 81.6 81.7 (5) manufacture medical cannabinoid products; (6) manufacture adult-use cannabis products, lower-potency hemp edibles, and 81.8 81.9 hemp-derived consumer products for public consumption; (7) purchase immature cannabis plants and seedlings and cannabis flower from a cannabis 81.10 81.11 microbusiness, a cannabis mezzobusiness, a cannabis manufacturer, a cannabis wholesaler, a medical cannabis cultivator, or another medical cannabis combination business; 81.12 81.13 (8) purchase hemp plant parts and propagules from an industrial hemp grower licensed under chapter 18K; 81.14 (9) purchase cannabis concentrate, hemp concentrate, and artificially derived cannabinoids 81.15 from a cannabis microbusiness, a cannabis mezzobusiness, a cannabis manufacturer, a 81.16 cannabis wholesaler, a medical cannabis processor, or another medical cannabis combination 81.17 business; 81.18 81.19 (10) purchase hemp concentrate from an industrial hemp processor licensed under chapter 18K; 81.20 (11) package and label medical cannabis flower and medical cannabinoid products for 81.21 sale to medical cannabis processors, medical cannabis retailers, other medical cannabis 81.22 combination businesses, and patients enrolled in the registry program, registered designated 81.23 81.24 caregivers, and parents, legal guardians, and spouses of an enrolled patient; (12) package and label adult-use cannabis flower, adult-use cannabis products, 81.25 81.26 lower-potency hemp edibles, and hemp-derived consumer products for sale to customers; 81.27 (13) sell medical cannabis flower and medical cannabinoid products to patients enrolled in the registry program, registered designated caregivers, and parents, legal guardians, and 81.28 spouses of an enrolled patient; 81.29 (14) sell immature cannabis plants and seedlings, adult-use cannabis flower, adult-use 81.30

cannabis products, lower-potency hemp edibles, hemp-derived consumer products, and
other products authorized by law to other cannabis businesses and to customers; and

S4782-4

82.1 (15) perform other actions approved by the office.

Subd. 2. Cultivation; size limitations. (a) A medical cannabis combination business
may cultivate cannabis to be sold as medical cannabis flower or used in medical cannabinoid
products in an area of up to 60,000 square feet of plant canopy subject to the limits on
adult-use cannabis cultivation in paragraph (c).

(b) A medical cannabis combination business may cultivate cannabis to be sold as
adult-use cannabis flower or used in adult-use cannabis products in an area authorized by
the office as described in paragraph (c).

(c) The office shall authorize a medical cannabis combination business to cultivate 82.9 cannabis for sale in the adult-use market in an area of plant canopy that is equal to one-half 82.10 of the area the business used to cultivate cannabis sold in the medical market in the preceding 82.11 82.12 year. The office shall establish an annual verification and authorization procedure. The office may increase the area of plant canopy in which a medical cannabis combination 82.13 business is authorized to cultivate cannabis for sale in the adult-use market between 82.14 authorization periods if the business demonstrates a significant increase in the sale of medical 82.15 cannabis and medical cannabis products. 82.16

Subd. 3. Manufacturing; size limitations. The office may establish limits on cannabis
manufacturing that are consistent with the area of plant canopy a business is authorized to
cultivate.

Subd. 4. Retail locations. A medical cannabis combination business may operate up to
one retail location in each congressional district. A medical cannabis combination business
must offer medical cannabis flower, medical cannabinoid products, or both at every retail
location. Each retail location of a medical cannabis combination business must continuously
make cannabis flower or cannabinoid products available to patients enrolled in the registry
program, registered designated caregivers, and parents, legal guardians, and spouses of an
enrolled patient.

Subd. 5. Failure to participate; suspension or revocation of license. The office may
suspend or revoke a medical cannabis combination business license if the office determines
that the business is no longer actively participating in the medical cannabis market. The
office may, by rule, establish minimum requirements related to cannabis cultivation,
manufacturing of medical cannabinoid products, retail sales of medical cannabis flower and

82.32 medical cannabinoid products, and other relevant criteria to demonstrate active participation
82.33 in the medical cannabis market.

83.1	Subd. 6. Operations. A medical cannabis combination business must comply with the
83.2	relevant requirements of sections 342.25, 342.26, 342.27, and 342.51, subdivisions 2 to 5.
83.3	EFFECTIVE DATE. This section is effective the day following final enactment.
83.4 83.5	Sec. 88. Minnesota Statutes 2023 Supplement, section 342.52, subdivision 1, is amended to read:
83.6	Subdivision 1. Administration. The Division of Medical Cannabis office must administer
83.7	the medical cannabis patient registry program.
83.8	EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of
83.9	initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever
83.10	is later.
83.11	Sec. 89. Minnesota Statutes 2023 Supplement, section 342.52, subdivision 2, is amended
83.12	to read:
83.13	Subd. 2. Application procedure for patients. (a) A patient seeking to enroll in the
83.14	registry program must submit to the Division of Medical Cannabis office an application
83.15	established by the Division of Medical Cannabis office and a copy of the certification
83.16	specified in paragraph (b) or, if the patient is a veteran who receives care from the United
83.17	States Department of Veterans Affairs, the information required pursuant to subdivision 3.
83.18	The patient must provide at least the following information in the application:
83.19	(1) the patient's name, mailing address, and date of birth;
83.20	(2) the name, mailing address, and telephone number of the patient's health care
83.21	practitioner;
83.22	(3) the name, mailing address, and date of birth of the patient's registered designated
83.23	caregiver, if any, or the patient's parent, legal guardian, or spouse if the parent, legal guardian,
83.24	or spouse will be acting as the patient's caregiver;
83.25	(4) a disclosure signed by the patient that includes:
83.26	(i) a statement that, notwithstanding any law to the contrary, the office of Cannabis
83.27	Management, the Division of Medical Cannabis, or an employee of the office of Cannabis
83.28	Management or Division of Medical Cannabis may not be held civilly or criminally liable
83.29	for any injury, loss of property, personal injury, or death caused by an act or omission while
83.30	acting within the employee's scope of office or employment under this section; and

SF4782

REVISOR

BD

S4782-4

4th Engrossment

(ii) the patient's acknowledgment that enrollment in the registry program is conditional
on the patient's agreement to meet all other requirements of this section; and

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(5) all other information required by the Division of Medical Cannabis office.

(b) As part of the application under this subdivision, a patient must submit a copy of a
certification from the patient's health care practitioner that is dated within 90 days prior to
the submission of the application and that certifies that the patient has been diagnosed with
a qualifying medical condition.

(c) A patient's health care practitioner may submit a statement to the Division of Medical 84.8 Cannabis office declaring that the patient is no longer diagnosed with a qualifying medical 84.9 condition. Within 30 days after receipt of a statement from a patient's health care practitioner, 84.10 the Division of Medical Cannabis office must provide written notice to a patient stating that 84.11 the patient's enrollment in the registry program will be revoked in 30 days unless the patient 84.12 submits a certification from a health care practitioner that the patient is currently diagnosed 84.13 with a qualifying medical condition or, if the patient is a veteran, the patient submits 84.14 confirmation that the patient is currently diagnosed with a qualifying medical condition in 84.15 a form and manner consistent with the information required for an application made pursuant 84.16 to subdivision 3. If the Division of Medical Cannabis office revokes a patient's enrollment 84.17 in the registry program pursuant to this paragraph, the division must provide notice to the 84.18 patient and to the patient's health care practitioner. 84.19

EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of
 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever
 is later.

84.23 Sec. 90. Minnesota Statutes 2023 Supplement, section 342.52, subdivision 3, is amended
84.24 to read:

Subd. 3. Application procedure for veterans. (a) The Division of Medical Cannabis
office shall establish an alternative certification procedure for veterans who receive care
from the United States Department of Veterans Affairs to confirm that the veteran has been
diagnosed with a qualifying medical condition.

(b) A patient who is also a veteran and is seeking to enroll in the registry program must
submit to the Division of Medical Cannabis office a copy of the patient's veteran health

identification card issued by the United States Department of Veterans Affairs and an

84.32 application established by the Division of Medical Cannabis that includes the information

84.33 identified in subdivision 2, paragraph (a), and the additional information required by the

	SF4782	REVISOR	BD	S4782-4	4th Engrossment
85.1	Division of Me	dical Cannabis office	to certify th	nat the patient has bee	n diagnosed with a
85.2	qualifying med	ical condition.			
85.3	<u>EFFECTIV</u>	E DATE. This section	on is effecti	ve July 1, 2024.	
85.4	Sec. 91. Minn	esota Statutes 2023 S	Supplement,	section 342.52, subdi	ivision 4, is amended
85.5	to read:				
85.6	Subd. 4. En	rollment; denial of o	enrollment;	revocation. (a) With	in 30 days after the
85.7	receipt of an ap	plication and certifica	ation or othe	er documentation of a	diagnosis with a
85.8	qualifying med	ical condition, the Di	vision of M	edical Cannabis office	e must approve or
85.9	deny a patient's	enrollment in the reg	gistry progra	m. If the Division of	Medical Cannabis
85.10	office approves	a patient's enrollment	t in the regis	try program, the office	e must provide notice
85.11	to the patient ar	nd to the patient's hea	lth care pra	ctitioner.	
85.12	(b) <u>The offic</u>	ce may deny a patien	t's enrollme	nt in the registry prog	ram must only be
85.13	denied only if t	he patient:			
85.14	(1) does not	submit a certification	n from a hea	lth care practitioner o	or, if the patient is a
85.15	veteran, the doc	umentation required	under subdiv	vision 3 that the patier	nt has been diagnosed
85.16	with a qualifyin	g medical condition;			
85.17	(2) has not s	igned the disclosure	required in	subdivision 2;	
85.18	(3) does not	provide the informat	tion required	l by the Division of N	1edical Cannabis
85.19	office;				
85.20	(4) provided	l false information or	the applica	tion; or	
85.21	(5) at the tin	ne of application, is a	lso enrolled	in a federally approv	ed clinical trial for
85.22	the treatment of	a qualifying medica	l condition	with medical cannabia	5.
85.23	(c) If the Div	vision of Medical Can	nabis <u>office</u>	denies a patient's enro	ollment in the registry
85.24	program, the D	ivision of Medical Ca	nnabis<u>offi</u>	<u>e</u> must provide writte	en notice to a patient
85.25	of all reasons for	or denying enrollmen	t. Denial of	enrollment in the reg	istry program is
85.26	considered a fir	al decision of the off	fice and is su	bject to judicial revie	ew under chapter 14.
85.27	(d) <u>The offic</u>	e may revoke a patier	nt's enrollm	ent in the registry prog	gram may be revoked
85.28	only:				
85.29	(1) pursuant	to subdivision 2, par	agraph (c);		
85.30	(2) upon the	death of the patient;			

S4782-4

(3) if the patient's certifying health care practitioner has filed a declaration under 86.1 subdivision 2, paragraph (c), that the patient's qualifying diagnosis no longer exists and the 86.2 patient does not submit another certification within 30 days; 86.3 (4) if the patient does not comply with subdivision 6; or 86.4 86.5 (5) if the patient intentionally sells or diverts medical cannabis flower or medical cannabinoid products in violation of this chapter. 86.6 86.7 (e) If the office has revoked a patient's enrollment in the registry program has been revoked due to a violation of subdivision 6, the patient may apply for enrollment 12 months 86.8 after the date on which the patient's enrollment was revoked. The office must process such 86.9 an application in accordance with this subdivision. 86.10 **EFFECTIVE DATE.** This section is effective March 1, 2025, or upon the adoption of 86.11 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever 86.12 86.13 is later. Sec. 92. Minnesota Statutes 2023 Supplement, section 342.52, subdivision 5, is amended 86.14 to read: 86.15 Subd. 5. Registry verification. When a patient is enrolled in the registry program, the 86.16

Build Studie 5. Registry verification. When a patient is enrolled in the registry program, the
Division of Medical Cannabis <u>office</u> must assign the patient a patient registry number and
must issue the patient and the patient's registered designated caregiver, parent, legal guardian,
or spouse, if applicable, a registry verification. The <u>Division of Medical Cannabis office</u>
must also make the registry verification available to <u>medical cannabis retailers businesses</u>
with a medical cannabis retail endorsement. The registry verification must include:

86.22 (1) the patient's name and date of birth;

86.23 (2) the patient registry number assigned to the patient; and

(3) the name and date of birth of the patient's registered designated caregiver, if any, or
the name of the patient's parent, legal guardian, or spouse if the parent, legal guardian, or
spouse will act as a caregiver.

86.27 EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of 86.28 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever 86.29 is later.

SF4782	REVISOR	BD	S4782-4	4th Engrossment
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Sec. 93. Minnesota Statutes 2023 Supplement, section 342.52, subdivision 9, is amended 87.1 to read: 87.2 Subd. 9. Registered designated caregiver. (a) The Division of Medical Cannabis office 87.3 must register a designated caregiver for a patient if the patient requires assistance in 87.4 administering medical cannabis flower or medical cannabinoid products or in obtaining 87.5 medical cannabis flower, medical cannabinoid products, or medical cannabis paraphernalia 87.6 from a medical cannabis retailer business with a medical cannabis retail endorsement under 87.7 87.8 section 342.51. (b) In order to serve as a designated caregiver, a person must: 87.9 (1) be at least 18 years of age; 87.10 (2) agree to only possess the patient's medical cannabis flower and medical cannabinoid 87.11 products purchased under section 342.51 for purposes of assisting the patient; and 87.12 (3) agree that if the application is approved, the person will not serve as a registered 87.13 designated caregiver for more than six registered patients at one time. Patients who reside 87.14 in the same residence count as one patient. 87.15 (c) The office shall conduct a criminal background check on the designated caregiver 87.16

prior to registration to ensure that the person does not have a conviction for a disqualifying
felony offense. Any cost of the background check shall be paid by the person seeking
registration as a designated caregiver. A designated caregiver must have the criminal

87.20 background check renewed every two years.

(d) (c) Nothing in this section shall be construed to prevent a registered designated
 caregiver from being enrolled in the registry program as a patient and possessing and
 administering medical cannabis flower or medical cannabinoid products as a patient.

EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of
 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever
 is later.

87.27 Sec. 94. Minnesota Statutes 2023 Supplement, section 342.52, subdivision 11, is amended
87.28 to read:

Subd. 11. Notice of change of name or address. Patients and registered designated
caregivers must notify the <u>Division of Medical Cannabis office</u> of any address or name
change within 30 days of the change having occurred. A patient or registered designated
caregiver is subject to a \$100 fine for failure to notify the office of the change.

	5F4/82	KEVISOK	BD	54/82-4	4th Engrossment
88.1	EFFECTIVE	E DATE. This sect	ion is effecti	ve March 1, 2025, or up	oon the adoption of
88.2	initial rules perta	ining to medical ca	nnabis unde	r section 342.02, subdiv	vision 5, whichever
88.3	is later.				

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S1782 1

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88.4 Sec. 95. Minnesota Statutes 2023 Supplement, section 342.53, is amended to read:

342.53 DUTIES OF OFFICE OF CANNABIS MANAGEMENT; REGISTRY PROGRAM ADDING OR MODIFYING QUALIFYING MEDICAL CONDITIONS.

The office may add an allowable form of medical cannabinoid product, and may add or 88.7 modify a qualifying medical condition upon its the office's own initiative, upon a petition 88.8 from a member of the public or from the Cannabis Advisory Council, or as directed by law. 88.9 The office must evaluate all petitions and must make the addition or modification if the 88.10 office determines that the addition or modification is warranted by the best available evidence 88.11 and research. If the office wishes to add an allowable form or add or modify a qualifying 88.12 medical condition, the office must notify the chairs and ranking minority members of the 88.13 legislative committees and divisions with jurisdiction over health finance and policy by 88.14 January 15 of the year in which the change becomes effective. In this notification, the office 88.15 must specify the proposed addition or modification, the reasons for the addition or 88.16 modification, any written comments received by the office from the public about the addition 88.17 or modification, and any guidance received from the Cannabis Advisory Council. An addition 88.18 or modification by the office under this subdivision becomes effective on August 1 of that 88.19 88.20 year unless the legislature by law provides otherwise.

EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever is later.

88.24 Sec. 96. Minnesota Statutes 2023 Supplement, section 342.54, is amended to read:

88.25 **342.54 DUTIES OF DIVISION OF MEDICAL CANNABIS OFFICE OF**

88.26 <u>CANNABIS MANAGEMENT; MEDICAL CANNABIS PATIENT REGISTRY</u> 88.27 PROGRAM.

Subdivision 1. Duties related to health care practitioners. The Division of Medical Cannabis office must:

(1) provide notice of the registry program to health care practitioners in the state;

(2) allow health care practitioners to participate in the registry program if they request
to participate and meet the program's requirements;

SE1792

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(3) provide explanatory information and assistance to health care practitioners to
understand the nature of the therapeutic use of medical cannabis flower and medical
cannabinoid products within program requirements;

(4) make available to participating health care practitioners a certification form in which
a health care practitioner certifies that a patient has a qualifying medical condition; and

(5) supervise the participation of health care practitioners in the registry reporting system
in which health care practitioners report patient treatment and health records information
to the office in a manner that ensures stringent security and record keeping requirements
and that prevents the unauthorized release of private data on individuals as defined in section
13.02.

89.11 Subd. 2. Duties related to the <u>medical</u> registry program. The Division of Medical
89.12 Cannabis office must:

(1) administer the registry program according to section 342.52;

(2) provide information to patients enrolled in the registry program on the existence of
federally approved clinical trials for the treatment of the patient's qualifying medical condition
with medical cannabis flower or medical cannabinoid products as an alternative to enrollment
in the registry program;

(3) maintain safety criteria with which patients must comply as a condition of participation
in the registry program to prevent patients from undertaking any task under the influence
of medical cannabis flower or medical cannabinoid products that would constitute negligence
or professional malpractice;

(4) review and publicly report on existing medical and scientific literature regarding the
range of recommended dosages for each qualifying medical condition, the range of chemical
compositions of medical cannabis flower and medical cannabinoid products that will likely
be medically beneficial for each qualifying medical condition, and any risks of noncannabis
drug interactions. This information must be updated by December 1 of each year every three
<u>years</u>. The office may consult with an independent laboratory under contract with the office
or other experts in reporting and updating this information; and

(5) annually consult with cannabis businesses about medical cannabis that the businesses
cultivate, manufacture, and offer for sale and post on the Division of Medical Cannabis
<u>office</u> website a list of the medical cannabis flower and medical cannabinoid products offered
for sale by each medical cannabis retailer.

Subd. 3. Research. (a) The Division of Medical Cannabis office must conduct or contract 90.1 with a third party to conduct research and studies using data from health records submitted 90.2 to the registry program under section 342.55, subdivision 2, and data submitted to the registry 90.3 program under section 342.52, subdivisions 2 and 3. If the division office contracts with a 90.4 third party for research and studies, the third party must provide the division office with 90.5 90.6 access to all research and study results. The division office must submit reports on intermediate or final research results to the legislature and major scientific journals. All 90.7 90.8 data used by the division office or a third party under this subdivision must be used or reported in an aggregated nonidentifiable form as part of a scientific peer-reviewed 90.9 publication of research or in the creation of summary data, as defined in section 13.02, 90.10 subdivision 19. 90.11

(b) The <u>Division of Medical Cannabis office</u> may submit medical research based on the
data collected under sections 342.55, subdivision 2, and data collected through the statewide
monitoring system to any federal agency with regulatory or enforcement authority over
medical cannabis flower and medical cannabinoid products to demonstrate the effectiveness
of medical cannabis flower or medical cannabinoid products for treating or alleviating the
symptoms of a qualifying medical condition.

90.18 **EFFECTIVE DATE.** This section is effective July 1, 2024.

90.19 Sec. 97. Minnesota Statutes 2023 Supplement, section 342.55, subdivision 1, is amended90.20 to read:

90.21 Subdivision 1. Health care practitioner duties before patient enrollment. Before a
90.22 patient's enrollment in the registry program, a health care practitioner must:

90.23 (1) determine, in the health care practitioner's medical judgment, whether a patient has
90.24 a qualifying medical condition and, if so determined, provide the patient with a certification
90.25 of that diagnosis;

90.26 (2) advise patients, registered designated caregivers, and parents, legal guardians, and
90.27 spouses acting as caregivers of any nonprofit patient support groups or organizations;

90.28 (3) provide to patients explanatory information from the Division of Medical Cannabis
90.29 <u>office</u>, including information about the experimental nature of the therapeutic use of medical
90.30 cannabis flower and medical cannabinoid products; the possible risks, benefits, and side
90.31 effects of the proposed treatment; and the application and other materials from the office;

90.32 (4) provide to patients a Tennessen warning as required under section 13.04, subdivision90.33 2; and

91.1	(5) agree to continue treatment of the patient's qualifying medical condition and to report
91.2	findings to the Division of Medical Cannabis office.
91.3	EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of
91.4	initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever
91.5	is later.
91.6	Sec. 98. Minnesota Statutes 2023 Supplement, section 342.55, subdivision 2, is amended
91.7	to read:
91.8	Subd. 2. Duties upon patient's enrollment in registry program. Upon receiving
91.9	notification from the Division of Medical Cannabis office of the patient's enrollment in the
91.10	registry program, a health care practitioner must:
91.11	(1) participate in the patient registry reporting system under the guidance and supervision
91.12	of the Division of Medical Cannabis office;
91.13	(2) report to the Division of Medical Cannabis office patient health records throughout
91.14	the patient's ongoing treatment in a manner determined by the office and in accordance with
91.15	subdivision 4;
91.16	(3) determine on a yearly basis every three years if the patient continues to have a
91.17	qualifying medical condition and, if so, issue the patient a new certification of that diagnosis.
91.18	The patient assessment conducted under this clause may be conducted via telehealth, as
91.19	defined in section 62A.673, subdivision 2; and
91.20	(4) otherwise comply with requirements established by the office of Cannabis
91.21	Management and the Division of Medical Cannabis.
91.22	EFFECTIVE DATE. This section is effective July 1, 2024.
91.23	Sec. 99. Minnesota Statutes 2023 Supplement, section 342.56, subdivision 1, is amended
91.24	to read:
91.25	Subdivision 1. Limitations on consumption; locations of consumption. (a) Nothing
91.26	in sections 342.47 342.51 to 342.60 permits any person to engage in, and does not prevent
91.27	the imposition of any civil, criminal, or other penalties for:
91.28	(1) undertaking a task under the influence of medical cannabis flower or medical
91.29	cannabinoid products that would constitute negligence or professional malpractice;
91.30	(2) possessing or consuming medical cannabis flower or medical cannabinoid products:
91.31	(i) on a school bus or van;

BD

S4782-4

4th Engrossment

Sec. 99.

SF4782

REVISOR

SF4782

BD S4782-4 (ii) in a correctional facility; 92.1 (iii) in a state-operated treatment program, including the Minnesota sex offender program; 92.2 or 92.3 (iv) on the grounds of a child care facility or family or group family day care program; 92.4 (3) vaporizing or smoking medical cannabis: 92.5 (i) on any form of public transportation; 92.6 (ii) where the vapor would be inhaled by a nonpatient minor or where the smoke would 92.7 be inhaled by a minor; or 92.8 (iii) in any public place, including any indoor or outdoor area used by or open to the 92.9 general public or a place of employment, as defined in section 144.413, subdivision 1b; and 92.10 (4) operating, navigating, or being in actual physical control of a motor vehicle, aircraft, 92.11 train, or motorboat or working on transportation property, equipment, or facilities while 92.12 under the influence of medical cannabis flower or a medical cannabinoid product. 92.13 (b) Except for the use of medical cannabis flower or medical cannabinoid products by 92.14 a patient enrolled in the patient registry program under section 342.52, the vaporizing or 92.15 smoking of cannabis flower, cannabis products, artificially derived cannabinoids, or 92.16 hemp-derived consumer products is prohibited in a multifamily housing building, including 92.17 balconies and patios appurtenant thereto. A violation of this paragraph is punishable through 92.18 a civil administrative fine in an amount of \$250. 92.19

EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of 92.20 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever 92.21 is later. 92.22

Sec. 100. Minnesota Statutes 2023 Supplement, section 342.56, subdivision 2, is amended 92.23 to read: 92.24

Subd. 2. Health care facilities. (a) Health care facilities licensed under chapter 144A; 92.25 hospice providers licensed under chapter 144A; boarding care homes or supervised living 92.26 facilities licensed under section 144.50; assisted living facilities under chapter 144G; facilities 92.27 owned, controlled, managed, or under common control with hospitals licensed under chapter 92.28 144; and other health care facilities licensed by the commissioner of health or the 92.29 commissioner of human services may adopt reasonable restrictions on the use of medical 92.30 cannabis flower or medical cannabinoid products by a patient enrolled in the registry program 92.31 who resides at or is actively receiving treatment or care at the facility. The restrictions may 92.32

include a provision that the facility must not store or maintain a patient's supply of medical 93.1 cannabis flower or medical cannabinoid products on behalf of the patient; that a patient 93.2 93.3 store the patient's supply of medical cannabis flower or medicinal cannabinoid products in a locked container accessible only to the patient, the patient's designated caregiver, or the 93.4 patient's parent, legal guardian, or spouse; that the facility is not responsible for providing 93.5 medical cannabis for patients; and that medical cannabis flower or medical cannabinoid 93.6 products are used only in a location specified by the facility or provider. Nothing in this 93.7 93.8 subdivision requires facilities and providers listed in this subdivision to adopt such restrictions. 93.9

(b) No facility or provider listed in this subdivision may unreasonably limit a patient's 93.10 access to or use of medical cannabis flower or medical cannabinoid products to the extent 93.11 that such use is authorized under sections 342.47 342.51 to 342.59. No facility or provider 93.12 listed in this subdivision may prohibit a patient access to or use of medical cannabis flower 93.13 or medical cannabinoid products due solely to the fact that cannabis is a Schedule I drug 93.14 pursuant to the federal Uniform Controlled Substances Act. If a federal regulatory agency, 93.15 the United States Department of Justice, or the federal Centers for Medicare and Medicaid 93.16 Services takes one of the following actions, a facility or provider may suspend compliance 93.17 with this paragraph until the regulatory agency, the United States Department of Justice, or 93.18 the federal Centers for Medicare and Medicaid Services notifies the facility or provider that 93.19 it may resume permitting the use of medical cannabis flower or medical cannabinoid products 93.20 within the facility or in the provider's service setting: 93.21

93.22 (1) a federal regulatory agency or the United States Department of Justice initiates
93.23 enforcement action against a facility or provider related to the facility's compliance with
93.24 the medical cannabis program; or

93.25 (2) a federal regulatory agency, the United States Department of Justice, or the federal
93.26 Centers for Medicare and Medicaid Services issues a rule or otherwise provides notification
93.27 to the facility or provider that expressly prohibits the use of medical cannabis in health care
93.28 facilities or otherwise prohibits compliance with the medical cannabis program.

(c) An employee or agent of a facility or provider listed in this subdivision or a person
licensed under chapter 144E is not violating this chapter or chapter 152 for the possession
of medical cannabis flower or medical cannabinoid products while carrying out employment
duties, including providing or supervising care to a patient enrolled in the registry program,
or distribution of medical cannabis flower or medical cannabinoid products to a patient
enrolled in the registry program who resides at or is actively receiving treatment or care at
the facility or from the provider with which the employee or agent is affiliated.

	SF4782	REVISOR	BD	S4782-4	4th Engrossment
94.1	EFFECT	IVE DATE. This see	ction is effectiv	e March 1, 2025, or u	pon the adoption of
94.2				section 342.02, subdi	
94.3	is later.				
94.4		innesota Statutes 202	3 Supplement,	section 342.57, subdiv	vision 1, is amended
94.5	to read:				
94.6	Subdivisio	on 1. Presumption.	There is a presu	mption that a patient	or other person
94.7	enrolled in the	e registry program is	engaged in the	e authorized use <u>or pos</u>	ssession of medical
94.8	cannabis flow	er and medical cann	abinoid produc	ts. This presumption 1	may be rebutted by
94.9	evidence that	the patient's use of m	nedical cannabi	s flower or medical ca	mnabinoid products
94.10	use or possess	sion of cannabis flow	ver or cannabin	oid products by a pati	ent or other person
94.11	enrolled in the	e registry program w	as not for the p	ourpose of <u>assisting with</u>	ith, treating, or
94.12	alleviating the	patient's or other pers	<u>son's qualifying</u>	medical condition or s	ymptoms associated
94.13	with the patie	nt's <u>or other person's</u>	_qualifying me	dical condition.	
94.14	EFFECT	IVE DATE. This sec	ction is effectiv	e March 1, 2025, or u	pon the adoption of
94.15	initial rules pe	ertaining to medical of	cannabis under	section 342.02, subdi	vision 5, whichever
94.16	is later.				
94.17	Sec. 102. M	innesota Statutes 202	3 Supplement,	section 342.57, subdiv	vision 2, is amended
94.18	to read:				
94.19	Subd. 2. C	Criminal and civil p	rotections. (a)	Subject to section 342	2.56, <u>the use or</u>
94.20	possession of	cannabis flower, car	nabinoid prod	ucts, or cannabis para	ohernalia by the
94.21	following are	persons is not violat	ions a violation	n of this chapter or cha	apter 152:
94.22	(1) use or	possession of medica	a l cannabis flo	wer, medical cannabin	oid products, or
94.23	medical canna	abis paraphernalia by	a patient <u>or p</u> e	erson enrolled in the re	egistry program or
94.24	by a visiting p	atient to whom medi	cal cannabis fl	ower or medical canna	binoid products are
94.25	distributed un	der section 342.51, s	subdivision 5;		
94.26	(2) posses	sion of medical cann	abis flower, m	edical cannabinoid pro	oducts, or medical
94.27	cannabis para	phernalia by a regist	ered designated	d caregiver or a parent	, legal guardian, or
94.28	spouse of a pa	atient <u>or person</u> enrol	lled in the regis	stry program; or	
94.29	(3) posses	sion of medical cann	abis flower, m	edical cannabinoid pro	oducts, or medical
94.30	cannabis para	phernalia by any pers	on while <u>that p</u>	<u>erson is</u> carrying out d	uties required under
94.31	sections 342.	47 <u>342.51</u> to 342.60.			

(b) The office of Cannabis Management, members of the Cannabis Advisory Council, 95.1 office of Cannabis Management employees, agents or contractors of the office of Cannabis 95.2 Management, and health care practitioners participating in the registry program are not 95.3 subject to any civil penalties or disciplinary action by the Board of Medical Practice, the 95.4 Board of Nursing, or any business, occupational, or professional licensing board or entity 95.5 solely for participating in the registry program either in a professional capacity or as a 95.6 patient. A pharmacist licensed under chapter 151 is not subject to any civil penalties or 95.7 disciplinary action by the Board of Pharmacy when acting in accordance with sections 95.8 342.47 342.51 to 342.60 either in a professional capacity or as a patient. Nothing in this 95.9 section prohibits a professional licensing board from taking action in response to a violation 95.10 of law. 95.11

95.12 (c) Notwithstanding any law to the contrary, a Cannabis Advisory Council member, the
95.13 governor, or an employee of a state agency must not be held civilly or criminally liable for
95.14 any injury, loss of property, personal injury, or death caused by any act or omission while
95.15 acting within the scope of office or employment under sections 342.47 342.51 to 342.60.

95.16 (d) Federal, state, and local law enforcement authorities are prohibited from accessing
95.17 the registry except when acting pursuant to a valid search warrant. Notwithstanding section
95.18 13.09, a violation of this paragraph is a gross misdemeanor.

95.19 (e) Notwithstanding any law to the contrary, the office and employees of the office must
95.20 not release data or information about an individual contained in any report or document or
95.21 in the registry and must not release data or information obtained about a patient enrolled in
95.22 the registry program, except as provided in sections 342.47 342.51 to 342.60.

95.23 Notwithstanding section 13.09, a violation of this paragraph is a gross misdemeanor.

95.24 (f) No information contained in a report or document, contained in the registry, or
95.25 obtained from a patient under sections 342.47 342.51 to 342.60 may be admitted as evidence
95.26 in a criminal proceeding, unless:

- 95.27 (1) the information is independently obtained; or
- 95.28 (2) admission of the information is sought in a criminal proceeding involving a criminal
 95.29 violation of sections 342.47 342.51 to 342.60.
- 95.30 (g) Possession of a registry verification or an application for enrollment in the registry95.31 program:
- 95.32 (1) does not constitute probable cause or reasonable suspicion;

(2) must not be used to support a search of the person or property of the person with a 96.1 registry verification or application to enroll in the registry program; and 96.2 96.3 (3) must not subject the person or the property of the person to inspection by any government agency. 96.4 96.5 EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever 96.6 is later. 96.7 Sec. 103. Minnesota Statutes 2023 Supplement, section 342.57, subdivision 3, is amended 96.8 to read: 96.9 Subd. 3. School enrollment; rental property. (a) No school may refuse to enroll or 96.10 otherwise penalize a patient or person enrolled in the registry program as a pupil or otherwise 96.11 penalize a patient solely because the patient or person is enrolled in the registry program, 96.12 unless failing to do so would violate federal law or regulations or cause the school to lose 96.13 a monetary or licensing-related benefit under federal law or regulations. 96.14 (b) No landlord may refuse to lease to a patient or person enrolled in the registry program 96.15 or otherwise penalize a patient or person enrolled in the registry program solely because 96.16 the patient or person is enrolled in the registry program, unless failing to do so would violate 96.17 96.18 federal law or regulations or cause the landlord to lose a monetary or licensing-related benefit under federal law or regulations. 96.19 EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of 96.20 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever 96.21 96.22 is later. Sec. 104. Minnesota Statutes 2023 Supplement, section 342.57, subdivision 4, is amended 96.23 96.24 to read: Subd. 4. Medical care. For purposes of medical care, including organ transplants, a 96.25 96.26 patient's use of medical cannabis flower or medical cannabinoid products according to sections 342.47 342.51 to 342.60 is considered the equivalent of the authorized use of a 96.27 medication used at the discretion of a health care practitioner and does not disqualify a 96.28 patient from needed medical care. 96.29 EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of 96.30 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever 96.31 is later. 96.32

97.1 Sec. 105. Minnesota Statutes 2023 Supplement, section 342.57, subdivision 5, is amended
97.2 to read:

Subd. 5. Employment. (a) Unless a failure to do so would violate federal or state law
or regulations or cause an employer to lose a monetary or licensing-related benefit under
federal law or regulations, an employer may not discriminate against a person in hiring,
termination, or any term or condition of employment, or otherwise penalize a person, if the
discrimination is based on:

97.8 (1) the person's status as a patient <u>or person</u> enrolled in the registry program; or

97.9 (2) a patient's positive drug test for cannabis components or metabolites, unless the
97.10 patient used, possessed, sold, transported, or was impaired by medical cannabis flower or
97.11 a medical cannabinoid product on work premises, during working hours, or while operating
97.12 an employer's machinery, vehicle, or equipment.

(b) An employee who is a patient and whose employer requires the employee to undergo
drug testing according to section 181.953 may present the employee's registry verification
as part of the employee's explanation under section 181.953, subdivision 6.

97.16 EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of
 97.17 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever
 97.18 is later.

97.19 Sec. 106. Minnesota Statutes 2023 Supplement, section 342.57, subdivision 6, is amended97.20 to read:

Subd. 6. Custody; visitation; parenting time. A person must not be denied custody of
a minor child or visitation rights or parenting time with a minor child based solely on the
person's status as a patient <u>or person</u> enrolled in the registry program. There must be no
presumption of neglect or child endangerment for conduct allowed under sections 342.47
<u>342.51</u> to 342.60, unless the person's behavior creates an unreasonable danger to the safety
of the minor as established by clear and convincing evidence.

97.27 EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of 97.28 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever 97.29 is later.

98.1 Sec. 107. Minnesota Statutes 2023 Supplement, section 342.57, subdivision 7, is amended
98.2 to read:

Subd. 7. Action for damages. In addition to any other remedy provided by law, a patient or person enrolled in the registry program may bring an action for damages against any person who violates subdivision 3, 4, or 5. A person who violates subdivision 3, 4, or 5 is liable to a patient <u>or person enrolled in the registry program</u> injured by the violation for the greater of the person's actual damages or a civil penalty of \$100 and reasonable attorney fees.

98.9 EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of
 98.10 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever
 98.11 is later.

98.12 Sec. 108. Minnesota Statutes 2023 Supplement, section 342.58, is amended to read:

98.13 342.58 VIOLATION BY HEALTH CARE PRACTITIONER; CRIMINAL 98.14 PENALTY.

A health care practitioner who knowingly refers patients to a medical cannabis business or to a designated caregiver, who advertises as a retailer or producer of medical cannabis flower or medical cannabinoid products, or who issues certifications while holding a financial interest in a cannabis retailer or medical cannabis business is guilty of a misdemeanor and may be sentenced to imprisonment for not more than 90 days or to payment of not more than \$1,000, or both.

98.21 EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of
 98.22 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever
 98.23 is later.

98.24 Sec. 109. Minnesota Statutes 2023 Supplement, section 342.60, is amended to read:

98.25 **342.60 APPLIED RESEARCH.**

The Division of Medical Cannabis <u>office</u> may conduct, or award grants to health care providers or research organizations to conduct, applied research on the safety and efficacy of using medical cannabis flower or medical cannabinoid products to treat a specific health condition. A health care provider or research organization receiving a grant under this section must provide the office with access to all data collected in applied research funded under this section. The office may use data from applied research conducted or funded under this

SF4782	REVISOR	BD	S4782-4	4th Engrossment

99.1 section as evidence to approve additional qualifying medical conditions or additional
99.2 allowable forms of medical cannabis.

99.3 EFFECTIVE DATE. This section is effective March 1, 2025, or upon the adoption of
 99.4 initial rules pertaining to medical cannabis under section 342.02, subdivision 5, whichever
 99.5 is later.

99.6 Sec. 110. Minnesota Statutes 2023 Supplement, section 342.61, subdivision 4, is amended99.7 to read:

Subd. 4. Testing of samples; disclosures. (a) On a schedule determined by the office, 99.8 every cannabis microbusiness, cannabis mezzobusiness, cannabis cultivator, cannabis 99.9 manufacturer, cannabis wholesaler with an endorsement to import products, lower-potency 99.10 hemp edible manufacturer, medical cannabis cultivator, medical cannabis processor, or 99.11 medical cannabis combination business shall make each batch of cannabis flower, cannabis 99.12 products, artificially derived cannabinoids, lower-potency hemp edibles, or hemp-derived 99.13 consumer products grown, manufactured, or imported by the cannabis business or hemp 99.14 business available to a cannabis testing facility. 99.15

99.16 (b) A cannabis microbusiness, cannabis mezzobusiness, cannabis cultivator, cannabis manufacturer, cannabis wholesaler with an endorsement to import products, lower-potency 99.17 hemp edible manufacturer, medical cannabis cultivator, medical cannabis processor, or 99.18 medical cannabis combination business must disclose all known information regarding 99.19 pesticides, fertilizers, solvents, or other foreign materials, including but not limited to 99.20 catalysts used in creating artificially derived cannabinoids, applied or added to the batch of 99.21 cannabis flower, cannabis products, artificially derived cannabinoids, lower-potency hemp 99.22 edibles, or hemp-derived consumer products subject to testing. Disclosure must be made 99.23 to the cannabis testing facility and must include information about all applications by any 99.24 person, whether intentional or accidental. 99.25

(c) The cannabis testing facility shall select one or more representative samples from 99.26 each batch, test the samples for the presence of contaminants, and test the samples for 99.27 potency and homogeneity and to allow the cannabis flower, cannabis product, artificially 99.28 derived cannabinoid, lower-potency hemp edible, or hemp-derived consumer product to be 99.29 accurately labeled with its cannabinoid profile. Testing for contaminants must include testing 99.30 for residual solvents, foreign material, microbiological contaminants, heavy metals, pesticide 99.31 residue, mycotoxins, and any items identified pursuant to paragraph (b), and may include 99.32 testing for other contaminants. A cannabis testing facility must destroy or return to the 99.33 cannabis business or hemp business any part of the sample that remains after testing. 99.34

SF4782	REVISOR	BD	S4782-4	4th Engrossment
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EFFECTIVE DATE. This section is effective the day following final enactment.

Sec. 111. Minnesota Statutes 2023 Supplement, section 342.61, subdivision 5, is amendedto read:

Subd. 5. Test results. (a) If a sample meets the applicable testing standards, a cannabis 100.4 testing facility shall issue a certification to a cannabis microbusiness, cannabis 100.5 mezzobusiness, cannabis cultivator, cannabis manufacturer, cannabis wholesaler with an 100.6 100.7 endorsement to import products, lower-potency hemp edible manufacturer, medical cannabis eultivator, medical cannabis processor, or medical cannabis combination business and the 100.8 cannabis business or hemp business may then sell or transfer the batch of cannabis flower, 100.9 cannabis products, artificially derived cannabinoids, lower-potency hemp edibles, or 100.10 hemp-derived consumer products from which the sample was taken to another cannabis 100.11 business or hemp business, or offer the cannabis flower, cannabis products, lower-potency 100.12 hemp edibles, or hemp-derived consumer products for sale to customers or patients. If a 100.13 sample does not meet the applicable testing standards or if the testing facility is unable to 100.14 test for a substance identified pursuant to subdivision 4, paragraph (b), the batch from which 100.15 the sample was taken shall be subject to procedures established by the office for such batches, 100.16 including destruction, remediation, or retesting. 100.17

(b) A cannabis microbusiness, cannabis mezzobusiness, cannabis cultivator, cannabis
manufacturer, cannabis wholesaler with an endorsement to import products, lower-potency
hemp edible manufacturer, medical cannabis cultivator, medical cannabis processor, or
medical cannabis combination business must maintain the test results for cannabis flower,
cannabis products, artificially derived cannabinoids, lower-potency hemp edibles, or
hemp-derived consumer products grown, manufactured, or imported by that cannabis
business or hemp business for at least five years after the date of testing.

(c) A cannabis microbusiness, cannabis mezzobusiness, cannabis cultivator, cannabis
manufacturer, cannabis wholesaler with an endorsement to import products, lower-potency
hemp edible manufacturer, medical cannabis cultivator, medical cannabis processor, or
medical cannabis combination business shall make test results maintained by that cannabis
business or hemp business available for review by any member of the public, upon request.
Test results made available to the public must be in plain language.

100.31 **EFFECTIVE DATE.** This section is effective the day following final enactment.

Sec. 112. Minnesota Statutes 2023 Supplement, section 342.63, subdivision 2, is amendedto read:

Subd. 2. Content of label; cannabis. All cannabis flower and hemp-derived consumer
products that consist of hemp plant parts sold to customers or patients must have affixed
on the packaging or container of the cannabis flower or hemp-derived consumer product a
label that contains at least the following information:

(1) the name and license number of the cannabis microbusiness, cannabis mezzobusiness,
 cannabis cultivator, medical cannabis cultivator, or industrial hemp grower where the

101.9 cannabis flower or hemp plant part was cultivated;

101.10 (2) the net weight or volume of cannabis flower or hemp plant parts in the package or101.11 container;

101.12 (3) the batch number;

101.13 (4) the cannabinoid profile;

(5) a universal symbol established by the office indicating that the package or container
 contains cannabis flower, a cannabis product, a lower-potency hemp edible, or a

101.16 hemp-derived consumer product;

(6) verification that the cannabis flower or hemp plant part was tested according to
section 342.61 and that the cannabis flower or hemp plant part complies with the applicable
standards;

101.20 (7) the maximum dose, quantity, or consumption that may be considered medically safe
101.21 within a 24-hour period;

101.22 (7) information on the usage of the cannabis flower or hemp-derived consumer product;

101.23 (8) the following statement: "Keep this product out of reach of children."; and

101.24 (9) any other statements or information required by the office.

101.25 **EFFECTIVE DATE.** This section is effective the day following final enactment.

Sec. 113. Minnesota Statutes 2023 Supplement, section 342.63, subdivision 3, is amendedto read:

101.28 Subd. 3. Content of label; cannabinoid products. (a) All cannabis products,

101.29 lower-potency hemp edibles, hemp-derived consumer products other than products subject
101.30 to the requirements under subdivision 2, medical cannabinoid products, and hemp-derived

topical products sold to customers or patients must have affixed to the packaging or containerof the cannabis product a label that contains at least the following information:

(1) the name and license number of the cannabis microbusiness, cannabis mezzobusiness,
cannabis cultivator, medical cannabis cultivator, or industrial hemp grower that cultivated
the cannabis flower or hemp plant parts used in the cannabis product, lower-potency hemp
edible, hemp-derived consumer product, or medical cannabinoid product;

102.7 (2) the name and license number of the cannabis microbusiness, cannabis mezzobusiness,

102.8 cannabis manufacturer, lower-potency hemp edible manufacturer, medical cannabis

102.9 processor, or industrial hemp grower that manufactured the cannabis concentrate, hemp

102.10 concentrate, or artificially derived cannabinoid and, if different, the name and license number

102.11 of the cannabis microbusiness, cannabis mezzobusiness, cannabis manufacturer, <u>or</u>

102.12 lower-potency hemp edible manufacturer, or medical cannabis processor that manufactured102.13 the product;

(3) the net weight or volume of the cannabis product, lower-potency hemp edible, orhemp-derived consumer product in the package or container;

102.16 (4) the type of cannabis product, lower-potency hemp edible, or hemp-derived consumer102.17 product;

102.18 (5) the batch number;

102.19 (6) the serving size;

102.20 (7) the cannabinoid profile per serving and in total;

102.21 (8) a list of ingredients;

102.22 (9) a universal symbol established by the office indicating that the package or container

102.23 contains cannabis flower, a cannabis product, a lower-potency hemp edible, or a

102.24 hemp-derived consumer product;

(10) a warning symbol developed by the office in consultation with the commissionerof health and the Minnesota Poison Control System that:

102.27 (i) is at least three-quarters of an inch tall and six-tenths of an inch wide;

102.28 (ii) is in a highly visible color;

(iii) includes a visual element that is commonly understood to mean a person shouldstop;

102.31 (iv) indicates that the product is not for children; and

103.1 (v) includes the phone number of the Minnesota Poison Control System;

(11) verification that the cannabis product, lower-potency hemp edible, hemp-derived
consumer product, or medical cannabinoid product was tested according to section 342.61
and that the cannabis product, lower-potency hemp edible, hemp-derived consumer product,
or medical cannabinoid product complies with the applicable standards;

103.6 (12) the maximum dose, quantity, or consumption that may be considered medically
 103.7 safe within a 24-hour period;

103.8 (12) information on the usage of the product;

103.9 (13) the following statement: "Keep this product out of reach of children."; and

103.10 (14) any other statements or information required by the office.

(b) The office may by rule establish alternative labeling requirements for lower-potency
hemp edibles that are imported into the state provided that those requirements provide
consumers with information that is substantially similar to the information described in
paragraph (a).

103.15 **EFFECTIVE DATE.** This section is effective the day following final enactment.

Sec. 114. Minnesota Statutes 2023 Supplement, section 342.63, subdivision 4, is amendedto read:

103.18 Subd. 4. Additional content of label; medical cannabis flower and medical

103.19 cannabinoid products. In addition to the applicable requirements for labeling under
103.20 subdivision 2 or 3, all medical cannabis flower sold to patients and medical cannabinoid
103.21 products sold to patients must include at least the following information on the label affixed
103.22 to the packaging or container of the medical cannabis flower or medical cannabinoid product:

103.23 (1) the patient's name and date of birth;

(2) the name and date of birth of the patient's registered designated caregiver or, if listed
on the registry verification, the name of the patient's parent, legal guardian, or spouse, if
applicable; and

103.27 (3) the patient's registry identification number.

103.28 **EFFECTIVE DATE.** This section is effective the day following final enactment.

Sec. 115. Minnesota Statutes 2023 Supplement, section 342.63, subdivision 6, is amended
to read:

S4782-4

Subd. 6. Additional information. (a) A cannabis microbusiness, cannabis mezzobusiness,
 cannabis retailer, medical cannabis retailer, or medical cannabis combination business must
 provide customers and patients with the following information:

(1) factual information about impairment effects and the expected timing of impairment
effects, side effects, adverse effects, and health risks of cannabis flower, cannabis products,
lower-potency hemp edibles, and hemp-derived consumer products;

(2) a statement that customers and patients must not operate a motor vehicle or heavy
machinery while under the influence of cannabis flower, cannabis products, lower-potency
hemp edibles, and hemp-derived consumer products;

(3) resources customers and patients may consult to answer questions about cannabis
flower, cannabis products, lower-potency hemp edibles, and hemp-derived consumer
products, and any side effects and adverse effects;

(4) contact information for the poison control center and a safety hotline or website for
customers to report and obtain advice about side effects and adverse effects of cannabis
flower, cannabis products, lower-potency hemp edibles, and hemp-derived consumer
products;

104.19 (5) substance use disorder treatment options; and

104.20 (6) any other information specified by the office.

(b) A cannabis microbusiness, cannabis mezzobusiness, <u>or</u> cannabis retailer, or medical
 cannabis retailer may include the information described in paragraph (a) on the label affixed
 to the packaging or container of cannabis flower, cannabis products, lower-potency hemp
 edibles, and hemp-derived consumer products by:

(1) posting the information in the premises of the cannabis microbusiness, cannabis
 mezzobusiness, cannabis retailer, medical cannabis retailer, or medical cannabis combination
 business; or

(2) providing the information on a separate document or pamphlet provided to customers
or patients when the customer purchases cannabis flower, a cannabis product, a lower-potency
hemp edible, or a hemp-derived consumer product.

104.31 **EFFECTIVE DATE.** This section is effective the day following final enactment.

	SF4782	REVISOR	BD	S4782-4	4th Engrossment
105.1	Sec. 116. Laws	2023, chapter 63, a	rticle 1, sec	tion 2, the effective da	ate, is amended to
105.2	read:				
105.3	EFFECTIVE	DATE. This section	on is effecti	ve July 1, 2023 , excep	ot for subdivision 3,
105.4	which is effective	March 1, 2025 .			
105.5		2023, chapter 63, an	rticle 1, sec	tion 51, the effective of	late, is amended to
105.6	read:				
105.7				ve March 1, 2025 <u>, or u</u>	• • • •
105.8	• •	ning to medical can	nabis unde	r section 342.02, subd	ivision 5, whichever
105.9	is later.				
105.10	Sec. 118. Laws	2023, chapter 63, a	rticle 1, sec	tion 52, the effective of	late, is amended to
105.11	read:	-			
105.12	EFFECTIVE	DATE. This section	on is effecti	ve March 1, 2025 the	day following final
105.13	enactment.			·	
105.14	Sec. 119. Laws	2023, chapter 63, an	rticle 1, sec	tion 53, the effective of	late, is amended to
105.15	read:				
105.16	EFFECTIVE	DATE. This section	on is effecti	ve March 1, 2025 <u>, or u</u>	upon the adoption of
105.17	initial rules pertai	ning to medical can	nabis unde	r section 342.02, subd	ivision 5, whichever
105.18	is later.				
105.19	Sec 120 Laws	2023 chapter 63 a	rticle 1 sec	tion 54, the effective	date is amended to
105.20		2023, enapter 03, a		tion 54, the encenve (date, is amended to
			··· · · · · · · · · · · · · · · · · ·		
105.21				ve March 1, 2025 <u>, or u</u>	<u> </u>
105.22 105.23	is later.			r section 342.02, subd	ivision 3, whichever
105.25	<u>15 late1</u> .				
105.24	Sec. 121. Laws	2023, chapter 63, a	rticle 1, sec	tion 55, the effective	date, is amended to
105.25	read:				
105.26	EFFECTIVE	DATE. This section	on is effectiv	ve March 1, 2025 <u>, or u</u>	upon the adoption of
105.27	initial rules pertai	ning to medical can	nabis unde	r section 342.02, subd	ivision 5, whichever
105.28	is later.				

	SF4782	REVISOR	BD	S4782-4	4th Engrossment
106.1	Sec. 122. Law	vs 2023, chapter 63	3, article 1, sect	tion 56, the effective d	ate, is amended to
106.2	read:	1	, ,	,	,
106.3	EFFECTIV	E DATE. This see	ction is effectiv	ve March 1, 2025 <u>, or u</u>	pon the adoption of
106.4	initial rules pert	aining to medical	cannabis under	section 342.02, subdiv	vision 5, whichever
106.5	is later.				
106.6	Sec. 123. Law	vs 2023, chapter 63	3, article 1, sect	tion 57, the effective d	ate, is amended to
106.7	read:				
106.8	EFFECTIV	E DATE. This see	ction is effectiv	ve March 1, 2025 <u>, or u</u>	pon the adoption of
106.9	initial rules pert	aining to medical	cannabis under	section 342.02, subdiv	vision 5, whichever
106.10	is later.				
106.11	Sec. 124. Law	vs 2023, chapter 63	3, article 1, sect	tion 58, the effective d	ate, is amended to
106.12	read:				
106.13	EFFECTIV	E DATE. This see	ction is effectiv	ve March 1, 2025 <u>, or u</u>	pon the adoption of
106.14	initial rules pert	aining to medical	cannabis under	section 342.02, subdiv	vision 5, whichever
106.15	is later.				
106.16		vs 2023, chapter 63	3, article 1, sect	tion 59, the effective d	ate, is amended to
106.17	read:				
106.18	EFFECTIV	E DATE. This see	ction is effectiv	ve March 1, 2025 <u>, or u</u>	pon the adoption of
106.19	initial rules pert	aining to medical	cannabis under	section 342.02, subdiv	vision 5, whichever
106.20	is later.				
106.21		vs 2023, chapter 63	3, article 1, sect	tion 61, the effective d	ate, is amended to
106.22	read:				
106.23	EFFECTIV	E DATE. This see	ction is effectiv	ve March 1, 2025 <u>, or u</u>	pon the adoption of
106.24	initial rules pert	aining to medical	cannabis under	section 342.02, subdiv	vision 5, whichever
106.25	is later.				
106.26		vs 2023, chapter 63	3, article 6, sect	tion 10, the effective d	ate, is amended to
106.27	read:				
106.28	EFFECTIV	E DATE. This see	ction is effectiv	ve March_July 1, 2025	<u>2024</u> .

107.1	Sec. 128. Laws 2023, chapter 63, article 6, section 73, the effective date, is amended to
107.2	read:
107.3	EFFECTIVE DATE. Paragraph (a) is effective March December 1, 2025. Paragraph
107.4	(b) is effective August 1, 2023. Paragraph (c) is effective July 1, 2023.
107.5	Sec. 129. EMPLOYEE TRANSFER.
107.6	(a) The powers, duties, rights, obligations, and other authority imposed by law on the
107.7	Department of Health with respect to the sale of certain cannabinoid products under
107.8	Minnesota Statutes, section 151.72, are transferred to the Office of Cannabis Management
107.9	under Minnesota Statutes, section 15.039.
107.10	(b) The following protections shall apply to employees who are transferred from the
107.11	Department of Health to the Office of Cannabis Management:
107.12	(1) the employment status and job classification of a transferred employee shall not be
107.13	altered as a result of the transfer;
107.14	(2) transferred employees who were represented by an exclusive representative prior to
107.15	the transfer shall continue to be represented by the same exclusive representative after the
107.16	transfer;
107.17	(3) the applicable collective bargaining agreements with exclusive representatives shall
107.18	continue in full force and effect for such transferred employees after the transfer;
107.19	(4) the state must meet and negotiate with the exclusive representatives of the transferred
107.20	employees about any proposed changes affecting or relating to the transferred employees'
107.21	terms and conditions of employment to the extent such changes are not addressed in the
107.22	applicable collective bargaining agreement; and
107.23	(5) for an employee in a temporary unclassified position transferred to the Office of
107.24	Cannabis Management, the total length of time that the employee has served in the
107.25	appointment shall include all time served in the appointment at the transferring agency and
107.26	the time served in the appointment at the Office of Cannabis Management. An employee
107.27	in a temporary unclassified position who was hired by a transferring agency through an
107.28	open competitive selection process in accordance with a policy enacted by Minnesota
107.29	Management and Budget shall be considered to have been hired through such process after
107.30	the transfer.

BD

S4782-4

4th Engrossment

SF4782

REVISOR

108.1	Sec. 130. TRANSFER OF ACTIVE AND INACTIVE COMPLAINTS.				
108.2	The Department of Health shall transfer all data, including not public data as defined in				
108.3	Minnesota Statutes, section 13.02, subdivision 8a, on active complaints and inactive				
108.4	complaints involving alleged violations of Minnesota Statutes 2022, section 151.72, as well				
108.5	as registration data collected under Minnesota Statutes 2022, section 151.72, subdivision				
108.6	5b, to the Office of Cannabis Management. The Department of Health and the Office of				
108.7	Cannabis Management shall ensure that the transfer takes place in a manner and on a schedule				
108.8	that prioritizes public health.				
108.9	Sec. 131. TRANSFER OF MEDICAL PROGRAM.				
108.10	(a) Notwithstanding the data's classification under Minnesota Statutes, chapter 13, the				
108.11	Office of Cannabis Management may access data maintained by the commissioner of health				
108.12	related to the responsibilities transferred under Minnesota Statutes, section 342.02,				
108.13	subdivision 3. Data sharing authorized by this subdivision includes nonpublic data as defined				
108.14	in Minnesota Statutes, section 13.02, subdivision 8a, on active complaints and inactive				
108.15	complaints involving any alleged violation of Minnesota Statutes, sections 152.22 to 152.37,				
108.16	by a medical cannabis manufacturer. Data sharing under this paragraph further includes				
108.17	data in patient files maintained by the commissioner and the health care practitioner and				
108.18	data submitted to or by a medical cannabis manufacturer classified as private data on				
108.19	individuals, as defined in Minnesota Statutes, section 13.02, subdivision 12, or nonpublic				
108.20	data, as defined in Minnesota Statutes, section 13.02, subdivision 9. Any data shared under				
108.21	this section retain the data's classification from the agency holding the data.				
108.22	(b) All rules adopted by the commissioner of health pursuant to Minnesota Statutes,				
108.23	sections 152.22 to 152.37, including but not limited to Minnesota Rules, chapter 4770,				
108.24	remain effective and shall be enforced until amended or repealed consistent with Minnesota				
108.25	Statutes, section 15.039, subdivision 3.				
108.26	(c) The director of the Office of Cannabis Management may use the good cause exempt				
108.27	rulemaking process under Minnesota Statutes, section 14.388, subdivision 1, clauses (3)				
108.28	and (4), to copy and adopt any portions of Minnesota Rules, parts 4770.0100 to 4770.4030,				
108.29	that are necessary to effectuate the transfer of authority granted under Minnesota Statutes,				
108.30	section 342.02, subdivision 3. The commissioner may make technical changes and any				
108.31	changes necessary to conform with the transfer of authority. Any change to the rules that				
108.32	is not authorized under this paragraph must be adopted according to Minnesota Statutes,				
108.33	sections 14.001 to 14.366.				

SF4782	REVISOR	BD	S4782-4	4th Engrossment
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- 109.1 (d) Unless otherwise specified in this section or Minnesota Statutes, section 342.02,
- 109.2 subdivision 3, transfer of the powers, duties, rights, obligations, and other authority imposed
- 109.3 by law on the Department of Health with respect to the medical cannabis program under
- 109.4 Minnesota Statutes 2022, sections 152.22 to 152.37, to the Office of Cannabis Management
- 109.5 is subject to Minnesota Statutes, section 15.039.
- 109.6 Sec. 132. <u>REPEALER.</u>
- 109.7 (a) Minnesota Statutes 2023 Supplement, sections 342.01, subdivisions 28, 52, 53, 54,
- and 55; 342.18, subdivision 1; 342.27, subdivision 13; and 342.29, subdivision 9, are
 repealed.
- 109.10 (b) Minnesota Statutes 2023 Supplement, sections 342.47; 342.48; 342.49; 342.50; and
- 109.11 <u>342.52</u>, subdivision 8, are repealed.
- 109.12 (c) Laws 2023, chapter 63, article 7, sections 4; and 6, are repealed.
- 109.13 (d) Minnesota Statutes 2022, sections 152.22, subdivision 3; and 152.36, are repealed.
- 109.14 **EFFECTIVE DATE.** Paragraphs (a) and (c) are effective the day following final
- 109.15 enactment. Paragraph (b) is effective March 1, 2025, or upon the adoption of initial rules
- 109.16 pertaining to medical cannabis under section 342.02, subdivision 5, whichever is later.
- 109.17 Paragraph (d) is effective July 1, 2024.

APPENDIX Repealed Minnesota Statutes: S4782-4

152.22 DEFINITIONS.

Subd. 3. **Disqualifying felony offense.** "Disqualifying felony offense" means a violation of a state or federal controlled substance law that is a felony under Minnesota law, or would be a felony if committed in Minnesota, regardless of the sentence imposed, unless the commissioner determines that the person's conviction was for the medical use of cannabis or assisting with the medical use of cannabis.

152.36 IMPACT ASSESSMENT OF MEDICAL CANNABIS THERAPEUTIC RESEARCH.

Subdivision 1. Task force on medical cannabis therapeutic research. (a) A 23-member task force on medical cannabis therapeutic research is created to conduct an impact assessment of medical cannabis therapeutic research. The task force shall consist of the following members:

(1) two members of the house of representatives, one selected by the speaker of the house, the other selected by the minority leader;

(2) two members of the senate, one selected by the majority leader, the other selected by the minority leader;

(3) four members representing consumers or patients enrolled in the registry program, including at least two parents of patients under age 18;

(4) four members representing health care providers, including one licensed pharmacist;

(5) four members representing law enforcement, one from the Minnesota Chiefs of Police Association, one from the Minnesota Sheriff's Association, one from the Minnesota Police and Peace Officers Association, and one from the Minnesota County Attorneys Association;

(6) four members representing substance use disorder treatment providers; and

(7) the commissioners of health, human services, and public safety.

(b) Task force members listed under paragraph (a), clauses (3), (4), (5), and (6), shall be appointed by the governor under the appointment process in section 15.0597. Members shall serve on the task force at the pleasure of the appointing authority. All members must be appointed by July 15, 2014, and the commissioner of health shall convene the first meeting of the task force by August 1, 2014.

(c) There shall be two cochairs of the task force chosen from the members listed under paragraph (a). One cochair shall be selected by the speaker of the house and the other cochair shall be selected by the majority leader of the senate. The authority to convene meetings shall alternate between the cochairs.

(d) Members of the task force other than those in paragraph (a), clauses (1), (2), and (7), shall receive expenses as provided in section 15.059, subdivision 6.

Subd. 1a. Administration. The commissioner of health shall provide administrative and technical support to the task force.

Subd. 2. **Impact assessment.** The task force shall hold hearings to evaluate the impact of the use of medical cannabis and hemp and Minnesota's activities involving medical cannabis and hemp, including, but not limited to:

(1) program design and implementation;

(2) the impact on the health care provider community;

(3) patient experiences;

(4) the impact on the incidence of substance abuse;

(5) access to and quality of medical cannabis, hemp, and medical cannabis products;

(6) the impact on law enforcement and prosecutions;

(7) public awareness and perception; and

(8) any unintended consequences.

Subd. 3. **Cost assessment.** By January 15 of each year, beginning January 15, 2015, and ending January 15, 2019, the commissioners of state departments impacted by the medical cannabis therapeutic research study shall report to the cochairs of the task force on the costs incurred by each

APPENDIX Repealed Minnesota Statutes: S4782-4

department on implementing sections 152.22 to 152.37. The reports must compare actual costs to the estimated costs of implementing these sections and must be submitted to the task force on medical cannabis therapeutic research.

Subd. 4. **Reports to the legislature.** (a) The cochairs of the task force shall submit the following reports to the chairs and ranking minority members of the legislative committees and divisions with jurisdiction over health and human services, public safety, judiciary, and civil law:

(1) by February 1, 2015, a report on the design and implementation of the registry program; and every two years thereafter, a complete impact assessment report; and

(2) upon receipt of a cost assessment from a commissioner of a state agency, the completed cost assessment.

(b) The task force may make recommendations to the legislature on whether to add or remove conditions from the list of qualifying medical conditions.

Subd. 5. No expiration. The task force on medical cannabis therapeutic research does not expire.

342.01 DEFINITIONS.

Subd. 28. **Division of Medical Cannabis.** "Division of Medical Cannabis" means a division housed in the Office of Cannabis Management that operates the medical cannabis program.

Subd. 52. **Medical cannabinoid product.** (a) "Medical cannabinoid product" means a product that:

(1) consists of or contains cannabis concentrate or hemp concentrate or is infused with cannabinoids, including but not limited to artificially derived cannabinoids; and

(2) is provided to a patient enrolled in the registry program; a registered designated caregiver; or a parent, legal guardian, or spouse of an enrolled patient, by a cannabis retailer or medical cannabis retailer to treat or alleviate the symptoms of a qualifying medical condition.

(b) A medical cannabinoid product must be in the form of:

(1) liquid, including but not limited to oil;

(2) pill;

(3) liquid or oil for use with a vaporized delivery method;

(4) water-soluble cannabinoid multiparticulate, including granules, powder, and sprinkles;

(5) orally dissolvable product, including lozenges, gum, mints, buccal tablets, and sublingual tablets;

(6) edible products in the form of gummies and chews;

(7) topical formulation; or

(8) any allowable form or delivery method approved by the office.

(c) Medical cannabinoid product does not include adult-use cannabis products or hemp-derived consumer products.

Subd. 53. Medical cannabis business. "Medical cannabis business" means an entity licensed under this chapter to engage in one or more of the following:

(1) the cultivation of cannabis plants for medical cannabis flower;

(2) the manufacture of medical cannabinoid products; and

(3) the retail sale of medical cannabis flower and medical cannabinoid products.

Subd. 54. **Medical cannabis flower.** "Medical cannabis flower" means cannabis flower provided to a patient enrolled in the registry program; a registered designated caregiver; or a parent, legal guardian, or spouse of an enrolled patient by a cannabis retailer or medical cannabis business to treat or alleviate the symptoms of a qualifying medical condition. Medical cannabis flower does not include adult-use cannabis flower.

Subd. 55. **Medical cannabis paraphernalia.** "Medical cannabis paraphernalia" means a delivery device, related supply, or educational material used by a patient enrolled in the registry program to administer medical cannabis and medical cannabinoid products.

342.18 LICENSE SELECTION CRITERIA.

Subdivision 1. **Market stability.** The office shall issue the necessary number of licenses in order to ensure the sufficient supply of cannabis flower and cannabis products to meet demand, provide market stability, ensure a competitive market, and limit the sale of unregulated cannabis flower and cannabis products.

342.27 RETAIL SALE OF CANNABIS FLOWER AND PRODUCTS; GENERAL REQUIREMENTS.

Subd. 13. Adult-use and medical cannabis; colocation. (a) A cannabis business with a license or endorsement authorizing the retail sale of adult-use cannabis flower or adult-use cannabis products that is also a licensed medical cannabis retailer may sell medical cannabis flower and medical cannabinoid products on a portion of the business's premises.

(b) The premises must provide an appropriate space for a pharmacist employee of the medical cannabis retailer to consult with a patient to determine the proper type of medical cannabis flower and medical cannabinoid products and proper dosage for the patient.

342.29 CANNABIS MEZZOBUSINESS LICENSING AND OPERATIONS.

Subd. 9. Medical cannabis endorsement. A cannabis mezzobusiness that cultivates cannabis plants for use as medical cannabis flower or for use in medical cannabinoid products, processes medical cannabinoid products, or both, must comply with sections 342.49, paragraph (d); 342.50, paragraph (c), and any additional requirements established by the office.

342.47 MEDICAL CANNABIS BUSINESS LICENSES.

Subdivision 1. License types. (a) The office shall issue the following types of medical cannabis business licenses:

- (1) medical cannabis cultivator;
- (2) medical cannabis processor;
- (3) medical cannabis retailer; and
- (4) medical cannabis combination business license.

(b) The Division of Medical Cannabis may oversee the licensing and regulation of medical cannabis businesses.

Subd. 2. **Multiple licenses; limits.** (a) Except as provided in subdivision 3, a person, cooperative, or business holding:

(1) a medical cannabis cultivator license may also hold a medical cannabis processor license, a cannabis cultivator license, a cannabis manufacturer license, and a cannabis event organizer license subject to the ownership limitations that apply to those licenses;

(2) a medical cannabis processor license may also hold a medical cannabis cultivator license, a cannabis cultivator license, a cannabis manufacturer license, and a cannabis event organizer license subject to the ownership limitations that apply to those licenses; or

(3) a medical cannabis retailer license may also hold a cannabis mezzobusiness license, a cannabis retailer license, a cannabis delivery service license, and a cannabis event organizer license subject to the ownership limitations that apply to those licenses.

(b) Except as provided in paragraph (a), no person, cooperative, or business holding a medical cannabis license may own or operate any other cannabis business or hemp business.

(c) The office by rule may limit the number of medical cannabis business licenses that a person or business may hold.

(d) For purposes of this subdivision, a restriction on the number of licenses or type of license that a business may hold applies to every cooperative member or every director, manager, and general partner of a medical cannabis business.

Subd. 3. **Medical cannabis combination business license.** (a) A person, cooperative, or business holding a medical cannabis combination license is prohibited from owning or operating any other cannabis business or hemp business.

(b) A person or business may only hold one medical cannabis combination license.

APPENDIX Repealed Minnesota Statutes: S4782-4

342.48 MEDICAL CANNABIS BUSINESS APPLICATIONS.

In addition to the information required to be submitted under section 342.14, subdivision 1, and rules adopted pursuant to that section, a person, cooperative, or business seeking a medical cannabis business license must submit the following information in a form approved by the office:

(1) for medical cannabis cultivator license applicants:

(i) an operating plan demonstrating the proposed size and layout of the cultivation facility; plans for wastewater and waste disposal for the cultivation facility; plans for providing electricity, water, and other utilities necessary for the normal operation of the cultivation facility; and plans for compliance with applicable building code and federal and state environmental and workplace safety requirements;

(ii) a cultivation plan demonstrating the proposed size and layout of the cultivation facility that will be used exclusively for cultivation for medical cannabis, including the total amount of plant canopy; and

(iii) evidence that the business will comply with the applicable operation requirements for the license being sought;

(2) for medical cannabis processor license applicants:

(i) an operating plan demonstrating the proposed layout of the facility, including a diagram of ventilation and filtration systems; plans for wastewater and waste disposal for the manufacturing facility; plans for providing electricity, water, and other utilities necessary for the normal operation of the manufacturing facility; and plans for compliance with applicable building code and federal and state environmental and workplace safety requirements;

(ii) all methods of extraction and concentration that the applicant intends to use and the volatile chemicals, if any, that are involved in extraction or concentration;

(iii) if the applicant is seeking an endorsement to manufacture products infused with cannabinoids for consumption by patients enrolled in the registry program, proof of an edible cannabinoid product handler endorsement from the office; and

(iv) evidence that the applicant will comply with the applicable operation requirements for the license being sought;

(3) for medical cannabis retailer license applicants:

(i) a list of every retail license held by the applicant and, if the applicant is a business, every retail license held, either as an individual or as part of another business, by each officer, director, manager, and general partner of the cannabis business;

(ii) an operating plan demonstrating the proposed layout of the facility, including a diagram of ventilation and filtration systems, policies to avoid sales to individuals who are not authorized to receive the distribution of medical cannabis flower or medical cannabinoid products, identification of a restricted area for storage, and plans to prevent the visibility of cannabis flower and cannabinoid products; and

(iii) evidence that the applicant will comply with the applicable operation requirements for the license being sought; or

(4) for medical cannabis combination license applicants:

(i) the information required under clauses (1) to (3); and

(ii) any additional information required under sections 342.30, subdivision 3; 342.31, subdivision 3; and 342.32, subdivision 3.

342.49 MEDICAL CANNABIS CULTIVATORS.

(a) A medical cannabis cultivator license entitles the license holder to grow cannabis plants within the approved amount of space up to 60,000 square feet of plant canopy from seed or immature plant to mature plant, harvest cannabis flower from a mature plant, package and label cannabis flower as medical cannabis flower, sell medical cannabis flower to medical cannabis processors and medical cannabis retailers, transport medical cannabis flower to a medical cannabis processor located on the same premises, and perform other actions approved by the office.

APPENDIX Repealed Minnesota Statutes: S4782-4

(b) A medical cannabis cultivator license holder must comply with all requirements of section 342.25.

(c) A medical cannabis cultivator license holder must verify that every batch of medical cannabis flower has passed safety, potency, and consistency testing at a cannabis testing facility approved by the office for the testing of medical cannabis flower before the medical cannabis cultivator may package, label, or sell the medical cannabis flower to any other entity.

(d) A medical cannabis cultivator may exceed the limit of 60,000 square feet of plant canopy if it was legally cultivating medical cannabis with a greater plant canopy as of April 1, 2023.

342.50 MEDICAL CANNABIS PROCESSORS.

(a) A medical cannabis processor license, consistent with the specific license endorsement or endorsements, entitles the license holder to:

(1) purchase medical cannabis flower, medical cannabinoid products, hemp plant parts, and hemp concentrate from medical cannabis cultivators and other medical cannabis processors;

(2) purchase hemp plant parts from industrial hemp growers;

(3) make cannabis concentrate from medical cannabis flower;

(4) make hemp concentrate, including hemp concentrate with a delta-9 tetrahydrocannabinol concentration of more than 0.3 percent as measured by weight;

(5) manufacture medical cannabinoid products;

(6) package and label medical cannabinoid products for sale to other medical cannabis processors and to medical cannabis retailers; and

(7) perform other actions approved by the office.

(b) A medical cannabis processor license holder must comply with all requirements of section 342.26, including requirements to obtain specific license endorsements.

(c) A medical cannabis processor license holder must verify that every batch of medical cannabinoid product has passed safety, potency, and consistency testing at a cannabis testing facility approved by the office for the testing of medical cannabinoid products before the medical cannabis processor may package, label, or sell the medical cannabinoid product to any other entity.

342.52 PATIENT REGISTRY PROGRAM.

Subd. 8. Allowable delivery methods. A patient in the registry program may receive medical cannabis flower and medical cannabinoid products. The office may approve additional delivery methods to expand the types of products that qualify as medical cannabinoid products.

Laws 2023, chapter 63, article 7, section 4

Sec. 4. EDIBLE CANNABINOID PRODUCTS; ENFORCEMENT.

(a) The Department of Health shall enforce the provisions of Minnesota Statutes, section 151.72, and all rules, orders, stipulation agreements, settlements, compliance agreements, and registrations related to that section adopted or issued by the Office of Medical Cannabis or the Department of Health pursuant to the Health Enforcement Consolidation Act of 1993 contained in Minnesota Statutes, sections 144.989 to 144.993, and the authority to embargo products described in paragraph (b). The commissioner of health may assign enforcement responsibilities to the Office of Medical Cannabis.

(b) Whenever a duly authorized agent of the Department of Health finds or has probable cause to believe that any product is being sold in violation of the provisions of Minnesota Statutes, section 151.72, the agent shall affix thereto an appropriate marking, giving notice that the article is, or is suspected of being in violation of Minnesota Statutes, section 151.72, has been embargoed, and warning that it is unlawful for any person to remove or dispose of the embargoed article by sale or otherwise without permission from the agent or the court. When an agent of the Department of Health has embargoed an article, the Department of Health shall, within 30 days, petition the district court in whose jurisdiction the article is embargoed for an order of condemnation. When an embargoed article is not so found by the agent, the agent shall remove the marking. If the court finds that an embargoed article is being sold in violation of the provisions of Minnesota Statutes, section 151.72, the article shall be destroyed at the expense of the claimant thereof, who shall also pay all court costs and fees, storage, and other proper expenses. If the violation can be corrected by proper labeling or processing of the article, or by filing the proper documents with the court, the court, after the costs, fees, and expenses have been paid and a sufficient bond has been executed, may order that the article be delivered to the claimant for labeling, processing, or filing under supervision of an agent of the board. The expense of the supervision shall be paid by the claimant. The bond shall be returned to the claimant on the representation to the court by the board that the article is no longer in violation of this chapter and that the expenses of supervision have been paid.

(c) The enforcement authority under paragraphs (a) and (b) shall transfer to the Office of Cannabis Management at any such time that the powers and duties of the Department of Health with respect to the medical cannabis program under Minnesota Statutes, sections 152.22 to 152.37, are transferred to the Office of Cannabis Management. The director of the Office of Cannabis Management may assign enforcement responsibilities to the Division of Medical Cannabis.

(d) This section shall expire on March 1, 2025.

EFFECTIVE DATE. This section is effective the day following final enactment. *Laws 2023, chapter 63, article 7, section 6*

Sec. 6. <u>REPEALER.</u>

Minnesota Statutes 2022, section 151.72, is repealed.

EFFECTIVE DATE. This section is effective March 1, 2025.