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State of Minnesota

HOUSE OF REPRESENTATIVES H. F. No. 100

NINETY-THIRD SESSION

01/05/2023	Authored by Stephenson; Hanson, J.; Hortman; Long; Gomez and others
	The bill was read for the first time and referred to the Committee on Commerce Finance and Policy
01/17/2023	Adoption of Report: Amended and re-referred to the Committee on Judiciary Finance and Civil Law
01/23/2023	Adoption of Report: Amended and re-referred to the Committee on Environment and Natural Resources Finance and Policy
01/25/2023	Adoption of Report: Re-referred to the Committee on Labor and Industry Finance and Policy
01/30/2023	Adoption of Report: Amended and re-referred to the Committee on State and Local Government Finance and Policy
02/01/2023	Adoption of Report: Re-referred to the Committee on Agriculture Finance and Policy
02/06/2023	Adoption of Report: Amended and re-referred to the Committee on Workforce Development Finance and Policy
02/09/2023	Adoption of Report: Amended and re-referred to the Committee on Human Services Policy
02/15/2023	Adoption of Report: Amended and re-referred to the Committee on Education Finance
02/20/2023	Adoption of Report: Re-referred to the Committee on Health Finance and Policy
02/27/2023	Adoption of Report: Re-referred to the Committee on Public Safety Finance and Policy

Adoption of Report: Amended and re-referred to the Committee on Economic Development Finance and Policy 03/06/2023

## A bill for an act

relating to cannabis; establishing the Office of Cannabis Management; establishing 12 advisory councils; requiring reports relating to cannabis use and sales; legalizing 1.3 and limiting the possession and use of cannabis by adults; providing for the 1.4 licensing, inspection, and regulation of cannabis businesses; requiring testing of 1.5 cannabis flower and cannabinoid products; requiring labeling of cannabis flower 1.6 and cannabinoid products; limiting the advertisement of cannabis flower, 1.7 cannabinoid products, and cannabis businesses; providing for the cultivation of 1.8 cannabis in private residences; transferring regulatory authority for the medical 1.9 cannabis program; taxing the sale of adult-use cannabis; establishing grant and 1.10 loan programs; clarifying the prohibition on operating a motor vehicle while under 1.11 the influence of cannabis; amending criminal penalties; establishing expungement 1.12 procedures for certain individuals; requiring reports on expungements; providing 1.13 for expungement of certain evictions; clarifying the rights of landlords and tenants 1.14 regarding use of certain forms of cannabis; establishing labor standards for the use 1.15 of cannabis by employees and testing of employees; providing for the temporary 1.16 1.17 regulation of certain edible cannabinoid products; providing for professional licensing protections; providing for local registration of certain cannabis retail 1.18 establishments; amending the scheduling of marijuana and tetrahydrocannabinols; 1.19 classifying data; making miscellaneous cannabis-related changes and additions; 1.20 making clarifying and technical changes; appropriating money; amending 1.21 Minnesota Statutes 2022, sections 13.411, by adding a subdivision; 13.871, by 1.22 adding a subdivision; 34A.01, subdivision 4; 144.99, subdivision 1; 144A.4791, 1.23 subdivision 14; 151.72; 152.01, by adding subdivisions; 152.02, subdivisions 2, 1.24 4; 152.021, subdivisions 1, 2; 152.022, subdivisions 1, 2; 152.023, subdivisions 1.25 1, 2; 152.024, subdivision 1; 152.025, subdivisions 1, 2; 152.11, subdivision 2; 1.26 169A.03, by adding subdivisions; 169A.20, subdivision 1; 169A.51, subdivisions 1.27 1, 4; 169A.72; 175.45, subdivision 1; 181.938, subdivision 2; 181.950, subdivisions 1.28 2, 4, 5, 8, 13, by adding a subdivision; 181.951, by adding subdivisions; 181.952, 1.29 by adding a subdivision; 181.953; 181.954; 181.955; 181.957, subdivision 1; 1.30 244.05, subdivision 2; 245C.08, subdivision 1; 256.01, subdivision 18c; 256B.0625, 1.31 subdivision 13d; 256D.024, subdivisions 1, 3; 256J.26, subdivisions 1, 3; 273.13, 1.32 subdivision 24; 275.025, subdivision 2; 290.0132, subdivision 29; 290.0134, 1.33 subdivision 19; 297A.61, subdivision 3; 297A.67, subdivisions 2, 7; 297A.70, 1.34 subdivisions 2, 18; 297A.99, by adding a subdivision; 297D.01; 297D.04; 297D.06; 1.35 297D.07; 297D.08; 297D.085; 297D.09, subdivision 1a; 297D.10; 297D.11; 1.36 340A.412, subdivision 14; 484.014, subdivision 3; 504B.171, subdivision 1; 1.37 609.135, subdivision 1; 609.2112, subdivision 1; 609.2113, subdivisions 1, 2, 3; 1.38

H0100-7

BD

2.1 2.2 2.3 2.4 2.5 2.6 2.7 2.8 2.9 2.10 2.11 2.12 2.13	609.2114, subdivisions 1, 2; 609.5311, subdivision 1; 609.5314, subdivision 1; 609.5316, subdivision 2; 609A.01; 609A.03, subdivisions 5, 9; 609B.425, subdivision 2; 609B.435, subdivision 2; 624.712, by adding subdivisions; 624.713, subdivision 1; 624.714, subdivision 6; 624.7142, subdivision 1; 624.7151; proposing coding for new law in Minnesota Statutes, chapters 3; 116J; 116L; 120B; 144; 152; 169A; 289A; 295; 340A; 504B; 609A; 624; proposing coding for new law as Minnesota Statutes, chapter 342; repealing Minnesota Statutes 2022, sections 151.72; 152.027, subdivisions 3, 4; 152.21; 152.22, subdivisions 1, 2, 3, 4, 5, 5a, 5b, 6, 7, 8, 9, 10, 11, 12, 13, 14; 152.23; 152.24; 152.25, subdivisions 1, 1a, 1b, 1c, 2, 3, 4; 152.26; 152.261; 152.27, subdivisions 1, 2, 3, 4, 5, 6, 7; 152.28, subdivisions 1, 2, 3; 152.29, subdivisions 1, 2, 3, 4, 5, 6; 152.31; 152.32, subdivisions 1, 2, 3; 152.33, subdivisions 1, 1a, 2, 3, 4, 5, 6; 152.34; 152.35; 152.36, subdivisions 1, 1a, 2, 3, 4, 5; 152.37.
2.14	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
2.15	ARTICLE 1
2.16	<b>REGULATION OF ADULT-USE CANNABIS</b>
2.17	Section 1. [342.01] DEFINITIONS.
2.18	Subdivision 1. Terms. For the purposes of this chapter, the following terms have the
2.19	meanings given them.
2.20	Subd. 2. Adult-use cannabinoid product. "Adult-use cannabinoid product" means a
2.21	cannabinoid product that is approved for sale by the office or is substantially similar to a
2.22	product approved by the office. Adult-use cannabinoid product includes edible cannabinoid
2.23	products but does not include medical cannabinoid products.
2.24	Subd. 3. Adult-use cannabis concentrate. "Adult-use cannabis concentrate" means
2.25	cannabis concentrate that is approved for sale by the office or is substantially similar to a
2.26	product approved by the office. Adult-use cannabis concentrate does not include artificially
2.27	derived cannabinoids.
2.28	Subd. 4. Adult-use cannabis flower. "Adult-use cannabis flower" means cannabis
2.29	flower that is approved for sale by the office or is substantially similar to a product approved
2.30	by the office. Adult-use cannabis flower does not include medical cannabis flower, hemp
2.31	plant parts, or hemp-derived consumer products.
2.32	Subd. 5. Advertisement. "Advertisement" means any written or oral statement,
2.33	illustration, or depiction that is intended to promote sales of cannabis flower, cannabinoid
2.34	products, lower potency edible products, hemp-derived consumer products, or sales at a
2.35	specific cannabis business and includes any newspaper, radio, internet and electronic media,
2.36	or television promotion; the distribution of fliers and circulars; and the display of window
2.37	and interior signs in a cannabis business. Advertisement does not include a fixed outdoor
2.38	sign that meets the requirements in section 342.66, subdivision 2, paragraph (b).

HF100 SEVENTH ENGROSSMENT

3.1	Subd. 6. Artificially derived cannabinoid. "Artificially derived cannabinoid" means a
3.2	cannabinoid extracted from a cannabis plant, cannabis flower, hemp plant, or hemp plant
3.3	parts with a chemical makeup that is changed after extraction to create a different cannabinoid
3.4	or other chemical compound by applying a catalyst other than heat or light. Artificially
3.5	derived cannabinoid includes but is not limited to any tetrahydrocannabinol created from
3.6	cannabidiol but does not include cannabis concentrate, cannabinoid products, or hemp-derived
3.7	consumer products.
3.8	Subd. 7. Batch. "Batch" means:
3.9	(1) a specific quantity of cannabis plants that are cultivated from the same seed or plant
3.10	stock, are cultivated together, are intended to be harvested together, and receive an identical
3.11	propagation and cultivation treatment; or
3.12	(2) a specific quantity of a specific cannabinoid product, lower potency edible product,
3.13	artificially derived cannabinoid, or hemp-derived consumer product that is manufactured
3.14	at the same time and using the same methods, equipment, and ingredients that is uniform
3.15	and intended to meet specifications for identity, strength, purity, and composition, and that
3.16	is manufactured, packaged, and labeled according to a single batch production record
3.17	executed and documented during the same cycle of manufacture and produced by a
3.18	continuous process.
3.19	Subd. 8. Batch number. "Batch number" means a unique numeric or alphanumeric
3.20	identifier assigned to a batch of cannabis flower or a batch of cannabinoid product, lower
3.21	potency edible product, artificially derived cannabinoid, or hemp-derived consumer product.
3.22	Subd. 9. Bona fide labor organization. "Bona fide labor organization" means a labor
3.23	union that represents or is actively seeking to represent cannabis workers.
3.24	Subd. 10. Cannabinoid. "Cannabinoid" means any of the chemical constituents of hemp
3.25	plants or cannabis plants that are naturally occurring, biologically active, and act on the
3.26	cannabinoid receptors of the brain. Cannabinoid includes but is not limited to
3.27	tetrahydrocannabinol and cannabidiol.
3.28	Subd. 11. Cannabinoid extraction. "Cannabinoid extraction" means the process of
3.29	extracting cannabis concentrate from cannabis plants or cannabis flower using heat, pressure,
3.30	water, lipids, gases, solvents, or other chemicals or chemical processes, but does not include
3.31	the process of extracting concentrate from hemp plants or hemp plant parts or the process
3.32	of creating artificially derived cannabinoids.
3.33	Subd. 12. Cannabinoid product. (a) "Cannabinoid product" means any of the following:

HF100 SEVENTH ENGROSSMENT

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(1) cannabis concentrate; 4.1 (2) a product infused with cannabinoids, including but not limited to tetrahydrocannabinol, 4.2 extracted or derived from cannabis plants or cannabis flower; 4.3 (3) any other product that contains cannabis concentrate; or 4.4 (4) a product infused with artificially derived cannabinoids. 4.5 (b) Cannabinoid product includes adult-use cannabinoid products, including but not 4.6 limited to edible cannabinoid products, and medical cannabinoid products. Cannabinoid 4.7 product does not include cannabis flower, artificially derived cannabinoids, or hemp-derived 4.8 consumer products. 4.9 Subd. 13. Cannabinoid profile. "Cannabinoid profile" means the amounts of each 4.10 cannabinoid that the office requires to be identified in testing and labeling, including but 4.11 not limited to delta-9 tetrahydrocannabinol, tetrahydrocannabinolic acid, cannabidiol, 4.12 cannabidiolic acid, and cannabigerol in cannabis flower, a cannabinoid product, a batch of 4.13 artificially derived cannabinoid, or a hemp-derived consumer product, expressed as 4.14 percentages measured by weight and, in the case of cannabinoid products and hemp-derived 4.15 consumer products, expressed as milligrams in each serving and package. 4.16 Subd. 14. Cannabis business. "Cannabis business" means any of the following licensed 4.17 under this chapter: 4.18 (1) cannabis cultivator; 4.19 (2) cannabis manufacturer; 4.20 (3) cannabis retailer; 4.21 (4) cannabis wholesaler; 4.22 (5) cannabis transporter; 4.23 (6) cannabis testing facility; 4.24 (7) cannabis microbusiness; 4.25 (8) cannabis event organizer; 4.26 (9) cannabis delivery service; 4.27 (10) lower potency edible retailer; 4.28 (11) medical cannabis cultivator; 4.29 (12) medical cannabis processor; and 4.30

Article 1 Section 1.

5.1	(13) medical cannabis retailer.
5.2	Subd. 15. Cannabis concentrate. (a) "Cannabis concentrate" means:
5.3	(1) the extracts and resins of a cannabis plant or cannabis flower;
5.4	(2) the extracts or resins of a cannabis plant or cannabis flower that are refined to increase
5.5	the presence of targeted cannabinoids; or
5.6	(3) a product that is produced by refining extracts or resins of a cannabis plant or cannabis
5.7	flower and is intended to be consumed by combustion or vaporization of the product and
5.8	inhalation of smoke, aerosol, or vapor from the product.
5.9	(b) Cannabis concentrate does not include industrial hemp, artificially derived
5.10	cannabinoids, or hemp-derived consumer products.
5.11	Subd. 16. Cannabis flower. "Cannabis flower" means the harvested flower, bud, leaves,
5.12	and stems of a cannabis plant. Cannabis flower includes adult-use cannabis flower and
5.13	medical cannabis flower. Cannabis flower does not include cannabis seed, industrial hemp,
5.14	or hemp-derived consumer products.
5.15	Subd. 17. Cannabis industry. "Cannabis industry" means every item, product, person,
5.16	process, action, business, or other thing subject to regulation under this chapter.
5.17	Subd. 18. Cannabis paraphernalia. "Cannabis paraphernalia" means all equipment,
5.18	products, and materials of any kind that are knowingly or intentionally used primarily in:
5.19	(1) cultivating or harvesting cannabis plants or cannabis flower;
5.20	(2) manufacturing cannabinoid products;
5.21	(3) ingesting, inhaling, or otherwise introducing cannabis flower or cannabinoid products
5.22	into the human body; and
5.23	(4) testing the strength, effectiveness, or purity of cannabis flower, cannabinoid products,
5.24	or hemp-derived consumer products.
5.25	Subd. 19. Cannabis plant. "Cannabis plant" means all parts of the plant of the genus
5.26	Cannabis that is growing or has not been harvested and has a delta-9 tetrahydrocannabinol
5.27	concentration of more than 0.3 percent on a dry weight basis.
5.28	Subd. 20. Cannabis prohibition. "Cannabis prohibition" means the system of state and
5.29	federal laws that prevented establishment of a legal market and instead established petty
5.30	offenses and criminal offenses punishable by fines, imprisonment, or both for the cultivation,
5.31	possession, and sale of all parts of the plant of any species of the genus Cannabis, including

6.1	all agronomical varieties, whether growing or not; the seeds thereof; the resin extracted
6.2	from any part of such plant; and every compound, manufacture, salt, derivative, mixture,
6.3	or preparation of such plant, its seeds, or resin.
6.4	Subd. 21. Cannabis seed. "Cannabis seed" means the viable seed of the plant of the
6.5	genus Cannabis that is reasonably expected to grow into a cannabis plant. Cannabis seed
6.6	does not include hemp seed.
6.7	Subd. 22. Cannabis worker. "Cannabis worker" means any individual employed by a
6.8	cannabis business and any individual who is a contractor of a cannabis business whose
6.9	scope of work involves the handling of cannabis plants, cannabis flower, artificially derived
6.10	cannabinoids, or cannabinoid products.
6.11	Subd. 23. Child-resistant. "Child-resistant" means packaging that meets the poison
6.12	prevention packaging standards in Code of Federal Regulations, title 16, section 1700.15.
6.13	Subd. 24. Cooperative. "Cooperative" means an association conducting business on a
6.14	cooperative plan that is organized or is subject to chapter 308A or 308B.
6.15	Subd. 25. Council. "Council" means the Cannabis Advisory Council.
6.16	Subd. 26. Cultivation. "Cultivation" means any activity involving the planting, growing,
6.17	harvesting, drying, curing, grading, or trimming of cannabis plants, cannabis flower, hemp
6.18	plants, or hemp plant parts.
6.19	Subd. 27. Division of Medical Cannabis. "Division of Medical Cannabis" means a
6.20	division housed in the Office of Cannabis Management that operates the medical cannabis
6.21	program.
6.22	Subd. 28. Division of Social Equity "Division of Social Equity" means a division housed
6.23	in the Office of Cannabis Management that promotes development, stability, and safety in
6.24	communities that have experienced a disproportionate, negative impact from cannabis
6.25	prohibition.
6.26	Subd. 29. Edible cannabinoid product. "Edible cannabinoid product" means any
6.27	product that is intended to be eaten or consumed as a beverage by humans; contains a
6.28	cannabinoid, including an artificially derived cannabinoid, in combination with food
6.29	ingredients; is not a drug; and is a type of product approved for sale by the office, or is
6.30	substantially similar to a product approved by the office including but not limited to products
6.31	that resemble nonalcoholic beverages, candy, and baked goods. Edible cannabinoid product
6.32	includes lower potency edible products.

7.1	Subd. 30. Health care practitioner. "Health care practitioner" means a
7.2	Minnesota-licensed doctor of medicine, a Minnesota-licensed physician assistant acting
7.3	within the scope of authorized practice, or a Minnesota-licensed advanced practice registered
7.4	nurse who has an active license in good standing and the primary responsibility for the care
7.5	and treatment of the qualifying medical condition of an individual diagnosed with a qualifying
7.6	medical condition.
7.7	Subd. 31. Health record. "Health record" has the meaning given in section 144.291,
7.8	subdivision 2.
7.9	Subd. 32. Hemp concentrate. (a) "Hemp concentrate" means:
7.10	(1) the extracts and resins of a hemp plant or hemp plant parts;
7.11	(2) the extracts or resins of a hemp plant or hemp plant parts that are refined to increase
7.12	the presence of targeted cannabinoids; or
7.13	(3) a product that is produced by refining extracts or resins of a hemp plant or hemp
7.14	plant parts and is intended to be consumed by combustion or vaporization of the product
7.15	and inhalation of smoke, aerosol, or vapor from the product.
7.16	(b) Hemp concentrate does not include artificially derived cannabinoids or hemp-derived
7.17	consumer products.
7.18	Subd. 33. Hemp-derived consumer product. (a) "Hemp-derived consumer product"
7.19	means a product intended for human or animal consumption that:
7.20	(1) consists of hemp plant parts;
7.21	(2) is hemp concentrate; or
7.22	(3) contains hemp concentrate.
7.23	(b) Hemp-derived consumer product includes hemp-derived topical products, but does
7.24	not include edible cannabinoid products, artificially derived cannabinoids, hemp fiber
7.25	products, or hemp grain.
7.26	Subd. 34. Hemp-derived topical product. "Hemp-derived topical product" means a
7.27	product intended for human or animal consumption that contains hemp concentrate and is
7.28	intended for application externally to a part of the body of a human or animal.
7.29	Subd. 35. Hemp fiber product. "Hemp fiber product" means an intermediate or finished
7.30	product made from the fiber of hemp plant parts that is not intended for human or animal
7.31	consumption. Hemp fiber product includes but is not limited to cordage, paper, fuel, textiles,
7.32	bedding, insulation, construction materials, compost materials, and industrial materials.

8.1	Subd. 36. Hemp grain. "Hemp grain" means the harvested seeds of the hemp plant
8.2	intended for consumption as a food or part of a food product. Hemp grain includes oils
8.3	pressed or extracted from harvested hemp seeds.
8.4	Subd. 37. Hemp plant. "Hemp plant" means all parts of the plant of the genus Cannabis
8.5	that is growing or has not been harvested and has a delta-9 tetrahydrocannabinol
8.6	concentration of no more than 0.3 percent on a dry weight basis.
8.7	Subd. 38. Hemp plant parts. "Hemp plant parts" means any part of the harvested hemp
8.8	plant, including the flower, bud, leaves, stems, and stalk, but does not include derivatives,
8.9	extracts, cannabinoids, isomers, acids, salts, and salts of isomers that are separated from
8.10	the plant. Hemp plant parts does not include hemp fiber products, hemp grain, or hemp
8.11	seed.
8.12	Subd. 39. Hemp seed. "Hemp seed" means the viable seed of the plant of the genus
8.13	Cannabis that is intended to be planted and is reasonably expected to grow into a hemp
8.14	plant. Hemp seed does not include cannabis seed or hemp grain.
8.15	Subd. 40. Industrial hemp. "Industrial hemp" has the meaning given in section 18K.02,
8.16	subdivision 3.
8.17	Subd. 41. Intoxicating cannabinoid. "Intoxicating cannabinoid" means a cannabinoid,
8.18	including an artificially derived cannabinoid, that when introduced into the human body
8.19	impairs the central nervous system or impairs the human audio, visual, or mental processes.
8.20	Intoxicating cannabinoid includes but is not limited to any tetrahydrocannabinol.
8.21	Subd. 42. Labor peace agreement. "Labor peace agreement" means an agreement
8.22	between a cannabis business and a bona fide labor organization that protects the state's
8.23	interests by, at minimum, prohibiting the labor organization from engaging in picketing,
8.24	work stoppages, or boycotts against the cannabis business. This type of agreement shall not
8.25	mandate a particular method of election or certification of the bona fide labor organization.
8.26	Subd. 43. License holder. "License holder" means a person, cooperative, or business
8.27	that holds any of the following licenses:
8.28	(1) cannabis cultivator;
8.29	(2) cannabis manufacturer;
8.30	(3) cannabis retailer;
8.31	(4) cannabis wholesaler;
8.32	(5) cannabis transporter;

Article 1 Section 1.

9.1	(6) cannabis testing facility;
9.2	(7) cannabis microbusiness;
9.3	(8) cannabis event organizer;
9.4	(9) cannabis delivery service;
9.5	(10) lower potency edible retailer;
9.6	(11) medical cannabis cultivator;
9.7	(12) medical cannabis processor; or
9.8	(13) medical cannabis retailer.
9.9	Subd. 44. Local unit of government. "Local unit of government" means a home rule
9.10	charter or statutory city, county, town, or other political subdivision.
9.11	Subd. 45. Lower potency edible product. "Lower potency edible product" means any
9.12	product that:
9.13	(1) is intended to be eaten or consumed as a beverage by humans;
9.14	(2) contains a cannabinoid, including an artificially derived cannabinoid, in combination
9.15	with food ingredients;
9.16	(3) is not a drug;
9.17	(4) consists of servings that contain no more than five milligrams of delta-9
9.18	tetrahydrocannabinol, 25 milligrams of cannabidiol, 25 milligrams of cannabigerol, or any
9.19	combination of those cannabinoids that does not exceed the identified amounts;
9.20	(5) does not contain more than a combined total of 0.5 milligrams of all other
9.21	cannabinoids per serving;
9.22	(6) does not contain an artificially derived cannabinoid other than delta-9
9.23	tetrahydrocannabinol; and
9.24	(7) is a type of product approved for sale by the office or is substantially similar to a
9.25	product approved by the office, including but not limited to products that resemble
9.26	nonalcoholic beverages, candy, and baked goods.
9.27	Subd. 46. Matrix barcode. "Matrix barcode" means a code that stores data in a
9.28	two-dimensional array of geometrically shaped dark and light cells capable of being read

9.29 by the camera on a smartphone or other mobile device.

10.1	Subd. 47. Medical cannabinoid product. (a) "Medical cannabinoid product" means a
10.2	cannabinoid product provided to a patient enrolled in the registry program; a registered
10.3	designated caregiver; or a parent, legal guardian, or spouse of an enrolled patient, by a
10.4	cannabis retailer or medical cannabis retailer to treat or alleviate the symptoms of a qualifying
10.5	medical condition. A medical cannabinoid product must be in the form of:
10.6	(1) liquid, including but not limited to oil;
10.7	<u>(2) pill;</u>
10.8	(3) liquid or oil for use with a vaporized delivery method;
10.9	(4) water-soluble cannabinoid multiparticulate, including granules, powder, and sprinkles;
10.10	(5) orally dissolvable product, including lozenges, gum, mints, buccal tablets, and
10.11	sublingual tablets;
10.12	(6) edible products in the form of gummies and chews;
10.13	(7) topical formulation; or
10.14	(8) any allowable form or delivery method approved by the office.
10.15	(b) Medical cannabinoid product does not include adult-use cannabinoid products.
10.16	Subd. 48. Medical cannabis business. "Medical cannabis business" means an entity
10.17	licensed under this chapter to engage in one or more of the following:
10.18	(1) the cultivation of cannabis plants for medical cannabis flower;
10.19	(2) the manufacture of medical cannabinoid products; and
10.20	(3) the retail sale of medical cannabis flower and medical cannabinoid products.
10.21	Subd. 49. Medical cannabis flower. "Medical cannabis flower" means cannabis flower
10.22	provided to a patient enrolled in the registry program; a registered designated caregiver; or
10.23	a parent, legal guardian, or spouse of an enrolled patient by a cannabis retailer or medical
10.24	cannabis business to treat or alleviate the symptoms of a qualifying medical condition.
10.25	Medical cannabis flower does not include adult-use cannabis flower or hemp-derived
10.26	consumer products.
10.27	Subd. 50. Medical cannabis paraphernalia. "Medical cannabis paraphernalia" means
10.28	a delivery device, related supply, or educational material used by a patient enrolled in the
10.29	registry program to administer medical cannabis and medical cannabinoid products.
10.30	Subd. 51. Nonintoxicating cannabinoid. "Nonintoxicating cannabinoid" means a
10.31	cannabinoid that when introduced into the human body does not impair the central nervous

11.1	system and does not impair the human audio, visual, or mental processes. Nonintoxicating
11.2	cannabinoid includes but is not limited to cannabidiol and cannabigerol but does not include
11.3	any artificially derived cannabinoid.
11.4	Subd. 52. Office. "Office" means the Office of Cannabis Management.
11.5	Subd. 53. Outdoor advertisement. "Outdoor advertisement" means an advertisement
11.6	that is located outdoors or can be seen or heard by an individual who is outdoors and includes
11.7	billboards; advertisements on benches; advertisements at transit stations or transit shelters;
11.8	advertisements on the exterior or interior of buses, taxis, light rail transit, or business vehicles;
11.9	and print signs that do not meet the requirements in section 342.66, subdivision 2, paragraph
11.10	(b), but that are placed or located on the exterior property of a cannabis business.
11.11	Subd. 54. Patient. "Patient" means a Minnesota resident who has been diagnosed with
11.12	a qualifying medical condition by a health care practitioner and who has met all other
11.13	requirements for patients under this chapter to participate in the registry program.
11.14	Subd. 55. Patient registry number. "Patient registry number" means a unique
11.15	identification number assigned by the Division of Medical Cannabis to a patient enrolled
11.16	in the registry program.
11.17	Subd. 56. Qualifying medical condition. "Qualifying medical condition" means a
11.18	diagnosis of any of the following conditions:
11.19	(1) Alzheimer's disease;
11.20	(2) autism spectrum disorder that meets the requirements of the fifth edition of the
11.21	Diagnostic and Statistical Manual of Mental Disorders published by the American Psychiatric
11.22	Association;
11.23	(3) cancer, if the underlying condition or treatment produces one or more of the following:
11.24	(i) severe or chronic pain;
11.25	(ii) nausea or severe vomiting; or
11.26	(iii) cachexia or severe wasting;
11.27	(4) chronic motor or vocal tic disorder;
11.28	(5) chronic pain;
11.29	(6) glaucoma;
11.30	(7) human immunodeficiency virus or acquired immune deficiency syndrome;
11.31	(8) intractable pain as defined in section 152.125, subdivision 1, paragraph (c);

12.1	(9) obstructive sleep apnea;
12.2	(10) post-traumatic stress disorder;
12.3	(11) Tourette's syndrome;
12.4	(12) amyotrophic lateral sclerosis;
12.5	(13) seizures, including those characteristic of epilepsy;
12.6	(14) severe and persistent muscle spasms, including those characteristic of multiple
12.7	sclerosis;
12.8	(15) inflammatory bowel disease, including Crohn's disease;
12.9	(16) irritable bowel syndrome;
12.10	(17) obsessive-compulsive disorder;
12.11	(18) sickle cell disease;
12.12	(19) terminal illness, with a probable life expectancy of under one year, if the illness or
12.13	its treatment produces one or more of the following:
12.14	(i) severe or chronic pain;
12.15	(ii) nausea or severe vomiting; or
12.16	(iii) cachexia or severe wasting; or
12.17	(20) any other medical condition or its treatment approved by the office.
12.18	Subd. 57. Registered designated caregiver. "Registered designated caregiver" means
12.19	an individual who:
12.20	(1) is at least 18 years old;
12.21	(2) is not disqualified for a criminal offense according to rules adopted pursuant to
12.22	section 342.20, subdivision 2;
12.23	(3) has been approved by the Division of Medical Cannabis to assist a patient with
12.24	obtaining medical cannabis flower and medical cannabinoid products from a cannabis
12.25	retailer or medical cannabis retailer and with administering medical cannabis flower and
12.26	medical cannabinoid products; and
12.27	(4) is authorized by the Division of Medical Cannabis to assist a patient with the use of
12.28	medical cannabis flower and medical cannabinoid products.

Article 1 Section 1.

HF100 SEVENTH ENGROSSMENT

13.1	Subd. 58. Registry or registry program. "Registry" or "registry program" means the
13.2	patient registry established under this chapter listing patients authorized to obtain medical
13.3	cannabis flower, medical cannabinoid products, and medical cannabis paraphernalia from
13.4	cannabis retailers and medical cannabis retailers and administer medical cannabis flower
13.5	and medical cannabinoid products.
13.6	Subd. 59. Registry verification. "Registry verification" means the verification provided
13.7	by the Division of Medical Cannabis that a patient is enrolled in the registry program and
13.8	that includes the patient's name, patient registry number, and, if applicable, the name of the
13.9	patient's registered designated caregiver or parent, legal guardian, or spouse.
13.10	Subd. 60. Restricted area. "Restricted area" means an area where cannabis flower or
13.11	cannabinoid products are cultivated, manufactured, or stored by a cannabis business.
13.12	Subd. 61. Statewide monitoring system. "Statewide monitoring system" means the
13.13	system for integrated cannabis tracking, inventory, and verification established or adopted
13.14	by the office.
13.15	Subd. 62. Synthetic cannabinoid. "Synthetic cannabinoid" means a substance with a
13.16	similar chemical structure and pharmacological activity to a cannabinoid but is not extracted
13.17	or derived from cannabis plants, cannabis flower, hemp plants, or hemp plant parts and is
13.18	instead created or produced by chemical or biochemical synthesis.
13.19	Subd. 63. Veteran. "Veteran" means an individual who satisfies the requirements in
13.20	section 197.447.
13.21	Subd. 64. Visiting designated caregiver. "Visiting designated caregiver" means an
13.22	individual who is authorized under a visiting patient's jurisdiction of residence to assist the
13.23	visiting patient with the use of medical cannabis flower and medical cannabinoid products.
13.24	To be considered a visiting designated caregiver, the individual must possess a valid
13.25	verification card or its equivalent that is issued by the visiting patient's jurisdiction of
13.26	residence and that verifies that the individual is authorized to assist the visiting patient with
13.27	the administration of medical cannabis flower and medical cannabinoid products under the
13.28	laws or regulations of the visiting patient's jurisdiction of residence.
13.29	Subd. 65. Visiting patient. "Visiting patient" means an individual who is not a Minnesota
13.30	resident and who possesses a valid registration verification card or its equivalent that is
13.31	issued under the laws or regulations of another state, district, commonwealth, or territory
13.32	of the United States verifying that the individual is enrolled in or authorized to participate
13.33	in that jurisdiction's medical cannabis or medical marijuana program.

14.1	Subd. 66. Volatile solvent. "Volatile solvent" means any solvent that is or produces a
14.2	flammable gas or vapor that, when present in the air in sufficient quantities, will create
14.3	explosive or ignitable mixtures. Volatile solvent includes but is not limited to butane, hexane,
14.4	and propane.
14.5	Sec. 2. [342.02] OFFICE OF CANNABIS MANAGEMENT.
14.6	Subdivision 1. Establishment. The Office of Cannabis Management is created with the
14.7	powers and duties established by law. In making rules, establishing policy, and exercising
14.8	its regulatory authority over the cannabis industry, the office must:
14.9	(1) promote the public health and welfare;
14.10	(2) protect public safety;
14.11	(3) eliminate the illicit market for cannabis flower and cannabinoid products;
14.12	(4) meet the market demand for cannabis flower and cannabinoid products;
14.13	(5) promote a craft industry for cannabis flower and cannabinoid products; and
14.14	(6) prioritize growth and recovery in communities that have experienced a
14.15	disproportionate, negative impact from cannabis prohibition.
14.16	Subd. 2. Powers and duties. The office has the following powers and duties:
14.17	(1) to develop, maintain, and enforce an organized system of regulation for the cannabis
14.18	industry;
14.19	(2) to establish programming, services, and notification to protect, maintain, and improve
14.20	the health of citizens;
14.21	(3) to prevent unauthorized access to cannabis flower, cannabinoid products, and
14.22	hemp-derived consumer products by individuals under 21 years of age;
14.23	(4) to establish and regularly update standards for product testing, packaging, and
14.24	labeling;
14.25	(5) to promote economic growth with an emphasis on growth in areas that experienced
14.26	a disproportionate, negative impact from cannabis prohibition;
14.27	(6) to issue and renew licenses;
14.28	(7) to require fingerprints from individuals determined to be subject to fingerprinting,
14.29	including the submission of fingerprints to the Federal Bureau of Investigation where

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

15.1	from the office on the individual's behalf or as a cooperative member or director, manager,
15.2	or general partner of a business entity;
15.3	(8) to receive reports required by this chapter and inspect the premises, records, books,
15.4	and other documents of license holders to ensure compliance with all applicable laws and
15.5	rules;
15.6	(9) to authorize the use of unmarked motor vehicles to conduct seizures or investigations
15.7	pursuant to the office's authority;
15.8	(10) to impose and collect civil and administrative penalties as provided in this chapter;
15.9	(11) to publish such information as may be deemed necessary for the welfare of cannabis
15.10	businesses, cannabis workers, and the health and safety of citizens;
15.11	(12) to make loans and grants in aid to the extent that appropriations are made available
15.12	for that purpose;
15.13	(13) to authorize research and studies on cannabis flower, cannabinoid products, and
15.14	the cannabis industry;
15.15	(14) to provide reports as required by law;
15.16	(15) to establish limits on the potency of cannabis flower and cannabinoid products that
15.17	can be sold to customers by licensed cannabis retailers and licensed cannabis microbusinesses
15.18	with an endorsement to sell cannabis flower and cannabinoid products to customers; and
15.19	(16) to exercise other powers and authority and perform other duties required by law.
15.20	Subd. 3. Medical cannabis program. The powers and duties of the Department of
15.21	Health with respect to the medical cannabis program under Minnesota Statutes 2022, sections
15.22	152.22 to 152.37, are transferred to the Office of Cannabis Management under section
15.23	15.039. State employees shall not be displaced by the transfer of duties from the Department
15.24	of Health medical cannabis program to the Office of Cannabis Management under this
15.25	subdivision.
15.26	Subd. 4. Interagency agreements. (a) The office and the commissioner of agriculture
15.27	shall enter into interagency agreements to ensure that edible cannabinoid products are
15.28	handled, manufactured, and inspected in a manner that is consistent with the relevant food
15.29	safety requirements in chapters 28A, 31, and 34A and associated rules.
15.30	(b) The office may cooperate and enter into other agreements with the commissioner of
15.31	agriculture and may cooperate and enter into agreements with the commissioners and

16.1	directors of other state agencies and departments to promote the beneficial interests of the
16.2	state.
16.3	Subd. 5. Rulemaking. The office may adopt rules to implement any provisions in this
16.4	chapter. Rules for which notice is published in the State Register before July 1, 2025, may
16.5	be adopted using the expedited rulemaking process in section 14.389.
16.6	Subd. 6. Director. (a) The governor shall appoint a director of the office with the advice
16.7	and consent of the senate. The director must be in the unclassified service and must serve
16.8	at the pleasure of the governor.
16.9	(b) The salary of the director must not exceed the salary limit established under section
16.10	15A.0815, subdivision 3.
16.11	(c) While serving as the director and within two years after terminating service, the
16.12	director is prohibited from having a direct or an indirect financial interest in a cannabis
16.13	business licensed under this chapter.
16.14	(d) The director must not have been a member of the Minnesota legislature or held a
16.15	constitutional office for at least four years before appointment.
16.16	Subd. 7. Employees. (a) The office may employ other personnel in the classified service
16.17	necessary to carry out the duties in this chapter.
16.18	(b) Upon request by the office, a prospective employee of the office must submit a
16.19	completed criminal history records check consent form, a full set of classifiable fingerprints,
16.20	and the required fees to the office. Upon receipt of this information, the office must submit
16.21	the completed criminal history records check consent form, full set of classifiable fingerprints,
16.22	and required fees to the Bureau of Criminal Apprehension. After receiving this information,
16.23	the bureau must conduct a Minnesota criminal history records check of the license applicant.
16.24	The bureau may exchange a license applicant's fingerprints with the Federal Bureau of
16.25	Investigation to obtain the applicant's national criminal history record information. The
16.26	bureau must return the results of the Minnesota and federal criminal history records checks
16.27	to the director to determine if the applicant is disqualified under rules adopted pursuant to
16.28	section 342.20.
16.29	(c) While employed by the office and within two years after terminating employment,
16.30	an employee may not have a direct or an indirect financial interest in a cannabis business
16.31	licensed under this chapter.
16.32	Subd. 8. Division of Social Equity. The office must establish a Division of Social Equity.
	buod. 0. Division of Social Equity: The office must establish a Division of Social Equity:

17.1	(1) administer grants to communities that experienced a disproportionate, negative impact
17.2	from cannabis prohibition in order to promote economic development, provide services to
17.3	prevent violence, support early intervention programs for youth and families, and promote
17.4	community stability and safety;
17.5	(2) act as an ombudsperson for the office to provide information, investigate complaints
17.6	under this chapter, and provide or facilitate dispute resolutions; and
17.7	(3) report to the office on the status of complaints and social equity in the cannabis
17.8	industry.
17.9	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2023, except for subdivision 3,
17.10	which is effective January 1, 2024.
17.11	Sec. 3. [342.03] CANNABIS ADVISORY COUNCIL.
17.12	Subdivision 1. Membership. (a) The Cannabis Advisory Council is created consisting
17.13	of the following members:
17.14	(1) the director of the Office of Cannabis Management or a designee;
17.15	(2) the commissioner of employment and economic development or a designee;
17.16	(3) the commissioner of revenue or a designee;
17.17	(4) the commissioner of health or a designee;
17.18	(5) the commissioner of public safety or a designee;
17.19	(6) the commissioner of human rights or a designee;
17.20	(7) the commissioner of labor or a designee;
17.21	(8) the commissioner of agriculture or a designee;
17.22	(9) the commissioner of the Pollution Control Agency or a designee;
17.23	(10) the superintendent of the Bureau of Criminal Apprehension or a designee;
17.24	(11) a representative from the League of Minnesota Cities appointed by the league;
17.25	(12) a representative from the Association of Minnesota Counties appointed by the
17.26	association;
17.27	(13) an expert in minority business development appointed by the governor;
17.28	(14) an expert in economic development strategies for under-resourced communities
17.29	appointed by the governor;

18.1	(15) an expert in farming or representing the interests of farmers appointed by the
18.2	governor;
18.3	(16) an expert representing the interests of cannabis workers appointed by the governor;
18.4	(17) an expert representing the interests of employers appointed by the governor;
18.5	(18) an expert in municipal law enforcement with advanced training in impairment
18.6	detection and evaluation appointed by the governor;
18.7	(19) an expert in social welfare or social justice appointed by the governor;
18.8	(20) an expert in criminal justice reform to mitigate the disproportionate impact of drug
18.9	prosecutions on communities of color appointed by the governor;
18.10	(21) an expert in the prevention and treatment of substance use disorders appointed by
18.11	the governor;
18.12	(22) an expert in minority business ownership appointed by the governor;
18.13	(23) an expert in women-owned businesses appointed by the governor;
18.14	(24) an expert in cannabis retailing appointed by the governor;
18.15	(25) an expert in cannabis product manufacturing appointed by the governor;
18.16	(26) an expert in laboratory sciences and toxicology appointed by the governor;
18.17	(27) an expert in providing legal services to cannabis businesses appointed by the
18.18	governor;
18.19	(28) an expert in cannabis cultivation appointed by the governor;
18.20	(29) two patient advocates, one who is a patient enrolled in the medical cannabis program
18.21	and one patient with experience in the mental health system or substance use disorder
18.22	treatment system appointed by the governor;
18.23	(30) a veteran appointed by the governor;
18.24	(31) one member of each of the following federally recognized Tribes, designated by
18.25	the elected Tribal president or chairperson of the governing bodies of:
18.26	(i) the Fond du Lac Band;
18.27	(ii) the Grand Portage Band;
18.28	(iii) the Mille Lacs Band;
18.29	(iv) the White Earth Band;

19.1	(v) the Bois Forte Band;
19.2	(vi) the Leech Lake Band;
19.3	(vii) the Red Lake Nation;
19.4	(viii) the Upper Sioux Community;
19.5	(ix) the Lower Sioux Indian Community;
19.6	(x) the Shakopee Mdewakanton Sioux Community; and
19.7	(xi) the Prairie Island Indian Community; and
19.8	(32) a representative from the Local Public Health Association of Minnesota appointed
19.9	by the association.
19.10	(b) While serving on the Cannabis Advisory Council and within two years after
19.11	terminating service, a council member shall not serve as a lobbyist, as defined under section
19.12	10A.01, subdivision 21.
19.13	Subd. 2. Terms; compensation; removal; vacancy; expiration. The membership terms,
19.14	compensation, removal of members appointed by the governor, and filling of vacancies of
19.15	members are provided in section 15.059.
19.16	Subd. 3. Officers; meetings. (a) The director of the Office of Cannabis Management
19.17	or the director's designee must chair the Cannabis Advisory Council. The advisory council
19.18	must elect a vice-chair and may elect other officers as necessary.
19.19	(b) The advisory council shall meet quarterly or upon the call of the chair.
19.20	(c) Meetings of the advisory council are subject to chapter 13D.
19.21	Subd. 4. Duties. (a) The duties of the advisory council shall include:
19.22	
	(1) reviewing national cannabis policy;
19.23	<ul><li>(1) reviewing national cannabis policy;</li><li>(2) examining the effectiveness of state cannabis policy;</li></ul>
19.23 19.24	
	(2) examining the effectiveness of state cannabis policy;
19.24	<ul> <li>(2) examining the effectiveness of state cannabis policy;</li> <li>(3) reviewing developments in the cannabis industry;</li> </ul>
19.24 19.25	<ul> <li>(2) examining the effectiveness of state cannabis policy;</li> <li>(3) reviewing developments in the cannabis industry;</li> <li>(4) reviewing developments in the study of cannabis flower and cannabinoid products;</li> </ul>
19.24 19.25 19.26	<ul> <li>(2) examining the effectiveness of state cannabis policy;</li> <li>(3) reviewing developments in the cannabis industry;</li> <li>(4) reviewing developments in the study of cannabis flower and cannabinoid products;</li> <li>(5) taking public testimony; and</li> </ul>
19.24 19.25 19.26 19.27	<ul> <li>(2) examining the effectiveness of state cannabis policy;</li> <li>(3) reviewing developments in the cannabis industry;</li> <li>(4) reviewing developments in the study of cannabis flower and cannabinoid products;</li> <li>(5) taking public testimony; and</li> <li>(6) making recommendations to the Office of Cannabis Management.</li> </ul>

20.1	Sec. 4. [342.04] STUDIES; REPORTS.
20.2	(a) The office shall conduct a study to determine the expected size and growth of the
20.3	regulated cannabis industry, including an estimate of the demand for cannabis flower and
20.4	cannabinoid products, the number and geographic distribution of cannabis businesses needed
20.5	to meet that demand, and the anticipated business from residents of other states.
20.6	(b) The office shall conduct a study to determine the size of the illicit cannabis market,
20.7	the sources of illicit cannabis flower and illicit cannabinoid products in the state, the locations
20.8	of citations issued and arrests made for cannabis offenses, and the subareas, such as census
20.9	tracts or neighborhoods, that experience a disproportionately large amount of cannabis
20.10	enforcement.
20.11	(c) The office shall conduct a study on impaired driving to determine the number of
20.12	accidents involving one or more drivers who admitted to using cannabis flower or
20.13	cannabinoid products or who tested positive for cannabis or tetrahydrocannabinol, the
20.14	number of arrests of individuals for impaired driving in which the individual tested positive
20.15	for cannabis or tetrahydrocannabinol, and the number of convictions for driving under the
20.16	influence of cannabis flower, cannabinoid products, or tetrahydrocannabinol.
20.17	(d) The office shall provide preliminary reports on the studies conducted pursuant to
20.18	paragraphs (a) to (c) to the legislature by January 15, 2024, and shall provide final reports
20.19	to the legislature by January 15, 2025. The reports may be consolidated into a single report
20.20	by the office.
20.21	(e) The office shall conduct a study on the state's mental health system and substance
20.22	use disorder treatment system to determine the rates at which individuals access those
20.23	systems. At a minimum, the report shall include information about the number of people
20.24	admitted to emergency rooms for treatment of a mental illness or substance use disorder,
20.25	ordered by a court to participate in mental health or substance use programming, and who
20.26	voluntarily agreed to accept mental health or substance use treatment or admission to a
20.27	state-operated treatment program or treatment facility. The report must include summary
20.28	data disaggregated by the month of admission or order; age, race, and sex of the individuals;
20.29	whether the admission or order was for a mental illness or substance use disorder; and, to
20.30	the extent known, the substance of abuse that resulted in the admission or order. Data must
20.31	be obtained, retained, and reported in a way that prevents the unauthorized release of private
20.32	data on individuals as defined in section 13.02. The office shall submit the report by January
20.33	15, 2027, and the report may be combined with the annual report submitted by the office.

21.1	(f) The office shall submit an annual report to the legislature by January 15, 2024, and
21.2	each January 15 thereafter. The annual report shall include but not be limited to the following:
21.3	(1) the status of the regulated cannabis industry;
21.4	(2) the status of the illicit cannabis market;
21.5	(3) the number of accidents, arrests, and convictions involving drivers who admitted to
21.6	using cannabis flower or cannabinoid products or who tested positive for cannabis or
21.7	tetrahydrocannabinol;
21.8	(4) the change in potency, if any, of cannabis flower and cannabinoid products available
21.9	through the regulated market;
21.10	(5) progress on providing opportunities to individuals and communities that experienced
21.11	a disproportionate, negative impact from cannabis prohibition, including but not limited to
21.12	providing relief from criminal convictions and increasing economic opportunities;
21.13	(6) the status of racial and geographic diversity in the cannabis industry;
21.14	(7) proposed legislative changes;
21.15	(8) information on the adverse effects of second-hand smoke from any cannabis flower,
21.16	cannabinoid products, and hemp-derived consumer products that are consumed by
21.17	combustion or vaporization of the product and inhalation of smoke, aerosol, or vapor from
21.18	the product; and
21.19	(9) recommendations for levels of funding for:
21.20	(i) a coordinated education program to address and raise public awareness about the top
21.21	three adverse health effects, as determined by the commissioner of health, associated with
21.22	the use of cannabis flower or cannabinoid products by individuals under 21 years of age;
21.23	(ii) a coordinated education program to educate pregnant women, breastfeeding women,
21.24	and women who may become pregnant on the adverse health effects of cannabis flower and
21.25	cannabinoid products;
21.26	(iii) training, technical assistance, and educational materials for home visiting programs
21.27	and Tribal home visiting programs regarding safe and unsafe use of cannabis flower and
21.28	cannabinoid products in homes with infants and young children;
21.29	(iv) model programs to educate middle school and high school students on the health
21.30	effects on children and adolescents of the use of cannabis flower, cannabinoid products,

21.31 <u>and other intoxicating or controlled substances;</u>

22.1	(v) grants issued through the CanTrain, CanNavigate, CanStartup, and CanGrow
22.2	programs;
22.3	(vi) grants to organizations for community development in social equity communities
22.4	through the CanRenew program;
22.5	(vii) training of peace officers and law enforcement agencies on changes to laws involving
22.6	cannabis flower, cannabinoid products, and hemp-derived consumer products, and the law's
22.7	impact on searches and seizures;
22.8	(viii) training of peace officers to increase the number of drug recognition experts;
22.9	(ix) training of peace officers on the cultural uses of sage and distinguishing use of sage
22.10	from the use of cannabis flower, including whether the Board of Peace Officer Standards
22.11	and Training should approve or develop training materials;
22.12	(x) the retirement and replacement of drug detection dogs; and
22.13	(xi) the Department of Human Services and county social service agencies to address
22.14	any increase in demand for services.
22.15	(g) In developing the recommended funding levels under paragraph (f), clause (9), items
22.16	(vii) to (xi), the office shall consult with local law enforcement agencies, the Minnesota
22.17	Chiefs of Police Association, the Minnesota Sheriff's Association, the League of Minnesota
22.18	Cities, the Association of Minnesota Counties, and county social services agencies.
22.19	Sec. 5. [342.05] STATEWIDE MONITORING SYSTEM.
22.20	Subdivision 1. Statewide monitoring. The office must contract with an outside vendor
22.21	to establish a statewide monitoring system for integrated cannabis tracking, inventory, and
22.22	verification to track all cannabis plants, cannabis flower, cannabinoid products, and artificially
22.23	derived cannabinoids from seed, immature plant, or creation until disposal or sale to a patient
22.24	or customer.
22.25	Subd. 2. Data submission requirements. The monitoring system must allow cannabis
22.26	businesses to submit monitoring data to the office through the use of monitoring system
22.27	software commonly used within the cannabis industry and may also permit cannabis
22.28	businesses to submit monitoring data through manual data entry with approval from the
22.29	office.

23.1	Sec. 6. [342.06] APPROVAL OF CANNABIS FLOWER, PRODUCTS, AND
23.2	CANNABINOIDS.
23.3	(a) The office shall approve types of cannabis flower, cannabinoid products, and
23.4	hemp-derived consumer products other than hemp-derived topical products for retail sale.
23.5	(b) The office shall not approve any cannabinoid product or hemp-derived consumer
23.6	product that:
23.7	(1) is or appears to be a lollipop or ice cream;
23.8	(2) bears the likeness or contains characteristics of a real or fictional person, animal, or
23.9	<u>fruit;</u>
23.10	(3) is modeled after a type or brand of products primarily consumed by or marketed to
23.11	children;
23.12	(4) contains a synthetic cannabinoid;
23.13	(5) is made by applying a cannabinoid, including but not limited to an artificially derived
23.14	cannabinoid, to a finished food product that does not contain cannabinoids and is sold to
23.15	consumers, including but not limited to a candy or snack food; or
23.16	(6) if the product is an edible cannabinoid product, contains an ingredient, other than a
23.17	cannabinoid, that is not approved by the United States Food and Drug Administration for
23.18	use in food.
23.19	(c) The office must not approve any cannabis flower, cannabinoid product, or
23.20	hemp-derived consumer product that:
23.21	(1) is intended to be consumed by combustion or vaporization of the product and
23.22	inhalation of smoke, aerosol, or vapor from the product; and
23.23	(2) imparts a taste or smell, other than the taste or smell of cannabis flower, that is
23.24	distinguishable by an ordinary person before or during consumption of the product.
23.25	(d) The office may adopt rules to limit or prohibit ingredients in or additives to cannabis
23.26	flower, cannabinoid products, or hemp-derived consumer products to ensure compliance
23.27	with the limitations in paragraph (c).
23.28	Sec. 7. [342.07] AGRICULTURAL AND FOOD SAFETY PRACTICES;
23.29	RULEMAKING.
23.30	Subdivision 1. Plant propagation standards. In consultation with the commissioner

23.31 of agriculture, the office by rule must establish certification, testing, and labeling

24.1	requirements for the methods used to grow new cannabis plants or hemp plants, including
24.2	but not limited to growth from seed, clone, cutting, or tissue culture. The requirements must
24.3	prohibit the cultivation of cannabis plants derived from genetic engineering, as defined in
24.4	section 18F.02, subdivision 4.
24.5	Subd. 2. Agricultural best practices. In consultation with the commissioner of
24.6	agriculture and representatives from the University of Minnesota Extension Service, the
24.7	office shall establish best practices for:
24.8	(1) the cultivation and preparation of cannabis plants; and
24.9	(2) the use of pesticides, fertilizers, soil amendments, and plant amendments in relation
24.10	to growing cannabis plants.
24.11	Subd. 3. Edible cannabinoid product handler endorsement. (a) Any person seeking
24.12	to manufacture, process, sell, handle, or store an edible cannabinoid product, other than an
24.13	edible cannabinoid product that has been placed in its final packaging, must first obtain an
24.14	edible cannabinoid product handler endorsement.
24.15	(b) In consultation with the commissioner of agriculture, the office shall establish an
24.16	edible cannabinoid product handler endorsement.
24.17	(c) The office must regulate edible cannabinoid product handlers and assess penalties
24.18	in the same manner provided for food handlers under chapters 28A, 31, and 34A and
24.19	associated rules, with the following exceptions:
24.20	(1) the office must issue an edible cannabinoid product handler endorsement, rather than
24.21	a license;
24.22	(2) eligibility for an edible cannabinoid product handler endorsement is limited to persons
24.23	who possess a valid license issued by the office;
24.24	(3) the office may not charge a fee for issuing or renewing the endorsement;
24.25	(4) the office must align the term and renewal period for edible cannabinoid product
24.26	handler endorsements with the term and renewal period of the license issued by the office;
24.27	and
24.28	(5) an edible cannabinoid product must not be considered adulterated solely because the
24.29	product contains tetrahydrocannabinol, cannabis concentrate, or any other material extracted
24.30	or derived from a cannabis plant, cannabis flower, hemp plant, or hemp plant parts.
24.31	(d) The edible cannabinoid product handler endorsement must prohibit the manufacture
24.32	of edible cannabinoid products at the same premises where food is manufactured, except

25.1	for the limited production of edible products produced solely for product development,
25.2	sampling, or testing.
25.3	Sec. 8. [342.08] ESTABLISHMENT OF ENVIRONMENTAL STANDARDS.
25.4	Subdivision 1. Water standards. In consultation with the commissioner of the Pollution
25.5	Control Agency, the office by rule must establish appropriate water standards for cannabis
25.6	businesses.
25.7	Subd. 2. Energy use. In consultation with the commissioner of commerce, the office
25.8	by rule must establish appropriate energy standards for cannabis businesses.
25.9	Subd. 3. Solid waste. In consultation with the commissioner of the Pollution Control
25.10	Agency, the office by rule must establish appropriate solid waste standards for the disposal
25.11	<u>of:</u>
25.12	(1) cannabis flower and cannabinoid products;
25.13	(2) packaging;
25.14	(3) recyclable materials, including minimum requirements for the use of recyclable
25.15	materials; and
25.16	(4) other solid waste.
25.17	Subd. 4. Odor. The office by rule must establish appropriate standards and requirements
25.18	to limit odors produced by cannabis businesses.
25.19	Subd. 5. Applicability; federal, state, and local laws. A cannabis business must comply
25.20	with all applicable federal, state, and local laws related to the subjects of subdivisions 1 to
25.21	<u>4.</u>
25.22	Subd. 6. Rulemaking. (a) The office may only adopt a rule under this section if the rule
25.23	is consistent with and at least as stringent as applicable state and federal laws related to the
25.24	subjects of subdivisions 1 to 4.
25.25	(b) The office must coordinate and consult with a department or agency of the state
25.26	regarding the development and implementation of a rule under this section if the department
25.27	or agency has expertise or a regulatory interest in the subject matter of the rule.
25.28	Sec. 9. [342.09] PERSONAL ADULT USE OF CANNABIS.
25.29	Subdivision 1. Personal adult use, possession, and transportation of cannabis flower
25.30	and cannabinoid products. (a) An individual 21 years of age or older may:

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H0100-7

HF100 SEVENTH ENGROSSMENT

26.1	(1) use, possess, or transport cannabis paraphernalia;
26.2	(2) possess or transport two ounces or less of adult-use cannabis flower in a public place;
26.3	(3) possess five pounds or less of adult-use cannabis flower in the individual's private
26.4	residence;
26.5	(4) possess or transport eight grams or less of adult-use cannabis concentrate;
26.6	(5) possess or transport edible cannabinoid products infused with a combined total of
26.7	800 milligrams or less of tetrahydrocannabinol;
26.8	(6) give for no remuneration two ounces or less of adult-use cannabis flower, eight grams
26.9	or less of adult-use cannabis concentrate, or an edible cannabinoid product infused with
26.10	800 milligrams or less of tetrahydrocannabinol to an individual who is at least 21 years of
26.11	age; and
26.12	(7) use adult-use cannabis flower and adult-use cannabinoid products in the following
26.13	locations:
26.14	(i) a private residence, including the individual's curtilage or yard;
26.15	(ii) on private property, not generally accessible by the public, unless the individual is
26.16	explicitly prohibited from consuming cannabis flower or cannabinoid products on the
26.17	property by the owner of the property; or
26.18	(iii) on the premises of an establishment or event licensed to permit on-site consumption.
26.19	(b) Except as provided in paragraph (c), an individual may not:
26.20	(1) use, possess, or transport cannabis flower or cannabinoid products if the individual
26.21	is under 21 years of age;
26.22	(2) use cannabis flower or cannabinoid products in a motor vehicle as defined in section
26.23	<u>169A.03</u> , subdivision 15;
26.24	(3) use cannabis flower or cannabinoid products at any location where smoking is
26.25	prohibited under section 144.414;
26.26	(4) use or possess cannabis flower or cannabinoid products in a public school, as defined
26.27	in section 120A.05, subdivisions 9, 11, and 13, or in a charter school governed by chapter
26.28	124E, including all facilities, whether owned, rented, or leased, and all vehicles that a school
26.29	district owns, leases, rents, contracts for, or controls;
26.30	(5) use or possess cannabis flower or cannabinoid products in a state correctional facility;

27.1	(6) operate a motor vehicle while under the influence of cannabis flower or cannabinoid
27.2	products;
27.3	(7) give for no remuneration cannabis flower or cannabinoid products to an individual
27.4	under 21 years of age; or
27.5	(8) give for no remuneration cannabis flower or cannabinoid products as a sample or
27.6	promotional gift if the giver is in the business of selling goods or services.
27.7	(c) The prohibitions under paragraph (b), clauses (1) to (4), do not apply to use other
27.8	than by smoking or by a vaporized delivery method, possession, or transportation of medical
27.9	cannabis flower or medical cannabinoid products by a patient; a registered designated
27.10	caregiver; or a parent, legal guardian, or spouse of a patient.
27.11	(d) A proprietor of a family or group family day care program must disclose to parents
27.12	or guardians of children cared for on the premises of the family or group family day care
27.13	program, if the proprietor permits the smoking or use of cannabis flower or cannabinoid
27.14	products on the premises outside of its hours of operation. Disclosure must include posting
27.15	on the premises a conspicuous written notice and orally informing parents or guardians.
27.16	Subd. 2. Home cultivation of cannabis for personal adult use. Up to eight cannabis
27.17	plants, with no more than four being mature, flowering plants may be grown at a single
27.18	residence, including the curtilage or yard, without a license to cultivate cannabis issued
27.19	under this chapter provided that cultivation takes place at the primary residence of an
27.20	individual 21 years of age or older and in an enclosed, locked space that is not open to public
27.21	view.
27.22	Subd. 3. Home extraction of cannabis concentrate by use of volatile solvent
27.23	prohibited. No person may use a volatile solvent to separate or extract cannabis concentrate
27.24	without a cannabis manufacturer, cannabis microbusiness, or medical cannabis processor
27.25	license issued under this chapter.
27.26	Subd. 4. Sale of cannabis flower and cannabinoid products prohibited. No person
27.27	may sell cannabis flower or cannabinoid products without a license issued under this chapter
27.28	that authorizes the sale.
27.29	Subd. 5. Importation of hemp-derived products. No person may import lower potency
27.30	edible products or hemp-derived consumer products, other than hemp-derived topical
27.31	products, that are manufactured outside the boundaries of the state of Minnesota with the
27.32	intent to sell the products to consumers within the state or to any other person or business
27.33	that intends to sell the products to consumers within the state without a license issued under

28.1	this chapter that authorizes the importation of such products. This subdivision does not
28.2	apply to products lawfully purchased for personal use.
28.3	Subd. 6. Violations; penalties. (a) In addition to penalties listed in this subdivision, a
28.4	person who violates the provisions of this chapter is subject to any applicable criminal
28.5	penalty.
28.6	(b) The office may assess the following civil penalties on a person who sells cannabis
28.7	flower or cannabinoid products without a license issued under this chapter that authorizes
28.8	the sale:
28.9	(1) if the person sells up to two ounces of cannabis flower, up to $3,000$ or three times
28.10	the retail market value of the cannabis flower, whichever is greater;
28.11	(2) if the person sells more than two ounces but not more than eight ounces of cannabis
28.12	flower, up to \$10,000 or three times the retail market value of the cannabis flower, whichever
28.13	is greater;
28.14	(3) if the person sells more than eight ounces but not more than one pound of cannabis
28.15	flower, up to \$25,000 or three times the retail market value of the cannabis flower, whichever
28.16	is greater;
28.17	(4) if the person sells more than one pound but not more than five pounds of cannabis
28.18	flower, up to \$50,000 or three times the retail market value of the cannabis flower, whichever
28.19	is greater;
28.20	(5) if the person sells more than five pounds but not more than 25 pounds of cannabis
28.21	flower, up to \$100,000 or three times the retail market value of the cannabis flower,
28.22	whichever is greater;
28.23	(6) if the person sells more than 25 pounds but not more than 50 pounds of cannabis
28.24	flower, up to \$250,000 or three times the retail market value of the cannabis flower,
28.25	whichever is greater; and
28.26	(7) if the person sells more than 50 pounds of cannabis flower, up to $1,000,000$ or three
28.27	times the retail market value of the cannabis flower, whichever is greater.
28.28	(c) The office may assess the following civil penalties on a person who sells cannabis
28.29	concentrate without a license issued under this chapter that authorizes the sale:
28.30	(1) if the person sells up to eight grams of cannabis concentrate, up to $3,000$ or three
28.31	times the retail market value of the cannabis concentrate, whichever is greater;

29.1	(2) if the person sells more than eight grams but not more than 40 grams of cannabis
29.2	concentrate, up to \$10,000 or three times the retail market value of the cannabis concentrate,
29.3	whichever is greater;
29.4	(3) if the person sells more than 40 grams but not more than 80 grams of cannabis
29.5	concentrate, up to \$25,000 or three times the retail market value of the cannabis concentrate,
29.6	whichever is greater;
29.7	(4) if the person sells more than 80 grams but not more than 400 grams of cannabis
29.8	concentrate, up to \$50,000 or three times the retail market value of the cannabis concentrate,
29.9	whichever is greater;
29.10	(5) if the person sells more than 400 grams but not more than two kilograms of cannabis
29.11	concentrate, up to \$100,000 or three times the retail market value of the cannabis concentrate,
29.12	whichever is greater;
29.13	(6) if the person sells more than two kilograms but not more than four kilograms of
29.14	cannabis concentrate, up to \$250,000 or three times the retail market value of the cannabis
29.15	concentrate, whichever is greater; and
29.16	(7) if the person sells more than four kilograms of cannabis concentrate, up to $$1,000,000$
29.17	or three times the retail market value of the cannabis concentrate, whichever is greater.
29.18	(d) The office may assess the following civil penalties on a person who imports or sells
29.19	products infused with tetrahydrocannabinol without a license issued under this chapter that
29.20	authorizes the importation or sale:
29.21	(1) if the person imports or sells products infused with up to 800 milligrams of
29.22	tetrahydrocannabinol, up to \$3,000 or three times the retail market value of the infused
29.23	product, whichever is greater;
29.24	(2) if the person imports or sells products infused with a total of more than 800 milligrams
29.25	but not more than four grams of tetrahydrocannabinol, up to \$10,000 or three times the
29.26	retail market value of the infused product, whichever is greater;
29.27	(3) if the person imports or sells products infused with a total of more than four grams
29.28	but not more than eight grams of tetrahydrocannabinol, up to \$25,000 or three times the
29.29	retail market value of the infused product, whichever is greater;
29.30	(4) if the person imports or sells products infused with a total of more than eight grams
29.31	but not more than 40 grams of tetrahydrocannabinol, up to \$50,000 or three times the retail
29.32	market value of the infused product, whichever is greater;

- (5) if the person imports or sells products infused with a total of more than 40 grams 30.1 but not more than 200 grams of tetrahydrocannabinol, up to \$100,000 or three times the 30.2 retail market value of the infused product, whichever is greater; 30.3 (6) if the person imports or sells products infused with a total of more than 200 grams 30.4 but not more than 400 grams of tetrahydrocannabinol, up to \$250,000 or three times the 30.5 retail market value of the infused product, whichever is greater; and 30.6 (7) if the person imports or sells products infused with a total of more than 400 grams 30.7 of tetrahydrocannabinol, up to \$1,000,000 or three times the retail market value of the 30.8 infused product, whichever is greater. 30.9 (e) The office may assess a civil penalty of up to \$500 for each plant grown in excess 30.10 of the limit on a person who grows more than eight cannabis plants or more than four mature, 30.11 flowering plants, without a license to cultivate cannabis issued under this chapter. 30.12 Sec. 10. [342.10] LICENSES; TYPES. 30.13 The office shall issue the following types of license: 30.14
- 30.15 (1) cannabis cultivator, including:
- 30.16 (i) craft cultivator; and
- 30.17 (ii) bulk cultivator;
- 30.18 (2) cannabis manufacturer;
- 30.19 (3) cannabis retailer;
- 30.20 (4) cannabis wholesaler;
- 30.21 (5) cannabis transporter;
- 30.22 (6) cannabis testing facility;
- 30.23 (7) cannabis microbusiness;
- 30.24 (8) cannabis event organizer;
- 30.25 (9) cannabis delivery service;
- 30.26 (10) lower potency edible retailer;
- 30.27 (11) medical cannabis cultivator;
- 30.28 (12) medical cannabis processor; and
- 30.29 (13) medical cannabis retailer.

31.1	Sec. 11. [342.11] LICENSES; FEES.
31.2	Except for the application fees authorized under sections 342.12, paragraph (d), and
31.3	342.15, subdivision 4, the office shall not charge a fee for annual licenses issued under this
31.4	chapter. Nothing in this section prohibits a local unit of government from charging the
31.5	retailer registration fee established in section 342.215.
31.6	Sec. 12. [342.12] LICENSES; TRANSFERS; ADJUSTMENTS.
31.7	(a) Licenses issued under this chapter may not be transferred. A new license must be
31.8	obtained when:
31.9	(1) the form of the licensee's legal business structure converts or changes to a different
31.10	type of legal business structure;
31.11	(2) the licensee dissolves, consolidates, or merges with another legal organization;
31.12	(3) within the previous 24 months, 50 percent or more of the licensee is transferred by
31.13	a single transaction or multiple transactions to:
31.14	(i) another person or legal organization; or
31.15	(ii) a person or legal organization who had less than a five percent ownership interest
31.16	in the licensee at the time of the first transaction; or
31.17	(4) any other event or combination of events that results in a substitution, elimination,
31.18	or withdrawal of the licensee's responsibility for the operation of the licensee.
31.19	(b) Licenses must be renewed annually.
31.20	(c) License holders may petition the office to adjust the tier of a license issued within a
31.21	license category provided that the license holder meets all applicable requirements.
31.22	(d) The office by rule may permit relocation of a licensed cannabis business, adopt
31.23	requirements for the submission of a license relocation application, establish standards for
31.24	the approval of a relocation application, and charge a fee not to exceed \$250 for reviewing
31.25	and processing applications. Relocation of a licensed premises pursuant to this paragraph
31.26	does not extend or otherwise modify the license term of the license subject to relocation.
31.27	Sec. 13. [342.14] LOCAL CONTROL.
31.28	(a) A local unit of government may not prohibit the possession, transportation, or use
31.29	of cannabis flower or cannabinoid products authorized under this chapter.

32.1	(b) Except as provided in section 342.215, a local unit of government may not prohibit
32.2	the establishment or operation of a cannabis business licensed under this chapter.
32.3	(c) A local unit of government may adopt reasonable restrictions on the time, place, and
32.4	manner of the operation of a cannabis business provided that such restrictions do not prohibit
32.5	the establishment or operation of cannabis businesses. A local unit of government may
32.6	prohibit the operation of a cannabis business within 1,000 feet of a school, day care, the
32.7	Capitol or Capitol grounds, or a public park that includes a playground, athletic field, or
32.8	other attraction regularly used by minors.
32.9	(d) The office shall work with local units of government to:
32.10	(1) develop model ordinances for reasonable restrictions on the time, place, and manner
32.11	of the operation of a cannabis business;
32.12	(2) develop standardized forms and procedures for the issuance of a retail registration
32.13	pursuant to section 342.215; and
32.14	(3) develop model policies and procedures for the performance of compliance checks
32.15	required under section 342.215.
32.16	(e) If a local unit of government is conducting studies or has authorized a study to be
32.17	conducted or has held or has scheduled a hearing for the purpose of considering adoption
32.18	or amendment of reasonable restrictions on the time, place, and manner of the operation of
32.19	a cannabis business, the governing body of the local unit of government may adopt an
32.20	interim ordinance applicable to all or part of its jurisdiction for the purpose of protecting
32.21	the planning process and the health, safety, and welfare of its citizens. Before adopting the
32.22	interim ordinance, the governing body must hold a public hearing. The interim ordinance
32.23	may regulate, restrict, or prohibit the operation of a cannabis business within the jurisdiction
32.24	or a portion thereof until January 1, 2025.
32.25	(f) Within 30 days of receiving a copy of an application from the office, a local unit of
32.26	government shall certify on a form provided by the office whether a proposed cannabis
32.27	business complies with local zoning ordinances and, if applicable, whether the proposed
32.28	business complies with the state fire code and building code.
32.29	(g) Upon receipt of an application for a license issued under this chapter, the office shall
32.30	contact the local unit of government in which the business would be located and provide
32.31	the local unit of government with 30 days in which to provide input on the application. The
32.32	local unit of government may provide the office with any additional information it believes
32.33	is relevant to the office's decision on whether to issue a license, including but not limited

33.1	to identifying concerns about the proposed location of a cannabis business or sharing public
33.2	information about an applicant.
33.3	(h) The office by rule shall establish an expedited complaint process to receive, review,
33.4	and respond to complaints made by a local unit of government about a cannabis business.
33.5	Complaints may include alleged violations of local ordinances or other alleged violations.
33.6	At a minimum, the expedited complaint process shall require the office to provide an initial
33.7	response to the complaint within seven days and perform any necessary inspections within
33.8	30 days. Nothing in this paragraphs prohibits a local unit of government from enforcing a
33.9	local ordinance. If a local unit of government notifies the office that a cannabis business
33.10	other than a cannabis retailer, cannabis microbusiness with a retail operations endorsement,
33.11	lower potency edible product retailer, or medical cannabis retailer poses an immediate threat
33.12	to the health or safety of the public, the office must respond within 24 hours and may take
33.13	any action described in section 342.18 or 342.19.
33.14	Sec. 14. [342.15] LICENSE APPLICATION AND RENEWAL; FEES.
33.15	Subdivision 1. Application; contents. (a) The office by rule shall establish forms and
33.16	procedures for the processing of licenses issued under this chapter. At a minimum, any
33.17	application to obtain or renew a license shall include the following information, if applicable:
33.18	(1) the name, address, and date of birth of the applicant;
33.19	(2) the disclosure of ownership and control required under paragraph (b);
<ul><li>33.19</li><li>33.20</li></ul>	<ul><li>(2) the disclosure of ownership and control required under paragraph (b);</li><li>(3) the disclosure of whether the applicant or, if the applicant is a business, any officer,</li></ul>
33.20	(3) the disclosure of whether the applicant or, if the applicant is a business, any officer,
33.20 33.21	(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;
<ul><li>33.20</li><li>33.21</li><li>33.22</li></ul>	<ul> <li>(3) the disclosure of whether the applicant or, if the applicant is a business, any officer,</li> <li>director, manager, and general partner of the business has ever filed for bankruptcy;</li> <li>(4) the address and legal property description of the business;</li> </ul>
<ul><li>33.20</li><li>33.21</li><li>33.22</li><li>33.23</li></ul>	<ul> <li>(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;</li> <li>(4) the address and legal property description of the business;</li> <li>(5) documentation showing legal possession of the premises where the business will</li> </ul>
<ul> <li>33.20</li> <li>33.21</li> <li>33.22</li> <li>33.23</li> <li>33.24</li> </ul>	<ul> <li>(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;</li> <li>(4) the address and legal property description of the business;</li> <li>(5) documentation showing legal possession of the premises where the business will operate;</li> </ul>
<ul> <li>33.20</li> <li>33.21</li> <li>33.22</li> <li>33.23</li> <li>33.24</li> <li>33.25</li> </ul>	<ul> <li>(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;</li> <li>(4) the address and legal property description of the business;</li> <li>(5) documentation showing legal possession of the premises where the business will operate;</li> <li>(6) a diagram of the premises, including a security drawing;</li> </ul>
<ul> <li>33.20</li> <li>33.21</li> <li>33.22</li> <li>33.23</li> <li>33.24</li> <li>33.25</li> <li>33.26</li> </ul>	<ul> <li>(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;</li> <li>(4) the address and legal property description of the business;</li> <li>(5) documentation showing legal possession of the premises where the business will operate;</li> <li>(6) a diagram of the premises, including a security drawing;</li> <li>(7) a copy of the security plan;</li> </ul>
<ul> <li>33.20</li> <li>33.21</li> <li>33.22</li> <li>33.23</li> <li>33.24</li> <li>33.25</li> <li>33.26</li> <li>33.27</li> </ul>	<ul> <li>(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;</li> <li>(4) the address and legal property description of the business;</li> <li>(5) documentation showing legal possession of the premises where the business will operate;</li> <li>(6) a diagram of the premises, including a security drawing;</li> <li>(7) a copy of the security plan;</li> <li>(8) proof of trade name registration;</li> </ul>
<ul> <li>33.20</li> <li>33.21</li> <li>33.22</li> <li>33.23</li> <li>33.24</li> <li>33.25</li> <li>33.26</li> <li>33.27</li> <li>33.28</li> </ul>	<ul> <li>(3) the disclosure of whether the applicant or, if the applicant is a business, any officer,</li> <li>director, manager, and general partner of the business has ever filed for bankruptcy;</li> <li>(4) the address and legal property description of the business;</li> <li>(5) documentation showing legal possession of the premises where the business will operate;</li> <li>(6) a diagram of the premises, including a security drawing;</li> <li>(7) a copy of the security plan;</li> <li>(8) proof of trade name registration;</li> <li>(9) a copy of the applicant's business plan showing the expected size of the business;</li> </ul>
<ul> <li>33.20</li> <li>33.21</li> <li>33.22</li> <li>33.23</li> <li>33.24</li> <li>33.25</li> <li>33.26</li> <li>33.27</li> <li>33.28</li> <li>33.29</li> </ul>	<ul> <li>(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;</li> <li>(4) the address and legal property description of the business;</li> <li>(5) documentation showing legal possession of the premises where the business will operate;</li> <li>(6) a diagram of the premises, including a security drawing;</li> <li>(7) a copy of the security plan;</li> <li>(8) proof of trade name registration;</li> <li>(9) a copy of the applicant's business plan showing the expected size of the business;</li> </ul>

HF100 SEVENTH ENGROSSMENT RE

34.1	(10) an attestation signed by a bona fide labor organization stating that the applicant has
34.2	entered into a labor peace agreement;
34.3	(11) certification that the applicant will comply with the requirements of this chapter
34.4	relating to the ownership and operation of a cannabis business;
34.5	(12) identification of one or more controlling persons or managerial employees as agents
34.6	who shall be responsible for dealing with the office on all matters; and
34.7	(13) a statement that the applicant agrees to respond to the office's supplemental requests
34.8	for information.
34.9	(b) An applicant must file and update as necessary a disclosure of ownership and control.
34.10	The office by rule shall establish the contents and form of the disclosure. At a minimum,
34.11	the disclosure shall include the following:
34.12	(1) the management structure, ownership, and control of the applicant or license holder,
34.13	including the name of each cooperative member, officer, director, manager, general partner
34.14	or business entity; the office or position held by each person; each person's percentage
34.15	ownership interest, if any; and, if the business has a parent company, the name of each
34.16	owner, board member, and officer of the parent company and the owner's, board member's,
34.17	or officer's percentage ownership interest in the parent company and the cannabis business;
34.18	(2) a statement from the applicant and, if the applicant is a business, from every officer,
34.19	director, manager, and general partner of the business, indicating whether that person has
34.20	previously held, or currently holds, an ownership interest in a cannabis business in Minnesota,
34.21	any other state or territory of the United States, or any other country;
34.22	(3) if the applicant is a corporation, copies of its articles of incorporation and bylaws
34.23	and any amendments to its articles of incorporation or bylaws;
34.24	(4) copies of any partnership agreement, operating agreement, or shareholder agreement;
34.25	(5) copies of any promissory notes, security instruments, or other similar agreements;
34.26	(6) explanation detailing the funding sources used to finance the business;
34.27	(7) a list of operating and investment accounts for the business, including any applicable
34.28	financial institution and account number; and
34.29	(8) a list of each outstanding loan and financial obligation obtained for use in the business,
34.30	including the loan amount, loan terms, and name and address of the creditor.
34.31	(c) An application may include:

35.1	(1) proof that the applicant is a social equity applicant;
35.2	(2) a diversity plan that establishes a goal of diversity in ownership, management,
35.3	employment, and contracting;
35.4	(3) a description of the training and education that will be provided to any employee;
35.5	or
25 (	
35.6 35.7	(4) a copy of business policies governing operations to ensure compliance with this chapter.
55.7	
35.8	(d) Commitments made by an applicant in its application, including but not limited to
35.9	the maintenance of a labor peace agreement, shall be an ongoing material condition of
35.10	maintaining and renewing the license.
35.11	(e) An application on behalf of a corporation or association shall be signed by at least
35.12	two officers or managing agents of that entity.
35.13	Subd. 2. Application; process. (a) An applicant must submit all required information
35.14	to the office on the forms and in the manner prescribed by the office.
35.15	(b) If the office receives an application that fails to provide the required information,
35.16	the office shall issue a deficiency notice to the applicant. The applicant shall have ten
35.17	business days from the date of the deficiency notice to submit the required information.
35.18	(c) Failure by an applicant to submit all required information will result in the application
35.19	being rejected.
35.20	(d) Upon receipt of a completed application and fee, the office shall forward a copy of
35.20	the application to the local unit of government in which the business operates or intends to
35.22	operate with a form for certification as to whether a proposed cannabis business complies
35.23	with local zoning ordinances and, if applicable, whether the proposed business complies
35.24	with the state fire code and building code.
35.25	(e) Within 90 days of receiving a completed application and the results of any required
35.26	criminal history check, the office shall issue the appropriate license or send the applicant a
35.27	notice of rejection setting forth specific reasons that the office did not approve the application.
35.28	Subd. 3. Criminal history check. Upon request by the office, a license applicant or, in
35.29	the case of a business entity, every cooperative member or director, manager, and general
35.30	partner of the business entity, must submit a completed criminal history records check
35.31	consent form, a full set of classifiable fingerprints, and the required fees to the office. Upon
35.32	receipt of this information, the office must submit the completed criminal history records

36.1	check consent form, full set of classifiable fingerprints, and required fees to the Bureau of
36.2	Criminal Apprehension. After receiving this information, the bureau must conduct a
36.3	Minnesota criminal history records check of the license applicant. The bureau may exchange
36.4	a license applicant's fingerprints with the Federal Bureau of Investigation to obtain the
36.5	applicant's national criminal history record information. The bureau must return the results
36.6	of the Minnesota and federal criminal history records checks to the director to determine if
36.7	the applicant is disqualified under rules adopted pursuant to section 342.20.
36.8	Subd. 4. Application; fees. The office may charge a nonrefundable fee, not to exceed
36.9	\$250, to cover the costs associated with reviewing and processing applications.
36.10	Sec. 15. [342.16] SOCIAL EQUITY APPLICANTS.
36.11	An individual qualifies as a social equity applicant if the individual is:
36.12	(1) a military veteran who lost honorable status due to a cannabis-related offense;
36.13	(2) a resident for the last five years of one or more subareas, such as census tracts or
36.14	neighborhoods, that experienced a disproportionately large amount of cannabis enforcement
36.15	as determined by the study conducted by the office pursuant to section 342.04, paragraph
36.16	(b), and reported in the preliminary report, final report, or both; or
36.17	(3) a resident for the last five years of one or more census tracts where, as reported in
36.18	the most recently completed decennial census published by the United States Bureau of the
36.19	Census, either:
36.20	(i) the poverty rate was 20 percent or more; or
36.21	(ii) the median family income did not exceed 80 percent of statewide median family
36.22	income or, if in a metropolitan area, did not exceed the greater of 80 percent of the statewide
36.23	median family income or 80 percent of the median family income for that metropolitan
36.24	area.
36.25	Sec. 16. [342.17] LICENSE SELECTION CRITERIA.
36.26	Subdivision 1. Market stability. The office shall issue the necessary number of licenses
36.27	in order to ensure the sufficient supply of cannabis flower and cannabinoid products to meet
36.28	demand, provide market stability, and limit the sale of unregulated cannabis flower and

36.29 cannabinoid products.

37.1	Subd. 2. Craft cultivation priority. (a) The office shall prioritize issuance of
37.2	microbusiness licenses with an endorsement to cultivate cannabis flower and craft cultivator
37.3	licenses.
37.4	(b) Unless the office determines that the issuance of bulk cultivator licenses is necessary
37.5	to ensure a sufficient supply of cannabis flower and cannabinoid products, the office shall
37.6	not issue a bulk cultivator license before July 1, 2028.
37.7	Subd. 3. Vertical integration prohibited; exceptions. (a) Except as otherwise provided
37.8	in this subdivision, the office shall not issue licenses to a single applicant that would result
37.9	in the applicant being vertically integrated in violation of the provisions of this chapter.
37.10	(b) Nothing in this section prohibits or limits the issuance of microbusiness licenses.
37.11	(c) If the office determines that the issuance of multiple licenses resulting in a single
37.12	applicant being vertically integrated is necessary to ensure a sufficient supply of cannabis
37.13	flower and cannabinoid products during the first calendar year in which cannabis flower
37.14	and cannabinoid products are lawfully sold to customers, the office may authorize one or
37.15	more applicants to be fully vertically integrated. Regardless of when the licenses were
37.16	issued, licenses issued under the terms of this paragraph expire one year after the first day
37.17	on which cannabis flower and cannabinoid products are lawfully sold to customers and the
37.18	office may not issue multiple licenses resulting in a single applicant being vertically
37.19	integrated after that date.
37.20	Subd. 4. Application score; license priority. (a) The office shall award points to each
37.21	completed application in the following categories:
37.22	(1) status as a social equity applicant or as an applicant who is substantially similar to
37.23	a social equity applicant as described in paragraph (c);
37.24	(2) status as a veteran applicant;
37.25	(3) security and record keeping;
37.26	(4) employee training plan;
37.27	(5) business plan and financial situation;
37.28	(6) diversity plan;
37.29	(7) labor and employment practices;
37.30	(8) knowledge and experience; and
37.31	(9) environmental plan.

H0100-7

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- 38.1 (b) The office may award additional points to an application if the license holder would
   38.2 expand service to an underrepresented market including but not limited to participation in
   38.3 the medical cannabis program.
- 38.4 (c) The office shall establish application materials permitting individual applicants to
  38.5 demonstrate the impact that cannabis prohibition has had on that applicant including but
  38.6 not limited to the arrest or imprisonment of the applicant or a member of the applicant's
  38.7 immediate family, and the office may award points to such applicants in the same manner
  38.8 as points are awarded to social equity applicants.
- 38.9 (d) The office shall establish policies and guidelines, which shall be made available to
   38.10 the public, regarding the number of points available in each category and the basis for
- 38.11 awarding those points. Status as a social equity applicant must account for at least 20 percent
- 38.12 of the total available points. In determining the number of points to award to a cooperative
- 38.13 or business applying as a social equity applicant, the office shall consider the number or
- 38.14 ownership percentage of cooperative members, officers, directors, managers, and general
- 38.15 partners who qualify as social equity applicants.
- 38.16 (e) Consistent with the goals identified in subdivision 1, the office shall issue licenses
- in each license category, giving priority to applicants who receive the highest score under
- 38.18 paragraphs (a) and (b). If there are insufficient licenses available for entities that receive
- 38.19 identical scores, the office shall utilize a lottery to randomly select license recipients from
  38.20 among those entities.

#### 38.21 Sec. 17. [342.18] INSPECTION; LICENSE VIOLATIONS; PENALTIES.

#### 38.22 Subdivision 1. Authority to inspect. (a) In order to carry out the purposes of this chapter,

38.23 <u>the office, upon presenting appropriate credentials to the owner, operator, or agent in charge,</u>
38.24 is authorized to:

- 38.25 (1) enter any cannabis business without delay and at reasonable times;
- 38.26 (2) inspect and investigate during regular working hours and at other reasonable times,
- 38.27 within reasonable limits and in a reasonable manner, any cannabis business and all relevant
- 38.28 conditions, equipment, records, and materials therein; and
- 38.29 (3) question privately any employer, owner, operator, agent, or employee of a cannabis
  38.30 business.
- 38.31 (b) An employer, owner, operator, agent, or employee must not refuse the office entry
   38.32 or otherwise deter or prohibit the office from taking action under paragraph (a).

Subd. 2. Powers of office. (a) In making inspections and investigations under this chapter, 39.1 the office shall have the power to administer oaths, certify as to official acts, take and cause 39.2 39.3 to be taken depositions of witnesses, issue subpoenas, and compel the attendance of witnesses and production of papers, books, documents, records, and testimony. In case of failure of 39.4 any person to comply with any subpoena lawfully issued, or on the refusal of any witness 39.5 to produce evidence or to testify to any matter regarding which the person may be lawfully 39.6 interrogated, the district court shall, upon application of the office, compel obedience 39.7 39.8 proceedings for contempt, as in the case of disobedience of the requirements of a subpoena issued by the court or a refusal to testify therein. 39.9 (b) If the office finds probable cause to believe that any cannabis plant, cannabis flower, 39.10 artificially derived cannabinoid, or cannabinoid product is being distributed in violation of 39.11 this chapter or rules adopted under this chapter, the office shall affix to the cannabis plant, 39.12 cannabis flower, artificially derived cannabinoid, or cannabinoid product a tag, withdrawal 39.13 from distribution order, or other appropriate marking providing notice that the cannabis 39.14 plant, cannabis flower, artificially derived cannabinoid, or cannabinoid product is, or is 39.15 suspected of being, distributed in violation of this chapter, and has been detained or 39.16 embargoed, and warning all persons not to remove or dispose of the cannabis plant, cannabis 39.17 flower, artificially derived cannabinoid, or cannabinoid product by sale or otherwise until 39.18 permission for removal or disposal is given by the office or the court. It is unlawful for a 39.19 person to remove or dispose of detained or embargoed cannabis plant, cannabis flower, 39.20 artificially derived cannabinoid, or cannabinoid product by sale or otherwise without the 39.21 office's or a court's permission and each transaction is a separate violation of this section. 39.22 (c) If any cannabis plant, cannabis flower, artificially derived cannabinoid, or cannabinoid 39.23 product has been found by the office to be in violation of this chapter, the office shall petition 39.24 the district court in the county in which the cannabis plant, cannabis flower, artificially 39.25 derived cannabinoid, or cannabinoid product is detained or embargoed for an order and 39.26 decree for the condemnation of the cannabis plant, cannabis flower, artificially derived 39.27 cannabinoid, or cannabinoid product. The office shall release the cannabis plant, cannabis 39.28 39.29 flower, artificially derived cannabinoid, or cannabinoid product when this chapter and rules adopted under this chapter have been complied with or the cannabis plant, cannabis flower, 39.30 artificially derived cannabinoid, or cannabinoid product is found not to be in violation of 39.31 this chapter or rules adopted under this chapter. 39.32

39.33 (d) If the court finds that detained or embargoed cannabis plant, cannabis flower,
39.34 artificially derived cannabinoid, or cannabinoid product is in violation of this chapter or
39.35 rules adopted under this chapter, the following remedies are available:

HF100 SEVENTH ENGROSSMENT

H0100-7

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40.1 (1) after entering a decree, the cannabis plant, cannabis flower, artificially derived
40.2 cannabinoid, or cannabinoid product may be destroyed at the expense of the claimant under
40.3 the supervision of the office, and all court costs, fees, storage, and other proper expenses
40.4 must be assessed against the claimant of the cannabis plant, cannabis flower, artificially
40.5 derived cannabinoid, or cannabinoid product or the claimant's agent; and

40.6 (2) if the violation can be corrected by proper labeling or processing of the cannabis plant, cannabis flower, artificially derived cannabinoid, or cannabinoid product, the court, 40.7 after entry of the decree and after costs, fees, and expenses have been paid, and a good and 40.8 sufficient bond conditioned that the cannabis plant, cannabis flower, artificially derived 40.9 cannabinoid, or cannabinoid product must be properly labeled or processed has been 40.10 executed, may by order direct that the cannabis plant, cannabis flower, artificially derived 40.11 cannabinoid, or cannabinoid product be delivered to the claimant for proper labeling or 40.12 processing under the supervision of the office. The office's supervision expenses must be 40.13 paid by the claimant. The cannabis plant, cannabis flower, artificially derived cannabinoid, 40.14 or cannabinoid product must be returned to the claimant and the bond must be discharged 40.15 on representation to the court by the office that the cannabis plant, cannabis flower, artificially 40.16 derived cannabinoid, or cannabinoid product is no longer in violation and that the office's 40.17 supervision expenses have been paid. 40.18

40.19 (e) If the office finds in any room, building, piece of equipment, vehicle of transportation,
40.20 or other structure any cannabis plant, cannabis flower, artificially derived cannabinoid, or
40.21 cannabinoid product that is unsound or contains any filthy, decomposed, or putrid substance,
40.22 or that may be poisonous or deleterious to health or otherwise unsafe, the office shall
40.23 condemn or destroy the item or in any other manner render the item as unsalable, and no
40.24 one has any cause of action against the office on account of the office's action.

40.25 (f) The office may enter into an agreement with the commissioner of agriculture to
40.26 analyze and examine samples or other articles furnished by the office for the purpose of
40.27 determining whether the sample or article violates this chapter or rules adopted under this
40.28 chapter. A copy of the examination or analysis report for any such article, duly authenticated
40.29 under oath by the laboratory analyst making the determination or examination, shall be
40.30 prima facie evidence in all courts of the matters and facts contained in the report.

40.31 Subd. 3. Aiding of inspection. Subject to rules issued by the office, a representative of
 40.32 a cannabis business shall be given an opportunity to accompany the office during the physical
 40.33 inspection of any cannabis business for the purpose of aiding such inspection.

Subd. 4. Complaints and reports; priority of inspection. (a) The office may conduct 41.1 inspections of any licensed cannabis business at any time to ensure compliance with the 41.2 41.3 ownership and operation requirements of this chapter. (b) Any person may report a suspected violation of a safety or health standard. If upon 41.4 41.5 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 41.6 practicable to determine if such danger or violation exists. 41.7 (c) The office shall prioritize inspections of cannabis businesses where there are 41.8 reasonable grounds to believe that a violation poses imminent danger to the public or 41.9 41.10 customers. Inspections must take place within 24 hours of the receipt of a credible report. (d) The office shall promptly inspect cannabis businesses that are the subject of complaint 41.11 41.12 by a local unit of government. Subd. 5. Violations; administrative orders and penalties. (a) The office may issue an 41.13 administrative order to any licensed cannabis business that the office determines has 41.14 committed a violation of this chapter or rules adopted pursuant to this chapter. The 41.15 administrative order may require the business to correct the violation or to cease and desist 41.16 from committing the violation. The order must state the deficiencies that constitute the 41.17 violation and the time by which the violation must be corrected. If the business believes 41.18 that the information in the administrative order is in error, the person may ask the office to 41.19 consider the parts of the order that are alleged to be in error. The request must be in writing, 41.20 delivered to the office by certified mail within seven days after receipt of the order, and 41.21 provide documentation to support the allegation of error. The office must respond to a 41.22 request for reconsideration within 15 days after receiving the request. A request for 41.23 reconsideration does not stay the correction order unless the office issues a supplemental 41.24 41.25 order granting additional time. The office's disposition of a request for reconsideration is 41.26 final. (b) For each violation of this chapter or rules adopted pursuant to this chapter, the office 41.27 41.28 may issue to each business a monetary penalty of up to \$10,000, an amount that deprives the business of any economic advantage gained by the violation, or both. 41.29 (c) An administrative penalty may be recovered in a civil action in the name of the state 41.30 brought in the district court of the county where the violation is alleged to have occurred 41.31 or the district court where the office is housed. 41.32 (d) In addition to penalties listed in this subdivision, a person or business who violates 41.33 the provisions of this chapter is subject to any applicable criminal penalty. 41.34

Article 1 Sec. 17.

H0100-7

42.1	Sec. 18. [342.185] DATA PRACTICES.
42.2	Subdivision 1. Not public data. The following data collected, created, or maintained
42.3	by the office are classified as nonpublic data, as defined by section 13.02, subdivision 9, or
42.4	as private data on individuals, as defined by section 13.02, subdivision 12:
42.5	(1) application data submitted by an applicant for a cannabis business license, other than
42.6	the data listed in subdivision 2;
42.7	(2) the identity of a complainant who has made a report concerning a license holder or
42.8	applicant that appears in inactive complaint data unless the complainant consents to the
42.9	disclosure;
42.10	(3) the nature or content of unsubstantiated complaints when the information is not
42.11	maintained in anticipation of legal action;
42.12	(4) the record of any disciplinary proceeding except as limited by subdivision 9;
42.13	(5) data identifying retail or wholesale customers of a cannabis business; and
42.14	(6) data identifying cannabis workers.
42.15	Subd. 2. Public data on license applicants. (a) The following application data submitted
42.16	by an applicant for a cannabis business license are public data:
42.17	(1) the applicant's name and designated address;
42.18	(2) data disclosing the ownership and control of the applicant;
42.19	(3) proof of trade name registration;
42.20	(4) data showing the legal possession of the premises where the business will operate;
42.21	(5) data describing whether volatile chemicals will be used in any methods of extraction
42.22	or concentration;
42.23	(6) environmental plans;
42.24	(7) the type and number of other cannabis business licenses held by the applicant; and
42.25	(8) the name, address, location, dates, and hours of where any proposed cannabis event
42.26	will take place.
42.27	(b) Scoring and other data generated by the office in its review of an applicant for a
42.28	cannabis business license are public data.
42.29	Subd. 3. Public application data on license holders. Once an applicant for a cannabis
42.30	business license becomes a license holder, all of the application data that the license holder

- 43.1 <u>had previously submitted to the office are public data except that the following data remain</u>
  43.2 classified as nonpublic data or private data on individuals:
- 43.3 (1) data identifying retail or wholesale customers of a cannabis business;
- 43.4 (2) data identifying cannabis workers;
- 43.5 (3) tax returns, bank account statements, and other financial account information;
- 43.6 (4) business plans; and
- 43.7 (5) security information and trade secret information, as defined by section 13.37.
- 43.8 Subd. 4. Public disciplinary data. Minutes, orders for hearings, findings of fact,
- 43.9 <u>conclusions of law, and specification of the final disciplinary action contained in the record</u>
- 43.10 of the disciplinary action are classified as public data. If there is a public hearing concerning
- 43.11 the disciplinary action, the entire record concerning the disciplinary action is public data.
- 43.12 If the license holder and the office agree to resolve a complaint without a hearing, the
- 43.13 agreement and the specific reasons for the agreement are public data.
- Subd. 5. Data practices administration. (a) The office must establish written procedures 43.14 to ensure that only individuals authorized by law may enter, update, or access data maintained 43.15 by the office and classified as nonpublic or private data on individuals. An authorized 43.16 individual's ability to enter, update, or access not public data must correspond to the official 43.17 duties or training level of the individual and to the statutory authorization granting access 43.18 for that purpose. All queries and responses, and all actions in which not public data are 43.19 entered, updated, accessed, shared, or disseminated, must be recorded in a data audit trail. 43.20 Data contained in the audit trail have the same classification as the underlying data tracked 43.21 by the audit trail. 43.22
- 43.23 (b) The office must not share data classified as nonpublic or private data on individuals
  43.24 under this section or other data identifying an individual applicant or license holder with
  43.25 any federal agency, federal department, or federal entity unless specifically ordered to do
- 43.26 so by a state or federal court.
- 43.27 (c) The office must arrange for an independent audit to verify compliance with this
  43.28 section. The audit must be completed annually for the first two years following establishment
  43.29 of the office and biennially thereafter. The results of the audit are public. No later than 30
  43.30 days following completion of the audit, the office must provide a report summarizing the
  43.31 audit results to the chairs and ranking minority members of the committees of the house of
  43.32 representatives and the senate with jurisdiction over commerce and data practices, and the

- 44.1 Legislative Commission on Data Practices and Personal Data Privacy. The report must be
  submitted as required under section 3.195, except that printed copies are not required.
  44.3 Sec. 19. [342.19] LICENSE SUSPENSION OR REVOCATION; HEARING.
  44.4 Subdivision 1. License revocation and nonrenewal. The office may revoke or not
  44.5 renew a license when the office has cause to believe that a cannabis business has violated
  44.6 an ownership or operational requirement in this chapter or rules adopted pursuant to this
  44.7 chapter. The office must notify the license holder in writing, specifying the grounds for
- 44.8 revocation or nonrenewal and fixing a time of at least 20 days thereafter for a hearing on
  44.9 the matter.
- Subd. 2. Hearing; written findings. (a) Before the office revokes or does not renew a 44.10 license, the office must provide the license holder with a statement of the complaints made 44.11 against the license holder, and the office must hold a hearing to determine whether the office 44.12 should revoke the license or deny renewal of the license. The license holder shall receive 44.13 notice at least 20 days before the date of the hearing and notice may be served either by 44.14 certified mail addressed to the address of the license holder as shown in the license 44.15 44.16 application or in the manner provided by law for the service of a summons. At the time and place fixed for the hearing, the office, or any office employee or agent authorized by the 44.17 office to conduct the hearing, shall receive evidence, administer oaths, and examine witnesses. 44.18 (b) After the hearing held pursuant to paragraph (a), or upon the failure of the license 44.19 holder to appear at the hearing, the office must take action as is deemed advisable and issue 44.20 written findings that the office must mail to the license holder. An action of the office under 44.21 this paragraph is subject to judicial review pursuant to chapter 14. 44.22 Subd. 3. Temporary suspension. The office may temporarily, without hearing, suspend 44.23

the license and operating privilege of any business licensed under this chapter for up to 90
days if continuing the operation of the business would threaten the health or safety of any
person. The office may extend the period for an additional 90 days if the office notified the
business that the office intends to revoke or not renew a license and the hearing required
under subdivision 2 has not taken place.

# 44.29 Sec. 20. [342.20] ADULT-USE CANNABIS BUSINESS; GENERAL OWNERSHIP 44.30 DISQUALIFICATIONS AND REQUIREMENTS.

- 44.31 Subdivision 1. Criminal history check. Upon request by the office, every license
- 44.32 applicant and prospective cannabis worker must submit a completed criminal history records
- 44.33 check consent form, a full set of classifiable fingerprints, and the required fees to the office.

H0100-7

45.1	Upon receipt of this information, the office must submit the completed criminal history
45.2	records check consent form, full set of classifiable fingerprints, and required fees to the
45.3	Bureau of Criminal Apprehension. After receiving this information, the bureau must conduct
45.4	a Minnesota criminal history records check of the license applicant. The bureau may exchange
45.5	a license applicant's fingerprints with the Federal Bureau of Investigation to obtain the
45.6	applicant's national criminal history record information. The bureau must return the results
45.7	of the Minnesota and federal criminal history records checks to the director to determine if
45.8	the applicant is disqualified under rules adopted pursuant to this section.
45.9	Subd. 2. Criminal offenses; disqualifications. The office may by rule determine whether
45.10	any felony convictions shall disqualify a person from holding or receiving a license issued
45.11	under this chapter or working for a cannabis business, and the length of any such
45.12	disqualification. In adopting rules pursuant to this subdivision, the office shall not disqualify
45.13	a person for a violation of section 152.025.
45.14	Subd. 3. Risk of harm; set aside. The office may set aside a disqualification under
45.15	subdivision 2 if the office finds that the person has submitted sufficient information to
45.16	demonstrate that the person does not pose a risk of harm to any person served by the
45.17	applicant, license holder, or other entities as provided in this chapter.
45.18	Subd. 4. General requirements. (a) A license holder or applicant must meet each of
45.18 45.19	Subd. 4. General requirements. (a) A license holder or applicant must meet each of the following requirements, if applicable, to hold or receive a license issued under this
45.19	the following requirements, if applicable, to hold or receive a license issued under this
45.19 45.20	the following requirements, if applicable, to hold or receive a license issued under this chapter:
45.19 45.20 45.21	the following requirements, if applicable, to hold or receive a license issued under this chapter: (1) be at least 21 years of age;
<ul><li>45.19</li><li>45.20</li><li>45.21</li><li>45.22</li></ul>	the following requirements, if applicable, to hold or receive a license issued under this <u>chapter:</u> (1) be at least 21 years of age; (2) have completed an application for licensure or application for renewal;
<ul> <li>45.19</li> <li>45.20</li> <li>45.21</li> <li>45.22</li> <li>45.23</li> </ul>	the following requirements, if applicable, to hold or receive a license issued under this <u>chapter:</u> (1) be at least 21 years of age; (2) have completed an application for licensure or application for renewal; (3) have paid the applicable application fee;
<ul> <li>45.19</li> <li>45.20</li> <li>45.21</li> <li>45.22</li> <li>45.23</li> <li>45.24</li> </ul>	the following requirements, if applicable, to hold or receive a license issued under this chapter: (1) be at least 21 years of age; (2) have completed an application for licensure or application for renewal; (3) have paid the applicable application fee; (4) reside in the state;
<ul> <li>45.19</li> <li>45.20</li> <li>45.21</li> <li>45.22</li> <li>45.23</li> <li>45.24</li> <li>45.25</li> </ul>	the following requirements, if applicable, to hold or receive a license issued under this chapter: (1) be at least 21 years of age; (2) have completed an application for licensure or application for renewal; (3) have paid the applicable application fee; (4) reside in the state; (5) if the applicant or license holder is a business entity, be incorporated in the state or
<ul> <li>45.19</li> <li>45.20</li> <li>45.21</li> <li>45.22</li> <li>45.23</li> <li>45.24</li> <li>45.25</li> <li>45.26</li> </ul>	the following requirements, if applicable, to hold or receive a license issued under this         chapter:         (1) be at least 21 years of age;         (2) have completed an application for licensure or application for renewal;         (3) have paid the applicable application fee;         (4) reside in the state;         (5) if the applicant or license holder is a business entity, be incorporated in the state or otherwise formed or organized under the laws of the state;
<ul> <li>45.19</li> <li>45.20</li> <li>45.21</li> <li>45.22</li> <li>45.23</li> <li>45.24</li> <li>45.25</li> <li>45.26</li> <li>45.27</li> </ul>	the following requirements, if applicable, to hold or receive a license issued under this         chapter:         (1) be at least 21 years of age;         (2) have completed an application for licensure or application for renewal;         (3) have paid the applicable application fee;         (4) reside in the state;         (5) if the applicant or license holder is a business entity, be incorporated in the state or otherwise formed or organized under the laws of the state;         (6) if the applicant or license holder is a business entity, at least 75 percent of the business
<ul> <li>45.19</li> <li>45.20</li> <li>45.21</li> <li>45.22</li> <li>45.23</li> <li>45.24</li> <li>45.25</li> <li>45.26</li> <li>45.27</li> <li>45.28</li> </ul>	the following requirements, if applicable, to hold or receive a license issued under this         chapter:         (1) be at least 21 years of age;         (2) have completed an application for licensure or application for renewal;         (3) have paid the applicable application fee;         (4) reside in the state;         (5) if the applicant or license holder is a business entity, be incorporated in the state or otherwise formed or organized under the laws of the state;         (6) if the applicant or license holder is a business entity, at least 75 percent of the business must be owned by Minnesota residents;
<ul> <li>45.19</li> <li>45.20</li> <li>45.21</li> <li>45.22</li> <li>45.23</li> <li>45.24</li> <li>45.25</li> <li>45.26</li> <li>45.27</li> <li>45.28</li> <li>45.29</li> </ul>	the following requirements, if applicable, to hold or receive a license issued under this         chapter:         (1) be at least 21 years of age;         (2) have completed an application for licensure or application for renewal;         (3) have paid the applicable application fee;         (4) reside in the state;         (5) if the applicant or license holder is a business entity, be incorporated in the state or otherwise formed or organized under the laws of the state;         (6) if the applicant or license holder is a business entity, at least 75 percent of the business must be owned by Minnesota residents;         (7) not be employed by the office or any state agency with regulatory authority under

H0100-7

46.1	(9) never have had a license previously issued under this chapter revoked;
46.2	(10) have filed any previously required tax returns for a cannabis business;
46.3	(11) have paid and remitted any business taxes, gross receipts taxes, interest, or penalties
46.4	due relating to the operation of a cannabis business;
46.5	(12) have fully and truthfully complied with all information requests of the office relating
46.6	to license application and renewal;
46.7	(13) not be disqualified under subdivision 2;
46.8	(14) not employ an individual who is disqualified from working for a cannabis business
46.9	under this chapter; and
46.10	(15) meet the ownership and operational requirements for the type of license and, if
46.11	applicable, endorsement sought or held.
46.12	(b) If the license holder or applicant is a business entity, every officer, director, manager,
46.13	and general partner of the business entity must meet each of the requirements of this section.
46.14	G., 21 1242 211 CANINA DIC DUCINICO, CENIEDAL ODEDATIONAL
46.14	Sec. 21. [342.21] CANNABIS BUSINESS; GENERAL OPERATIONAL
	PEOLUREMENTS AND PROHIBITIONS
46.15	<b>REQUIREMENTS AND PROHIBITIONS.</b>
	<u>REQUIREMENTS AND PROHIBITIONS.</u> Subdivision 1. Individuals under 21 years of age. (a) A cannabis business may not
46.15	
46.15 46.16	Subdivision 1. Individuals under 21 years of age. (a) A cannabis business may not
46.15 46.16 46.17	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
46.15 46.16 46.17 46.18	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,
46.15 46.16 46.17 46.18 46.19	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.
46.15 46.16 46.17 46.18 46.19 46.20	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
46.15 46.16 46.17 46.18 46.19 46.20 46.21	<u>Subdivision 1.</u> 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 patient enrolled in the registry program.
<ul> <li>46.15</li> <li>46.16</li> <li>46.17</li> <li>46.18</li> <li>46.19</li> <li>46.20</li> <li>46.21</li> <li>46.22</li> </ul>	<u>Subdivision 1.</u> 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 patient enrolled in the registry program. (c) A cannabis business may not sell or give cannabis flower or cannabinoid products
46.15 46.16 46.17 46.18 46.19 46.20 46.21 46.22 46.23	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 patient enrolled in the registry program. (c) A cannabis business may not sell or give cannabis flower or cannabinoid products to an individual under 21 years of age unless the individual is a patient; registered designated
<ul> <li>46.15</li> <li>46.16</li> <li>46.17</li> <li>46.18</li> <li>46.19</li> <li>46.20</li> <li>46.21</li> <li>46.22</li> <li>46.23</li> <li>46.24</li> </ul>	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 patient enrolled in the registry program. (c) A cannabis business may not sell or give cannabis flower or cannabinoid products to an individual under 21 years of age unless the individual is a patient; registered designated caregiver; or a parent, legal guardian, or spouse of a patient who is authorized to use, possess,
<ul> <li>46.15</li> <li>46.16</li> <li>46.17</li> <li>46.18</li> <li>46.19</li> <li>46.20</li> <li>46.21</li> <li>46.22</li> <li>46.23</li> <li>46.24</li> <li>46.25</li> </ul>	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 patient enrolled in the registry program. (c) A cannabis business may not sell or give cannabis flower or cannabinoid products to an individual under 21 years of age unless the individual is a patient; registered designated caregiver; or a parent, legal guardian, or spouse of a patient who is authorized to use, possess, or transport medical cannabis flower or medical cannabinoid products.
<ul> <li>46.15</li> <li>46.16</li> <li>46.17</li> <li>46.18</li> <li>46.19</li> <li>46.20</li> <li>46.21</li> <li>46.21</li> <li>46.23</li> <li>46.24</li> <li>46.25</li> <li>46.26</li> </ul>	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 patient enrolled in the registry program.         (c) A cannabis business may not sell or give cannabis flower or cannabinoid products         to an individual under 21 years of age unless the individual is a patient; registered designated         caregiver; or a parent, legal guardian, or spouse of a patient who is authorized to use, possess,         or transport medical cannabis flower or medical cannabinoid products.         Subd. 2. Use of cannabis flower and cannabinoid products within a licensed cannabis
46.15 46.16 46.17 46.18 46.19 46.20 46.21 46.22 46.23 46.23 46.25 46.25	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 patient enrolled in the registry program. (c) A cannabis business may not sell or give cannabis flower or cannabinoid products to an individual under 21 years of age unless the individual is a patient; registered designated caregiver; or a parent, legal guardian, or spouse of a patient who is authorized to use, possess, or transport medical cannabis flower or medical cannabinoid products. Subd. 2. Use of cannabis flower and cannabinoid products within a licensed cannabis business. (a) A cannabis business may not permit an individual who is not an employee to
46.15 46.16 46.17 46.18 46.19 46.20 46.21 46.22 46.23 46.23 46.24 46.25 46.25	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 patient enrolled in the registry program.         (c) A cannabis business may not sell or give cannabis flower or cannabinoid products         to an individual under 21 years of age unless the individual is a patient; registered designated         caregiver; or a parent, legal guardian, or spouse of a patient who is authorized to use, possess,         or transport medical cannabis flower or medical cannabinoid products.         Subd. 2.       Use of cannabis flower and cannabinoid products within a licensed cannabis         business. (a) A cannabis business may not permit an individual who is not an employee to         consume cannabis flower or cannabinoid products within its licensed premises unless the

47.1	(b) Except as otherwise provided in this subdivision, a cannabis business may not permit
47.2	an employee to consume cannabis flower or cannabinoid products within its licensed premises
47.3	or while the employee is otherwise engaged in activities within the course and scope of
47.4	employment.
47.5	(c) A cannabis business may permit an employee to use medical cannabis flower and
47.6	medical cannabinoid products if that individual is a patient.
47.7	(d) For quality control, employees of a licensed cannabis business may sample cannabis
47.8	flower or cannabinoid products. Employees may not interact directly with customers for at
47.9	least three hours after sampling a product. Employees may not consume more than three
47.10	samples in a single 24-hour period. All samples must be recorded in the statewide monitoring
47.11	system.
47.12	Subd. 3. Restricted access. (a) Except as otherwise provided in this subdivision, a
47.13	cannabis business may not permit any individual to enter a restricted area unless the cannabis
47.14	business records the individual's name, time of entry, time of exit, and authorization to enter
47.15	the restricted area through use of an electronic or manual entry log and the individual:
47.16	(1) is a cannabis worker employed by or contracted with the cannabis business;
47.17	(2) is an employee of the office or another enforcement agency;
47.18	(3) is a contractor of the cannabis business, including but not limited to an electrician,
47.19	a plumber, an engineer, or an alarm technician, whose scope of work will not involve the
47.20	handling of cannabis flower or cannabinoid products and, if the individual is working in an
47.21	area with immediate access to cannabis flower or cannabinoid products, the individual is
47.22	supervised at all times by a cannabis worker employed by or contracted with the cannabis
47.23	business; or
47.24	(4) has explicit authorization from the office to enter a restricted area and, if the individual
47.25	is in an area with immediate access to cannabis flower or cannabinoid products, the individual
47.26	is supervised at all times by a cannabis worker employed by or contracted with the cannabis
47.27	business.
47.28	(b) A cannabis business shall ensure that all areas of entry to restricted areas within its
47.29	licensed premises are conspicuously marked and cannot be entered without recording the
47.30	individual's name, time of entry, time of exit, and authorization to enter the restricted area.
47.31	Subd. 4. Ventilation and filtration. A cannabis business must maintain a ventilation
47.32	and filtration system sufficient to meet the requirements for odor control established by the
47.33	office.

HF100 SEVENTH ENGROSSMENT REVISOR

BD

48.1	Subd. 5. Records. (a) A cannabis business must retain financial records for the current
48.2	and previous tax year at the primary business location and must make those records available
48.3	for inspection by the office at any time during regular business hours.
48.4	(b) When applicable, a cannabis business must maintain financial records for the previous
48.5	ten tax years and must make those records available for inspection within one business day
48.6	of receiving a request for inspection by the office.
48.7	(c) The office may require a cannabis business to submit to an audit of its business
48.8	records. The office may select or approve the auditor and the cannabis business must provide
48.9	the auditor with access to all business records. The cost of the audit must be paid by the
48.10	cannabis business.
48.11	Subd. 6. Diversity report. A cannabis business shall provide an annual report on the
48.12	status of diversity in the business ownership, management, and employment and in services
48.13	for which the business contracts.
48.14	Subd. 7. Use of statewide monitoring system. (a) A cannabis business must use the
48.15	statewide monitoring system for integrated cannabis tracking, inventory, and verification
48.16	to track all cannabis plants, cannabis flower, cannabinoid products, and artificially derived
48.17	cannabinoids the cannabis business has in its possession to the point of disposal, transfer,
48.18	or sale.
48.19	(b) For the purposes of this subdivision, a cannabis business possesses the cannabis
48.20	plants and cannabis flower that the business cultivates from seed or immature plant, if
48.21	applicable, or receives from another cannabis business, possesses the artificially derived
48.22	cannabinoids that the business creates or receives from another cannabis business, and
48.23	possesses the cannabinoid products that the business manufactures or receives from another
48.24	cannabis business.
48.25	(c) Sale and transfer of cannabis plants, cannabis flower, cannabinoid products, and
48.26	artificially derived cannabinoids must be recorded in the statewide monitoring system within
48.27	the time established by mle
	the time established by rule.
48.28	<u>Subd. 8.</u> Disposal; loss documentation. (a) A cannabis business must dispose of cannabis
48.28 48.29	
	Subd. 8. Disposal; loss documentation. (a) A cannabis business must dispose of cannabis
48.29	Subd. 8. Disposal; loss documentation. (a) A cannabis business must dispose of cannabis plants, cannabis flower, cannabinoid products, and artificially derived cannabinoids that
48.29 48.30	Subd. 8. <b>Disposal; loss documentation.</b> (a) A cannabis business must dispose of cannabis plants, cannabis flower, cannabinoid products, and artificially derived cannabinoids that are damaged, have a broken seal, have been contaminated, or have not been sold by the

(d) Any lost or stolen products must be reported to local law enforcement and a cannabis 49.1 business must log any lost or stolen products in the statewide monitoring system as soon 49.2 49.3 as the loss is discovered. Subd. 9. Sale of approved products. A cannabis business may only sell cannabis plants, 49.4 cannabis flower, cannabinoid products, and artificially derived cannabinoids that are approved 49.5 by the office and that comply with this chapter and rules adopted pursuant to this chapter 49.6 regarding the testing, packaging, and labeling of cannabis plants, cannabis flower, 49.7 cannabinoid products, and artificially derived cannabinoids. 49.8 49.9 Subd. 10. Security. A cannabis business must maintain and follow a security plan to 49.10 deter and prevent the theft or diversion of cannabis plants, cannabis flower, cannabinoid products, and artificially derived cannabinoids, unauthorized entry into the cannabis business, 49.11 and the theft of currency. 49.12 Subd. 11. Financial relationship. (a) Except for the lawful sale of cannabis plants, 49.13 cannabis flower, cannabinoid products, and artificially derived cannabinoids in the ordinary 49.14 course of business and as otherwise provided in this subdivision, no cannabis business may 49.15 offer, give, accept, receive, or borrow money or anything else of value or accept or receive 49.16 credit from any other cannabis business. This prohibition applies to offering or receiving a 49.17 benefit in exchange for preferential placement by a cannabis retailer, including preferential 49.18 placement on the cannabis retailer's shelves, display cases, or website. This prohibition 49.19 applies to every cooperative member or every director, manager, and general partner of a 49.20 49.21 cannabis business. (b) This prohibition does not apply to merchandising credit in the ordinary course of 49.22 business for a period not to exceed 30 days. 49.23 (c) This prohibition does not apply to free samples of useable cannabis flower or 49.24 cannabinoid products packaged in a sample jar protected by a plastic or metal mesh screen 49.25 to allow customers to smell the cannabis flower or cannabinoid product before purchase. 49.26 A sample jar may not contain more than eight grams of useable cannabis flower, eight grams 49.27 49.28 of a cannabis concentrate, or an edible cannabinoid product infused with 100 milligrams of tetrahydrocannabinol. 49.29 49.30 (d) This prohibition does not apply to free samples of cannabis flower or cannabinoid products provided to a cannabis retailer or cannabis wholesaler for the purposes of quality 49.31 control and to allow cannabis retailers to determine whether to offer a product for sale. A 49.32 sample provided for these purposes may not contain more than eight grams of useable 49.33

50.1	cannabis flower, eight grams of a cannabis concentrate, or an edible cannabinoid product
50.2	infused with 100 milligrams of tetrahydrocannabinol.
50.3	(e) This prohibition does not apply to any fee charged by a licensed cannabis event
50.4	organizer to a cannabis business for participation in a cannabis event.
50.5	Subd. 12. Customer privacy. A cannabis business must not share data on retail or
50.6	wholesale customers with any federal agency, federal department, or federal entity unless
50.7	specifically ordered by a state or federal court.
50.8	Sec. 22. [342.215] RETAILERS; LOCAL REGISTRATION AND ENFORCEMENT.
50.9	Subdivision 1. Registration required. Before making retail sales to customers or patients,
50.10	a cannabis retailer, cannabis microbusiness with a retail operations endorsement, lower
50.11	potency edible product retailer, or medical cannabis retailer must register with the local unit
50.12	of government in which the retail establishment is located.
50.13	Subd. 2. Registration fee. A local unit of government may charge an initial retail
50.14	registration fee of up to \$200. The local unit of government may also charge a renewal fee
50.15	of up to \$200. A cannabis business with a cannabis retailer license and a medical cannabis
50.16	retailer license for the same location may only be charged a single registration fee. The
50.17	registration fee is nonrefundable.
50.18	Subd. 3. Issuance of registration. (a) A local unit of government shall issue a retail
50.19	registration to a cannabis retailer, cannabis microbusiness with a retail operations
50.20	endorsement, lower potency edible product retailer, or medical cannabis retailer that:
50.21	(1) has a valid license issued by the office;
50.22	(2) has paid the registration fee or renewal fee pursuant to subdivision 2;
50.23	(3) is found to be in compliance with the requirements of this chapter at any preliminary
50.24	compliance check that the local unit of government performs; and
50.25	(4) if applicable, is current on all property taxes and assessments at the location where
50.26	the retail establishment is located.
50.27	(b) Before issuing a retail registration, the local unit of government may conduct a
50.28	preliminary compliance check to ensure that the cannabis business is in compliance with
50.29	the applicable operation requirements and the limits on the types of cannabis flower,
50.30	cannabinoid products, and hemp-derived consumer products that may be sold.
50.31	(c) A local unit of government shall renew the retail registration of a cannabis business
50.32	when the office renews the license of the cannabis business.

HF100 SEVENTH ENGROSSMENT

REVISOR

BD

51.1	(d) A retail registration issued under this section may not be transferred.
51.2	Subd. 4. Compliance checks. (a) A local unit of government shall conduct compliance
51.3	checks of every cannabis business with a retail registration issued by the local unit of
51.4	government. The checks shall assess compliance with age verification requirements; the
51.5	applicable operation requirements; and the applicable limits on the types of cannabis flower,
51.6	cannabinoid products, and hemp-derived consumer products being sold.
51.7	(b) The local unit of government must conduct unannounced age verification compliance
51.8	checks at least once each calendar year. Age verification compliance checks must involve
51.9	persons at least 17 years of age, but under the age of 21, who, with the prior written consent
51.10	of a parent or guardian if the person is under the age of 18, attempt to purchase cannabis
51.11	flower, cannabinoid products, or hemp-derived consumer products under the direct
51.12	supervision of a law enforcement officer or an employee of the local unit of government.
51.13	(c) Checks to ensure compliance with the applicable operation requirements and the
51.14	limits on the types of cannabis flower, cannabinoid products, and hemp-derived consumer
51.15	products that may be sold must be performed at least once each calendar year and may be
51.16	performed by a law enforcement officer or an employee of the local unit of government.
51.17	Subd. 5. Registration suspension and cancellation; notice to office; penalties. (a) If
51.18	a local unit of government determines that a cannabis business with a retail registration
51.19	issued by the local unit of government is not operating in compliance with the requirements
51.20	of this chapter or that the operation of the business poses an immediate threat to the health
51.21	or safety of the public, the local unit of government may suspend the retail registration of
51.22	the cannabis business. The local unit of government must immediately notify the office of
51.23	the suspension and shall include a description of the grounds for the suspension.
51.24	(b) The office shall review the retail registration suspension and may order reinstatement
51.25	of the retail registration or take any action described in section 342.18 or 342.19.
51.26	(c) The retail registration suspension must be for up to 30 days unless the office suspends
51.27	the license and operating privilege of the cannabis business for a longer period or revokes
51.28	the license.
51.29	(d) The local unit of government may reinstate the retail registration if the local unit of
51.30	government determines that any violation has been cured. The local unit of government
51.31	must reinstate the retail registration if the office orders reinstatement.
51.32	(e) No cannabis retailer, cannabis microbusiness with a retail operations endorsement,
51.33	lower potency edible product retailer, or medical cannabis retailer may make any sale to a

	HF100 SEVENTH ENGROSSMENT	REVISOR	BD	H0100-7
52.1	customer or patient without a valid r	etail registration. A l	local unit of governme	ent may
52.2	impose a civil penalty of up to \$2,00			
52.3	Sec. 23. [342.22] CANNABIS CU	LTIVATOR LICEN	NSING.	
52.4	Subdivision 1. Authorized action	<b>ns.</b> (a) A cannabis cu	ltivator license entitle	s the license
52.5	holder to grow cannabis plants within	the approved amound	nt of space from seed	or immature
52.6	plant to mature plant, harvest cannab	is flower from a ma	ture plant, package an	id label
52.7	cannabis flower for sale to other canna	abis businesses, trans	port cannabis flower t	o a cannabis
52.8	manufacturer located on the same pr	emises, and perform	other actions approve	ed by the
52.9	office.			
52.10	(b) The office may issue an applic	ant either of the follo	owing types of cultiva	tor licenses:
52.11	(1) a craft cultivator license, which	ch allows cultivation	by a license holder o	f not more
52.12	than 10,000 feet of plant canopy unle	ess the office, by rule	e, increases that limit;	or
52.13	(2) a bulk cultivator license, which	ch allows cultivation	by a license holder o	f not more
52.14	than 30,000 feet of plant canopy.			
52.15	(c) The office may, by rule, increa	se the limit on craft o	cultivator plant canopy	y to no more
52.16	than 15,000 square feet if the office of	determines that expa	nsion is consistent wi	th the goals
52.17	identified in section 342.02, subdivis	sion 1.		
52.18	Subd. 2. Additional information	<b>required.</b> In additi	on to the information	required to
52.19	be submitted under section 342.15, su	bdivision 1, and rule	s adopted pursuant to	that section,
52.20	a person, cooperative, or business se	eking a cannabis cul	tivator license must s	ubmit the
52.21	following information in a form appr	coved by the office:		
52.22	(1) an operating plan demonstration	ng the proposed size	and layout of the cul	tivation
52.23	facility; plans for wastewater and wa	ste disposal for the o	cultivation facility; pla	ans for
52.24	providing electricity, water, and othe	r utilities necessary	for the normal operati	on of the
52.25	cultivation facility; and plans for con	npliance with the app	olicable building code	and federal
52.26	and state environmental and workpla	ce safety requirement	<u>nts;</u>	
52.27	(2) a cultivation plan demonstration	ng the proposed size	and layout of the cul	tivation
52.28	facility that will be used exclusively	for cultivation inclu-	ding the total amount	of plant
52.29	canopy; and			
52.30	(3) evidence that the business will	ll comply with the ap	plicable operation rea	quirements
52.31	for the license being sought.			

HF100 SEVENTH ENGROSSMENT

53.1	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
53.2	cannabis cultivator license may also hold a cannabis manufacturing license, medical cannabis
53.3	cultivator license, medical cannabis producer license, license to grow industrial hemp, and
53.4	cannabis event organizer license.
53.5	(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
53.6	cannabis cultivator license may own or operate any other cannabis business. This prohibition
53.7	does not prevent the transportation of cannabis flower from a cannabis cultivator to a cannabis
53.8	manufacturer licensed to the same person, cooperative, or business and located on the same
53.9	premises.
53.10	(c) The office by rule may limit the number of cannabis cultivator licenses a person,
53.11	cooperative, or business may hold.
53.12	(d) For purposes of this subdivision, a restriction on the number or type of license a
53.13	business may hold applies to every cooperative member or every director, manager, and
53.14	general partner of a cannabis business.
53.15	Subd. 4. Limitations on health care practitioners. A health care practitioner who
53.16	certifies qualifying medical conditions for patients is prohibited from:
53.17	(1) holding a direct or indirect economic interest in a cannabis cultivator;
53.18	(2) serving as a cooperative member, director, manager, general partner, or employee
53.19	of a cannabis cultivator; or
53.20	(3) advertising with a cannabis cultivator in any way.
53.21	Subd. 5. Remuneration. A cannabis cultivator is prohibited from:
53.22	(1) accepting or soliciting any form of remuneration from a health care practitioner who
53.23	certifies qualifying medical conditions for patients; or
53.24	(2) offering any form of remuneration to a health care practitioner who certifies qualifying
53.25	medical conditions for patients.
53.26	Sec. 24. [342.23] CANNABIS CULTIVATOR OPERATIONS.
53.27	Subdivision 1. Cultivation records. A cannabis cultivator must prepare a cultivation
53.28	record for each batch of cannabis plants and cannabis flower in the form required by the
53.29	office and must maintain each record for at least five years. The cultivation record must
53.30	include the quantity and timing, where applicable, of each pesticide, fertilizer, soil
53.31	amendment, or plant amendment used to cultivate the batch, as well as any other information

required by the office in rule. A licensed cultivator must present cultivation records to the 54.1 office, the commissioner of agriculture, or the commissioner of health upon request. 54.2 54.3 Subd. 2. Agricultural chemicals and other inputs. A cannabis cultivator is subject to rules promulgated by the office governing the use of pesticides, fertilizers, soil amendments, 54.4 54.5 plant amendments, and other inputs to cultivate cannabis. 54.6 Subd. 3. Cultivation plan. A cannabis cultivator must prepare, maintain, and execute an operating plan and a cultivation plan as directed by the office in rule, which must include 54.7 but is not limited to: 54.8 54.9 (1) water usage; (2) recycling; 54.10 (3) solid waste disposal; and 54.11 (4) a pest management protocol that incorporates integrated pest management principles 54.12 to control or prevent the introduction of pests to the cultivation site. 54.13 Subd. 4. Pesticides; pollinator protection. (a) A cannabis cultivator must comply with 54.14 chapters 18B, 18D, 18E, and any other pesticide laws and rules enforced by the commissioner 54.15 of agriculture. 54.16 54.17 (b) A cannabis cultivator must not apply pesticides when pollinators are present or allow pesticides to drift to flowering plants that are attractive to pollinators. 54.18 Subd. 5. Adulteration prohibited. A cannabis cultivator must not treat or otherwise 54.19 adulterate cannabis plants or cannabis flower with any substance or compound that has the 54.20 effect or intent of altering the color, appearance, weight, or smell of the cannabis. 54.21 Subd. 6. Indoor, outdoor cultivation authorized; security. A cannabis cultivator may 54.22 cultivate cannabis plants indoors or outdoors, subject to the security, fencing, lighting, and 54.23 54.24 any other requirements imposed by the office in rule. Subd. 7. Seed limitation. The commissioner of agriculture must not issue a genetically 54.25 54.26 engineered agriculturally related organism permit under chapter 18F for cannabis seed or cannabis plants. A cannabis cultivator must not cultivate a cannabis plant that is a genetically 54.27 engineered organism as defined in section 18F.02, subdivision 5. 54.28 Sec. 25. [342.24] CANNABIS MANUFACTURER LICENSING. 54.29 54.30 Subdivision 1. Authorized actions. A cannabis manufacturer license, consistent with the specific license endorsement or endorsements, entitles the license holder to: 54.31

55.1	(1) purchase cannabis flower, cannabinoid products, hemp plant parts, hemp concentrate,
55.2	and artificially derived cannabinoids from cannabis cultivators, other cannabis manufacturers,
55.3	cannabis microbusinesses, and industrial hemp growers;
55.4	(2) accept cannabis from unlicensed persons who are at least 21 years of age provided
55.5	that the cannabis manufacturer does not accept more than two ounces from an individual
55.6	on a single occasion;
55.7	(3) make cannabis concentrate;
55.8	(4) make hemp concentrate, including hemp concentrate with a delta-9
55.9	tetrahydrocannabinol concentration of more than 0.3 percent as measured by weight;
55.10	(5) manufacture artificially derived cannabinoids;
55.11	(6) manufacture cannabinoid products and hemp-derived consumer products for public
55.12	consumption;
55.13	(7) package and label cannabinoid products and hemp-derived consumer products for
55.14	sale to other cannabis businesses;
55.15	(8) sell cannabis concentrate, hemp concentrate, artificially derived cannabinoids,
55.16	cannabinoid products, and hemp-derived consumer products to other cannabis businesses;
55.17	and
55.18	(9) perform other actions approved by the office.
55.19	Subd. 2. Additional information required. In addition to the information required to
55.20	be submitted under section 342.15, subdivision 1, and rules adopted pursuant to that section,
55.21	a person, cooperative, or business seeking a cannabis manufacturer license must submit the
55.22	following information in a form approved by the office:
55.23	(1) an operating plan demonstrating the proposed layout of the facility, including a
55.24	diagram of ventilation and filtration systems; plans for wastewater and waste disposal for
55.25	the manufacturing facility; plans for providing electricity, water, and other utilities necessary
55.26	for the normal operation of the manufacturing facility; and plans for compliance with
55.27	applicable building code and federal and state environmental and workplace safety
55.28	requirements; and
55.29	(2) evidence that the business will comply with the applicable operation requirements
55.30	for the endorsement being sought.
55.31	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
55.32	cannabis manufacturer license may also hold a cannabis cultivator license, a medical cannabis

56.1	cultivator license, a medical cannabis processor license, and a cannabis event organizer
56.2	license.
56.3	(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
56.4	cannabis manufacturer license may own or operate any other cannabis business. This
56.5	prohibition does not prevent transportation of cannabis flower from a cannabis cultivator
56.6	to a cannabis manufacturer licensed to the same person, cooperative, or business and located
56.7	on the same premises.
56.8	(c) The office by rule may limit the number of cannabis manufacturer licenses that a
56.9	person or business may hold.
56.10	(d) For purposes of this subdivision, a restriction on the number or type of license that
56.11	a business may hold applies to every cooperative member or every director, manager, and
56.12	general partner of a cannabis business.
56.13	Subd. 4. Limitations on health care practitioners. A health care practitioner who
56.14	certifies qualifying medical conditions for patients is prohibited from:
56.15	(1) holding a direct or indirect economic interest in a cannabis manufacturer;
56.16	(2) serving as a cooperative member, director, manager, general partner, or employee
56.17	of a cannabis manufacturer; or
56.18	(3) advertising with a cannabis manufacturer in any way.
56.19	Subd. 5. Remuneration. A cannabis manufacturer is prohibited from:
56.20	(1) accepting or soliciting any form of remuneration from a health care practitioner who
56.21	certifies qualifying medical conditions for patients; or
56.22	(2) offering any form of remuneration to a health care practitioner who certifies qualifying
56.23	medical conditions for patients.
56.24	Sec. 26. [342.25] CANNABIS MANUFACTURER OPERATIONS.
56.25	Subdivision 1. All manufacturer operations. (a) Cannabis manufacturing must take
56.26	place in an enclosed, locked facility that is used exclusively for the manufacture of
56.27	cannabinoid products, creation of hemp concentrate, or creation of artificially derived
56.28	cannabinoids except that a business that also holds a cannabis cultivator license may operate
56.29	in a facility that shares general office space, bathrooms, entryways, and walkways.

57.1	(b) Cannabis manufacturing must take place on equipment that is used exclusively for
57.2	the manufacture of cannabinoid products, creation of hemp concentrate, or creation of
57.3	artificially derived cannabinoids.
57.4	(c) A cannabis manufacturer must comply with all applicable packaging, labeling, and
57.5	health and safety requirements.
57.6	Subd. 2. Extraction and concentration. (a) A cannabis manufacturer that creates
57.7	cannabis concentrate, hemp concentrate, or artificially derived cannabinoids must obtain
57.8	an endorsement from the office.
57.9	(b) A cannabis manufacturer must inform the office of all methods of extraction and
57.10	concentration that the manufacturer intends to use and identify the volatile chemicals, if
57.11	any, that will be involved in the creation of cannabis concentrate or hemp concentrate. A
57.12	cannabis manufacturer may not use a method of extraction and concentration or a volatile
57.13	chemical without approval by the office.
57.14	(c) A cannabis manufacturer must inform the office of all methods of conversion that
57.15	the manufacturer will use, including any specific catalysts that the manufacturer will employ,
57.16	to create artificially derived cannabinoids and the molecular nomenclature of all cannabinoids
57.17	or other chemical compound that the manufacturer will create. A cannabis manufacturer
57.18	may not use a method of conversion or a catalyst without approval by the office.
57.19	(d) A cannabis manufacturer must obtain a certification from an independent third-party
57.20	industrial hygienist or professional engineer approving:
57.21	(1) all electrical, gas, fire suppression, and exhaust systems; and
57.22	(2) the plan for safe storage and disposal of hazardous substances, including but not
57.23	limited to any volatile chemicals.
57.24	(e) A cannabis manufacturer that manufactures cannabis concentrate from cannabis
57.25	flower received from an unlicensed person who is at least 21 years of age must comply with
57.26	all health and safety requirements established by the office. At a minimum, the office shall
57.27	require a cannabis manufacturer to:
57.28	(1) store the cannabis flower in an area that is segregated from cannabis flower and hemp
57.29	plant parts received from a licensed cannabis business;
57.30	(2) perform the extraction and concentration on equipment that is used exclusively for
57.31	extraction or concentration of cannabis flower received from unlicensed individuals;

58.1	(3) store any cannabis concentrate in an area that is segregated from cannabis concentrate,
58.2	hemp concentrate, or artificially derived cannabinoids derived or manufactured from cannabis
58.3	flower or hemp plant parts received from a licensed cannabis business; and
58.4	(4) provide any cannabis concentrate only to the person who provided the cannabis.
58.5	(f) Upon the sale of cannabis concentrate, hemp concentrate, or artificially derived
58.6	cannabinoids to any person, cooperative, or business, a cannabis manufacturer must provide
58.7	a statement to the buyer that discloses the method of extraction and concentration or
58.8	conversion used and any solvents, gases, or catalysts, including but not limited to any volatile
58.9	chemicals, involved in that method.
58.10	Subd. 3. Production of consumer products. (a) A cannabis manufacturer that produces
58.11	edible cannabinoid products must obtain an edible cannabinoid product handler endorsement
58.12	from the office.
58.13	(b) A cannabis manufacturer must obtain an endorsement from the office to produce:
58.14	(1) cannabinoid products other than edible cannabinoid products; or
58.15	(2) hemp-derived consumer products other than hemp-derived topical products.
58.16	(c) All areas within the licensed premises of a cannabis manufacturer producing
58.17	cannabinoid products or hemp-derived consumer products must meet the sanitary standards
58.18	specified in rules adopted by the office.
58.19	(d) A cannabis manufacturer may only add chemicals or compounds approved by the
58.20	office to cannabis concentrate, hemp concentrate, or artificially derived cannabinoids.
58.21	(e) Upon the sale of any cannabinoid product or hemp-derived consumer product to a
58.22	cannabis business, a cannabis manufacturer must provide a statement to the buyer that
58.23	discloses the product's ingredients, including but not limited to any chemicals or compounds
58.24	and any major food allergens declared by name.
58.25	(f) A cannabis manufacturer shall not add any cannabis flower, cannabis concentrate,
58.26	artificially derived cannabinoid, hemp plant part, or hemp concentrate to a product where
58.27	the manufacturer of the product holds a trademark to the product's name, except that a
58.28	cannabis manufacturer may use a trademarked food product if the manufacturer uses the
58.29	product as a component or as part of a recipe and where the cannabis manufacturer does
58.30	not state or advertise to the customer that the final retail cannabinoid product or hemp-derived
58.31	consumer product contains a trademarked food product.

59.1	Sec. 27. [342.26] CANNABIS RETAILER LICENSING.
59.2	Subdivision 1. Authorized actions. A cannabis retailer license entitles the license holder
59.3	<u>to:</u>
59.4	(1) purchase immature cannabis plants and seedlings, cannabis flower, cannabinoid
59.5	products, and hemp-derived consumer products from cannabis cultivators, cannabis
59.6	manufacturers, cannabis microbusinesses, cannabis wholesalers, and industrial hemp growers;
59.7	(2) sell immature cannabis plants and seedlings, adult-use cannabis flower, adult-use
59.8	cannabinoid products, hemp-derived consumer products, and other products authorized by
59.9	law to customers; and
59.10	(3) perform other actions approved by the office.
59.11	Subd. 2. Additional information required. In addition to the information required to
59.12	be submitted under section 342.15, subdivision 1, and rules adopted pursuant to that section,
59.13	a person, cooperative, or business seeking a cannabis retail license must submit the following
59.14	information in a form approved by the office:
59.15	(1) a list of every retail license held by the applicant and, if the applicant is a business,
59.16	every retail license held, either as an individual or as part of another business, by each
59.17	officer, director, manager, and general partner of the cannabis business;
59.18	(2) an operating plan demonstrating the proposed layout of the facility, including a
59.19	diagram of ventilation and filtration systems; policies to avoid sales to individuals who are
59.20	under 21 years of age; identification of a restricted area for storage; and plans to prevent
59.21	the visibility of cannabis flower, cannabinoid products, and hemp-derived consumer products
59.22	to individuals outside the retail location; and
59.23	(3) evidence that the business will comply with the applicable operation requirements
59.24	for the license being sought.
59.25	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
59.26	cannabis retailer license may also hold a cannabis delivery service license, a medical cannabis
59.27	retailer license, and a cannabis event organizer license.
59.28	(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
59.29	cannabis retailer license may own or operate any other cannabis business.
59.30	(c) No person, cooperative, or business may hold a license to own or operate more than
59.31	one cannabis retail business in one city or county.

### (d) The office by rule may limit the number of cannabis retailer licenses a person,

60.2 <u>cooperative</u>, or business may hold.

- 60.3 (e) For purposes of this subdivision, a restriction on the number or type of license a
- 60.4 business may hold applies to every cooperative member or every director, manager, and
- 60.5 general partner of a cannabis business.
- 60.6 Subd. 4. Municipal or county cannabis store. A city or county may establish, own,
- 60.7 and operate a municipal cannabis store subject to the restrictions in this chapter.
- 60.8 Subd. 5. Limitations on health care practitioners. A health care practitioner who
- 60.9 certifies qualifying medical conditions for patients is prohibited from:
- 60.10 (1) holding a direct or indirect economic interest in a cannabis retailer;
- 60.11 (2) serving as a cooperative member, director, manager, general partner, or employee
- 60.12 of a cannabis retailer; or
- 60.13 (3) advertising with a cannabis retailer in any way.
- 60.14 Subd. 6. **Remuneration.** A cannabis retailer is prohibited from:
- 60.15 (1) accepting or soliciting any form of remuneration from a health care practitioner who
- 60.16 certifies qualifying medical conditions for patients; or
- 60.17 (2) offering any form of remuneration to a health care practitioner who certifies qualifying
- 60.18 <u>medical conditions for patients.</u>

# 60.19 Sec. 28. [342.27] CANNABIS RETAILER OPERATIONS.

# 60.20 Subdivision 1. Sale of cannabis and cannabinoid products. (a) A cannabis retailer

60.21 may only sell immature cannabis plants and seedlings, adult-use cannabis flower, adult-use

60.22 cannabinoid products, and hemp-derived consumer products to individuals who are at least

- 60.23 <u>21 years of age.</u>
- 60.24 (b) A cannabis retailer may sell immature cannabis plants and seedlings, adult-use

60.25 cannabis flower, adult-use cannabinoid products, and hemp-derived consumer products

- 60.26 other than hemp-derived topical products that:
- 60.27 (1) are obtained from a licensed Minnesota cannabis cultivator, cannabis manufacturer,
   60.28 cannabis microbusiness, or cannabis wholesaler; and
- 60.29 (2) meet all applicable packaging and labeling requirements.

61.1	(c) A cannabis retailer may sell up to two ounces of adult-use cannabis flower, eight
61.2	grams of adult-use cannabis concentrate, and edible cannabinoid products infused with 800
61.3	milligrams of tetrahydrocannabinol during a single transaction to a customer.
61.4	(d) Edible cannabinoid products may not include more than ten milligrams per serving
61.5	and a single package may not include more than a total of 100 milligrams of
61.6	tetrahydrocannabinol. A package may contain multiple servings of ten milligrams of
61.7	tetrahydrocannabinol provided that each serving is indicated by scoring, wrapping, or other
61.8	indicators designating the individual serving size.
61.9	Subd. 2. Sale of other products. (a) A cannabis retailer may sell cannabis paraphernalia,
61.10	including but not limited to childproof packaging containers and other devices designed to
61.11	ensure the safe storage and monitoring of cannabis flower and cannabinoid products in the
61.12	home to prevent access by individuals under 21 years of age.
61.13	(b) A cannabis retailer may sell hemp-derived topical products.
61.14	(c) A cannabis retailer may sell the following products that do not contain cannabis
61.15	flower, cannabis concentrate, hemp concentrate, artificially derived cannabinoids, or
61.16	tetrahydrocannabinol:
61.17	(1) drinks that do not contain alcohol and are packaged in sealed containers labeled for
61.18	retail sale;
61.19	(2) books and videos on the cultivation and use of cannabis flower and cannabinoid
61.20	products;
61.21	(3) magazines and other publications published primarily for information and education
61.22	on cannabis plants, cannabis flower, and cannabinoid products;
61.23	(4) multiple-use bags designed to carry purchased items;
61.24	(5) clothing marked with the specific name, brand, or identifying logo of the cannabis
61.25	retailer; and
61.26	(6) hemp fiber products and products that contain hemp grain.
61.27	Subd. 3. Age verification. (a) Prior to initiating a sale, an employee of a cannabis retailer
61.28	must verify that the customer is at least 21 years of age.
61.29	(b) Proof of age may be established only by one of the following:
61.30	(1) a valid driver's license or identification card issued by Minnesota, another state, or

61.31 <u>a province of Canada, and including the photograph and date of birth of the licensed person;</u>

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(2) a valid Tribal identification card as defined in section 171.072, paragraph (b); 62.1 (3) a valid passport issued by the United States; 62.2 (4) a valid instructional permit issued under section 171.05 to a person of legal age to 62.3 purchase adult-use cannabis or adult-use cannabinoid products, which includes a photograph 62.4 62.5 and the date of birth of the person issued the permit; or (5) in the case of a foreign national, by a valid passport. 62.6 62.7 (c) A cannabis retailer may seize a form of identification listed under paragraph (b) if the cannabis retailer has reasonable grounds to believe that the form of identification has 62.8 been altered or falsified or is being used to violate any law. A cannabis retailer that seizes 62.9 a form of identification as authorized under this paragraph must deliver it to a law 62.10 enforcement agency within 24 hours of seizing it. 62.11 Subd. 4. Display of cannabis flower and cannabinoid products. (a) A cannabis retailer 62.12 must designate a retail area where customers are permitted. The retail area shall include the 62.13 portion of the premises where samples of cannabis flower and cannabinoid products available 62.14 for sale are displayed. All other cannabis flower and cannabinoid products must be stored 62.15 62.16 in the secure storage area. (b) A cannabis retailer may display one sample of each type of cannabis flower or 62.17 cannabinoid product available for sale. Samples of cannabis flower and cannabinoid products 62.18 must be stored in a sample jar or display case and be accompanied by a label or notice 62.19 containing the information required to be affixed to the packaging or container containing 62.20 cannabis flower and cannabinoid products sold to customers. A sample may not consist of 62.21 more than eight grams of adult-use cannabis flower or adult-use cannabis concentrate or an 62.22 edible cannabinoid product infused with more than 100 milligrams of tetrahydrocannabinol. 62.23 A cannabis retailer may allow customers to smell the cannabis flower or cannabinoid product 62.24 before purchase. 62.25 (c) A cannabis retailer may not sell cannabis flower or cannabinoid products used as a 62.26 sample for display. 62.27 Subd. 5. Posting of notices. A cannabis retailer must post all notices as required by the 62.28 office, including but not limited to: 62.29 (1) information about any product recall; 62.30 (2) a statement that operating a motor vehicle under the influence of intoxicating 62.31 cannabinoids is illegal; and 62.32

63.1	(3) a statement that cannabis flower, cannabinoid products, and hemp-derived consumer
63.2	products are only intended for consumption by individuals who are at least 21 years of age.
63.3	Subd. 6. Hours of operation. (a) Except as provided by paragraph (b), a cannabis retailer
63.4	may not sell cannabis flower, cannabinoid products, or hemp-derived consumer products
63.5	between 2:00 a.m. and 8:00 a.m. on the days of Monday through Saturday, nor between
63.6	2:00 a.m. and 10:00 a.m. on Sunday.
63.7	(b) A city or county may adopt an ordinance to prohibit sales for any period between
63.8	9:00 p.m. and 2:00 a.m. the following day, or between 8:00 a.m. and 10:00 a.m. on the days
63.9	of Monday through Saturday.
63.10	Subd. 7. Building conditions. (a) A cannabis retailer shall maintain compliance with
63.11	state and local building, fire, and zoning requirements or regulations.
63.12	(b) A cannabis retailer shall ensure that the licensed premises is maintained in a clean
63.13	and sanitary condition, free from infestation by insects, rodents, or other pests.
63.14	Subd. 8. Security. A cannabis retailer shall maintain compliance with security
63.15	requirements established by the office including but not limited to requirements for
63.16	maintaining video surveillance records, use of specific locking mechanisms, establishment
63.17	of secure entries, and the number of employees working at all times.
63.18	Subd. 9. Lighting. A cannabis retailer must keep all lighting outside and inside the
63.19	dispensary in good working order and wattage sufficient for security cameras.
63.20	Subd. 10. Deliveries. Cannabis retailers may only accept deliveries of cannabis flower,
63.21	cannabinoid products, and hemp-derived consumer products into a limited access area.
63.22	Deliveries may not be accepted through the public access areas unless otherwise approved
63.23	by the office.
63.24	Subd. 11. Prohibitions. A cannabis retailer shall not:
63.25	(1) sell cannabis flower or cannabinoid products to a person who is visibly intoxicated;
63.26	(2) knowingly sell more cannabis flower or cannabinoid products than a customer is
63.27	legally permitted to possess;
63.28	(3) give away immature cannabis plants or seedlings, cannabis flower, cannabinoid
63.29	products, or hemp-derived consumer products;
63.30	(4) operate a drive-through window;
63.31	(5) allow for the dispensing of cannabis plants, cannabis flower, cannabinoid products,
63.32	or hemp-derived consumer products in vending machines; or

64.1	(6) sell cannabis plants, cannabis flower, or cannabinoid products if the cannabis retailer
64.2	knows that any required security or statewide monitoring systems are not operational.
64.3	Subd. 12. Retail location; physical separation required. (a) A licensed cannabis retailer
64.4	that is also a licensed medical cannabis retailer may sell medical cannabis flower and medical
64.5	cannabinoid products on a portion of its premises.
64.6	(b) The portion of the premises in which medical cannabis flower and medical
64.7	cannabinoid products are sold must be definite and distinct from all other areas of the
64.8	cannabis retailer, must be accessed through a distinct entrance, and must provide an
64.9	appropriate space for a pharmacist employee of the medical cannabis retailer to consult with
64.10	the patient to determine the proper type of medical cannabis flower and medical cannabinoid
64.11	products and proper dosage for the patient.
64.12	Sec. 29. [342.28] CANNABIS WHOLESALER LICENSING.
64.13	Subdivision 1. Authorized actions. A cannabis wholesaler license entitles the license
64.14	holder to:
64.15	(1) purchase immature cannabis plants and seedlings, cannabis flower, cannabinoid
64.16	products, and hemp-derived consumer products from cannabis cultivators, cannabis
64.17	manufacturers, cannabis microbusinesses, and industrial hemp growers;
64.18	(2) sell immature cannabis plants and seedlings, cannabis flower, cannabinoid products,
64.19	and hemp-derived consumer products to cannabis manufacturers and cannabis retailers;
64.20	(3) import hemp-derived consumer products and lower potency edible products that
64.21	contain hemp concentrate or artificially derived cannabinoids that are derived from hemp
64.22	plants or hemp plant parts; and
64.23	(4) perform other actions approved by the office.
64.24	Subd. 2. Additional information required. In addition to the information required to
64.25	be submitted under section 342.15, subdivision 1, and rules adopted pursuant to that section,
64.26	a person, cooperative, or business seeking a cannabis wholesaler license must submit the
64.27	following information in a form approved by the office:
64.28	(1) an operating plan demonstrating the proposed layout of the facility including a
64.29	diagram of ventilation and filtration systems and policies to avoid sales to unlicensed
64.30	cannabis businesses; and
64.31	(2) evidence that the business will comply with the applicable operation requirements
64.32	for the license being sought.

65.1	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
65.2	cannabis wholesaler license may also hold a cannabis transporter license, a cannabis delivery
65.3	service license, and a cannabis event organizer license.
65.4	(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
65.5	cannabis wholesaler license may own or operate any other cannabis business.
65.6	(c) The office by rule may limit the number of cannabis wholesaler licenses a person or
65.7	business may hold.
(5.0	(d) For numbers of this subdivision is nothing on the number of times of lines
65.8	(d) For purposes of this subdivision, a restriction on the number or type of license a
65.9	business may hold applies to every cooperative member or every director, manager, and
65.10	general partner of a cannabis business.
65.11	Sec. 30. [342.29] CANNABIS WHOLESALER OPERATIONS.
65.12	Subdivision 1. Separation of products. A cannabis wholesaler must ensure that cannabis
65.13	plants, cannabis flower, and cannabinoid products are physically separated from all other
65.14	products, including hemp-derived consumer products, in a manner that prevents any
65.15	cross-contamination.
65.16	Subd. 2. Records and labels. A cannabis wholesaler must maintain accurate records
65.17	and ensure that appropriate labels remain affixed to cannabis plants, cannabis flower,
65.18	cannabinoid products, and hemp-derived consumer products.
65.19	Subd. 3. Building conditions. (a) A cannabis wholesaler shall maintain compliance
65.20	with state and local building, fire, and zoning requirements or regulations.
65.21	(b) A cannabis wholesaler shall ensure that the licensed premises is maintained in a
65.22	clean and sanitary condition, free from infestation by insects, rodents, or other pests.
03.22	clean and samilary condition, nee from intestation by insects, rodents, or other pests.
65.23	Subd. 4. Sale of other products. A cannabis wholesaler may purchase and sell other
65.24	products or items for which the cannabis wholesaler has a license or authorization or that
65.25	do not require a license or authorization. Products for which no license or authorization is
65.26	required include but are not limited to industrial hemp products, products that contain hemp
65.27	grain, and cannabis paraphernalia, including but not limited to childproof packaging
65.28	containers and other devices designed to ensure the safe storage and monitoring of cannabis
65.29	flower and cannabinoid products in the home to prevent access by individuals under 21
65.30	years of age.
65.31	Subd. 5. Importation of hemp-derived products. (a) A cannabis wholesaler that imports

<sup>65.32</sup> lower potency edible products or hemp-derived consumer products, other than hemp-derived

66.1	topical products, that are manufactured outside the boundaries of the state of Minnesota
66.2	with the intent to sell the products to a cannabis retailer or lower potency edible product
66.3	retailer must obtain a hemp-derived product importer endorsement from the office.
66.4	(b) A cannabis wholesaler with a hemp-derived product importer endorsement may sell
66.5	products manufactured outside the boundaries of the state of Minnesota if:
66.6	(1) the manufacturer is licensed in another jurisdiction and subject to regulations designed
66.7	to protect the health and safety of consumers that the office determines are substantially
66.8	similar to the regulations in this state; or
66.9	(2) the cannabis wholesaler establishes, to the satisfaction of the office, that the
66.10	manufacturer engages in practices that are substantially similar to the practices required for
66.11	licensure of manufacturers in this state.
66.12	(c) The cannabis wholesaler must enter all relevant information regarding an imported
66.13	product into the statewide monitoring system before the product may be distributed to a
66.14	licensed cannabis retailer or lower potency edible product retailer. Relevant information
66.15	includes information regarding the cultivation, processing, and testing of the industrial hemp
66.16	used in the manufacture of the product and information regarding the testing of the lower
66.17	potency edible product or hemp-derived consumer product. If information regarding the
66.18	industrial hemp, lower potency edible product, or hemp-derived consumer product was
66.19	submitted to a statewide monitoring system used in another state, the office may require
66.20	submission of any information provided to that statewide monitoring system and shall assist
66.21	in the transfer of data from another state as needed and in compliance with any data
66.22	classification established by either state.
66.23	(d) The office may suspend, revoke, or cancel the endorsement of a distributor who is
66.24	prohibited from distributing products containing cannabinoids in any other jurisdiction,
66.25	convicted of an offense involving the distribution of products containing cannabinoids in
66.26	any other jurisdiction, or found liable for distributing any product that injured customers in
66.27	any other jurisdiction. A cannabis wholesaler shall disclose all relevant information related
66.28	to actions in another jurisdiction. Failure to disclose relevant information may result in
66.29	disciplinary action by the office, including the suspension, revocation, or cancellation of
66.30	an endorsement or license.
66.31	(e) Notwithstanding any law to the contrary, it shall not be a defense in any civil or
66.32	criminal action that a licensed wholesaler relied on information on a product label or
66.33	otherwise provided by a manufacturer who is not licensed in this state.

67.1	Sec. 31. [342.30] CANNABIS TRANSPORTER LICENSING.
67.2	Subdivision 1. Authorized actions. A cannabis transporter license entitles the license
67.3	holder to transport immature cannabis plants and seedlings, cannabis flower, cannabinoid
67.4	products, artificially derived cannabinoids, hemp plant parts, hemp concentrate, and
67.5	hemp-derived consumer products from cannabis cultivators, cannabis manufacturers, cannabis
67.6	wholesalers, cannabis microbusinesses, medical cannabis retailers, medical cannabis
67.7	processors, and industrial hemp growers to cannabis manufacturers, cannabis testing facilities,
67.8	cannabis wholesalers, cannabis retailers, lower potency edible product retailers, medical
67.9	cannabis processors, and medical cannabis retailers and perform other actions approved by
67.10	the office.
67.11	Subd. 2. Additional information required. In addition to the information required to
67.12	be submitted under section 342.15, subdivision 1, and rules adopted pursuant to that section,
67.13	a person, cooperative, or business seeking a cannabis transporter license must submit the
67.14	following information in a form approved by the office:
67.15	(1) an appropriate surety bond, certificate of insurance, qualifications as a self-insurer,
67.16	or other securities or agreements, in the amount of not less than \$300,000, for loss of or
67.17	damage to cargo;
(7.10	(2) on annumista questa band contificate of insurance qualifications as a solf insuran
67.18	(2) an appropriate surety bond, certificate of insurance, qualifications as a self-insurer,
67.19	or other securities or agreements, in the amount of not less than \$1,000,000, for injury to
67.20	one or more persons in any one accident and, if an accident has resulted in injury to or
67.21	destruction of property, of not less than \$100,000 because of such injury to or destruction
67.22	of property of others in any one accident;
67.23	(3) the number and type of equipment the business will use to transport cannabis flower
67.24	and cannabinoid products;
67.25	(4) a loading, transporting, and unloading plan;
67.26	(5) a description of the applicant's experience in the distribution or security business;
67.27	and
67.28	(6) evidence that the business will comply with the applicable operation requirements
67.29	for the license being sought.
67.30	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
67.31	cannabis transporter license may also hold a cannabis wholesaler license, a cannabis delivery
67.32	service license, and a cannabis event organizer license.

68.1	(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
68.2	cannabis transporter license may own or operate any other cannabis business.
68.3	(c) The office by rule may limit the number of cannabis transporter licenses a person or
68.4	business may hold.
(0 <b>7</b>	(1) For record of this subdivision proteintions on the number of times of lines of
68.5	(d) For purposes of this subdivision, restrictions on the number or type of license a
68.6	business may hold apply to every cooperative member or every director, manager, and
68.7	general partner of a cannabis business.
68.8	Sec. 32. [342.31] CANNABIS TRANSPORTER OPERATIONS.
68.9	Subdivision 1. Manifest required. Before transporting cannabis plants and seedlings,
68.10	cannabis flower, cannabinoid products, artificially derived cannabinoids, hemp plant parts,
68.11	or hemp-derived consumer products, a cannabis transporter shall obtain a shipping manifest
68.12	on a form established by the office. The manifest must be kept with the products at all times
68.13	and the cannabis transporter must maintain a copy of the manifest in its records.
68.14	Subd. 2. Records of transportation. Records of transportation must be kept for a
68.15	minimum of three years at the cannabis transporter's place of business and are subject to
68.16	inspection upon request by the office or law enforcement agency. Records of transportation
68.17	include the following:
68.18	(1) copies of transportation manifests for all deliveries;
68.19	(2) a transportation log documenting the chain of custody for each delivery, including
68.20	every employee and vehicle used during transportation; and
68.21	(3) financial records showing payment for transportation services.
68.22	Subd. 3. Storage compartment. Cannabis plants and seedlings, cannabis flower,
68.23	cannabinoid products, artificially derived cannabinoids, hemp plant parts, and hemp-derived
68.24	consumer products must be transported in a locked, safe, and secure storage compartment
68.25	that is part of the motor vehicle or in a locked storage container that has a separate key or
68.26	combination pad. Cannabis plants and seedlings, cannabis flower, cannabinoid products,
68.27	artificially derived cannabinoids, hemp plant parts, and hemp-derived consumer products
68.28	may not be visible from outside the motor vehicle.
68.29	Subd. 4. Identifying logos or business names prohibited. No vehicle or trailer may
68.30	contain an image depicting the types of items being transported, including but not limited
68.31	to an image depicting a cannabis or hemp leaf, or a name suggesting that the vehicle is used

69.1	in transporting cannabis plants and seedlings, cannabis flower, cannabinoid products,
69.2	artificially derived cannabinoids, hemp plant parts, or hemp-derived consumer products.
69.3	Subd. 5. Randomized deliveries. A cannabis transporter shall ensure that all delivery
69.4	times and routes are randomized.
69.5	Subd. 6. Multiple employees. All cannabis transporter vehicles transporting cannabis
69.6	plants and seedlings, cannabis flower, cannabinoid products, artificially derived cannabinoids,
69.7	hemp plant parts, or hemp-derived consumer products must be staffed with a minimum of
69.8	two employees. At least one delivery team member shall remain with the motor vehicle at
69.9	all times that the motor vehicle contains cannabis plants and seedlings, cannabis flower,
69.10	cannabinoid products, artificially derived cannabinoids, hemp plant parts, or hemp-derived
69.11	consumer products.
69.12	Subd. 7. Nonemployee passengers prohibited. Only a cannabis worker employed by
69.13	or contracted with the cannabis transporter and who is at least 21 years of age may transport
69.14	cannabis plants and seedlings, cannabis flower, cannabinoid products, artificially derived
69.15	cannabinoids, hemp plant parts, or hemp-derived consumer products. All passengers in a
69.16	vehicle must be cannabis workers employed by or contracted with the cannabis transporter.
69.17	Subd. 8. Drivers license required. All drivers must carry a valid driver's license with
69.18	the proper endorsements when operating a vehicle transporting cannabis plants and seedlings,
69.19	cannabis flower, or cannabinoid products.
69.20	Subd. 9. Vehicles subject to inspection. Any vehicle assigned for the purposes of
69.21	transporting cannabis plants and seedlings is subject to inspection and may be stopped or
69.22	inspected at any licensed cannabis business or while en route during transportation.
69.23	Sec. 33. [342.32] CANNABIS TESTING FACILITY LICENSING.
69.24	Subdivision 1. Authorized actions. A cannabis testing facility license entitles the license
69.25	holder to obtain and test immature cannabis plants and seedlings, cannabis flower,
69.26	cannabinoid products, hemp plant parts, hemp concentrate, artificially derived cannabinoids,
69.27	and hemp-derived consumer products from cannabis cultivators, cannabis manufacturers,
69.28	cannabis wholesalers, cannabis microbusinesses, medical cannabis cultivators, medical
69.29	cannabis processors, and industrial hemp growers.
69.30	Subd. 2. Additional information required. In addition to the information required to
69.31	be submitted under section 342.15, subdivision 1, and rules adopted pursuant to that section,
69.32	a person, cooperative, or business seeking a cannabis testing facility license must submit
69.33	the following information in a form approved by the office:

70.1	(1) an operating plan demonstrating the proposed layout of the facility, including a
70.2	diagram of ventilation and filtration systems and policies to avoid sales to unlicensed
70.3	businesses;
70.4	(2) proof of accreditation by a laboratory accrediting organization approved by the office
70.5	that, at a minimum, requires a laboratory to operate formal management systems under the
70.6	International Organization for Standardization; and
70.7	(3) evidence that the business will comply with the applicable operation requirements
70.8	for the license being sought.
70.9	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
70.10	cannabis testing facility license may not own or operate, or be employed by, any other
70.11	cannabis business.
70.12	(b) The office by rule may limit the number of cannabis testing facility licenses a person
70.13	or business may hold.
70.14	(c) For purposes of this subdivision, a restriction on the number of licenses a business
70.15	may hold applies to every cooperative member or every director, manager, and general
70.16	partner of a cannabis business.
70.17	Sec. 34. [342.33] CANNABIS TESTING FACILITY OPERATIONS.
70.18	Subdivision 1. Testing services. A cannabis testing facility shall provide some or all
70.19	testing services required under section 342.60 and rules adopted pursuant to that section.
70.20	Subd. 2. Testing protocols. A cannabis testing facility shall follow all testing protocols,
70.21	standards, and criteria adopted by rule by the office for the testing of different forms of
70.22	cannabis flower and cannabinoid products; determining batch size; sampling; testing validity;
70.23	and approval and disapproval of tested cannabis plants and seedlings, cannabis flower,
70.24	cannabinoid products, hemp plant parts, hemp concentrate, artificially derived cannabinoids,
70.25	and hemp-derived consumer products.
70.26	Subd. 3. Records. Records of all business transactions and testing results; records
70.27	required to be maintained pursuant to any applicable standards for accreditation; and records
70.28	relevant to testing protocols, standards, and criteria adopted by the office must be kept for
70.29	a minimum of three years at the cannabis testing facility's place of business and are subject
70.30	to inspection upon request by the office or law enforcement agency.
70.31	Subd. 4. Disposal of cannabis flower and cannabinoid products. A testing facility
70.32	shall dispose of or destroy used, unused, and waste cannabis plants and seedlings, cannabis

71.1	flower, cannabinoid products, hemp plant parts, hemp concentrate, artificially derived
71.2	cannabinoids, and hemp-derived consumer products pursuant to rules adopted by the office.
71.3	Sec. 35. [342.34] CANNABIS MICROBUSINESS LICENSING.
71.4	Subdivision 1. Authorized actions. A cannabis microbusiness license, consistent with
71.5	the specific license endorsement or endorsements, entitles the license holder to perform any
71.6	or all of the following:
71.7	(1) grow cannabis plants from seed or immature plant to mature plant, harvest cannabis
71.8	flower from a mature plant and package and label cannabis flower for sale to other cannabis
71.9	businesses;
71.10	(2) create cannabis concentrate;
71.11	(3) manufacture cannabinoid products for public consumption;
71.12	(4) purchase cannabis concentrate and hemp concentrate from a cannabis manufacturer,
71.13	cannabis wholesaler, or licensed hemp grower for use in manufacturing cannabinoid products;
71.14	(5) sell immature cannabis plants and seedlings, adult-use cannabis flower, adult-use
71.15	cannabinoid products, hemp-derived consumer products, and other products authorized by
71.16	law to customers;
71.17	(6) operate an establishment that permits on-site consumption of edible cannabinoid
71.18	products; and
71.19	(7) perform other actions approved by the office.
71.20	Subd. 2. Additional information required. In addition to the information required to
71.21	be submitted under section 342.15, subdivision 1, and rules adopted pursuant to that section,
71.22	a person, cooperative, or business seeking a cannabis microbusiness license must submit
71.23	the following information in a form approved by the office:
71.24	(1) an operating plan demonstrating the proposed layout of the facility, including a
71.25	diagram of ventilation and filtration systems; plans for wastewater and waste disposal for
71.26	any cultivation or manufacturing activities; plans for providing electricity, water, and other
71.27	utilities necessary for the normal operation of any cultivation or manufacturing activities;
71.28	
	plans for compliance with applicable building code and federal and state environmental and
71.29	plans for compliance with applicable building code and federal and state environmental and workplace safety requirements and policies; and plans to avoid sales to unlicensed cannabis
71.29 71.30	

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71.32 cannabis flower, a cultivation plan demonstrating the proposed size and layout of the
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72.1	cultivation facility that will be used exclusively for cultivation including the total amount
72.2	of plant canopy;
72.3	(3) if the applicant is seeking an endorsement to create cannabis concentrate, information
72.4	identifying all methods of extraction and concentration that the applicant intends to use and
72.5	the volatile chemicals, if any, that will be involved in extraction or concentration; and
72.6	(4) evidence that the applicant will comply with the applicable operation requirements
72.7	for the license being sought.
72.8	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
72.9	cannabis microbusiness license may also hold a cannabis event organizer license.
72.10	(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
72.11	cannabis microbusiness license may own or operate any other cannabis business.
72.12	(c) The office by rule may limit the number of cannabis microbusiness licenses that a
72.13	person or business may hold.
72.14	(d) For purposes of this subdivision, a restriction on the number or type of license that
72.15	a business may hold applies to every cooperative member or every director, manager, and
72.16	general partner of a cannabis business.
72.17	Sec. 36. [342.35] CANNABIS MICROBUSINESS OPERATIONS.
72.18	Subdivision 1. Cultivation endorsement. (a) A cannabis microbusiness that cultivates
72.19	cannabis plants and harvests cannabis flower must comply with the requirements in section
72.20	<u>342.23.</u>
72.21	(b) A cannabis microbusiness that cultivates cannabis may cultivate not more than 2,000
72.22	square feet of plant canopy unless the office, by rule, increases that limit. The office may,
72.23	by rule, increase the limit on plant canopy to no more than 5,000 square feet if the office
72.24	determines that expansion is consistent with the goals identified in section 342.02, subdivision
72.25	<u>1.</u>
72.26	Subd. 2. Extraction and concentration endorsement. A cannabis microbusiness that
72.27	creates cannabis concentrate must comply with the requirements in section 342.25,
72.28	subdivisions 1 and 2.
72.29	Subd. 3. Production of customer products endorsement. A cannabis microbusiness
72.30	that manufacturers edible cannabinoid products must comply with the requirements in

72.31 section 342.25, subdivisions 1 and 3.

73.1	Subd. 4. Retail operations endorsement. A cannabis microbusiness that operates a
73.2	retail location must comply with the requirements in section 342.27.
73.3	Subd. 5. On-site consumption endorsement. (a) A cannabis microbusiness may permit
73.4	on-site consumption of edible cannabinoid products on a portion of its premises.
73.5	(b) The portion of the premises in which on-site consumption is permitted must be
73.6	definite and distinct from all other areas of the microbusiness and must be accessed through
73.7	a distinct entrance.
73.8	(c) Edible cannabinoid products sold for on-site consumption must comply with this
73.9	chapter and rules adopted pursuant to this chapter regarding the testing, packaging, and
73.10	labeling of cannabinoid products.
73.11	(d) Edible cannabinoid products sold for on-site consumption must be served in the
73.12	required packaging, but may be removed from the products' packaging by customers and
73.13	consumed on site.
73.14	(e) Food and beverages not otherwise prohibited by this subdivision may be prepared
73.15	and sold on site provided that the cannabis microbusiness complies with all relevant state
73.16	and local laws, ordinances, licensing requirements, and zoning requirements.
73.17	(f) A cannabis microbusiness shall ensure that the display and consumption of any edible
73.18	cannabinoid product is not visible from outside of the licensed premises of the business.
73.19	(g) A cannabis microbusiness may offer recorded or live entertainment provided that
73.20	the cannabis microbusiness complies with all relevant state and local laws, ordinances,
73.21	licensing requirements, and zoning requirements.
73.22	(h) A cannabis microbusiness may not:
73.23	(1) sell edible cannabinoid products to an individual who is under 21 years of age;
73.24	(2) permit an individual who is under 21 years of age to enter the premises;
73.25	(3) sell more than one single serving of an edible cannabinoid product to a customer;
73.26	(4) sell an edible cannabinoid product to a person who is visibly intoxicated;
73.27	(5) sell or allow the sale or consumption of alcohol or tobacco on the premises;
73.28	(6) sell products that are intended to be eaten or consumed as a drink, other than packaged
73.29	and labeled edible cannabinoid products, that contain cannabis flower or hemp plant parts
73.30	or are infused with cannabis concentrate, hemp concentrate, or artificially derived
73.31	cannabinoids;

(7) permit edible cannabinoid products sold in the portion of the area designated for 74.1 on-site consumption to be removed from that area; 74.2 74.3 (8) permit adult-use cannabis flower, adult-use cannabinoid products, or tobacco to be consumed through smoking or a vaporized delivery method on the premises; or 74.4 74.5 (9) distribute or allow free samples of adult-use cannabis flower, adult-use cannabinoid products, or hemp-derived consumer products. 74.6 Sec. 37. [342.36] CANNABIS EVENT ORGANIZER LICENSING. 74.7 Subdivision 1. Authorized actions. A cannabis event organizer license entitles the 74.8 license holder to organize a temporary cannabis event lasting no more than four days. 74.9 Subd. 2. Additional information required. (a) In addition to the information required 74.10 to be submitted under section 342.15, subdivision 1, and rules adopted pursuant to that 74.11 section, a person, cooperative, or business seeking a cannabis event organizer license must 74.12 74.13 submit the following information in a form approved by the office: (1) the type and number of any other cannabis business license held by the applicant; 74.14 74.15 (2) the address and location where the temporary cannabis event will take place; (3) the name of the temporary cannabis event; 74.16 74.17 (4) a diagram of the physical layout of the temporary cannabis event showing where the event will take place on the grounds, all entrances and exits that will be used by participants 74.18 74.19 during the event, all cannabis consumption areas, all cannabis retail areas where cannabis flower and cannabinoid products will be sold, the location where cannabis waste will be 74.20 stored, and any location where cannabis flower and cannabinoid products will be stored; 74.21 (5) a list of the name, number, and type of cannabis businesses that will sell cannabis 74.22 plants, adult-use cannabis flower, adult-use cannabinoid products, and hemp-derived 74.23 consumer products at the event, which may be supplemented or amended within 72 hours 74.24 of the time at which the cannabis event begins; 74.25 (6) the dates and hours during which the cannabis event will take place; 74.26 (7) proof of local approval for the cannabis event; and 74.27 (8) evidence that the business will comply with the applicable operation requirements 74.28 for the license being sought. 74.29

75.1	(b) A person, cooperative, or business seeking a cannabis event organizer license may
75.2	also disclose whether the person or any officer, director, manager, and general partner of a
75.3	cannabis business is serving or has previously served in the military.
75.4	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
75.5	cannabis event organizer license may not hold a cannabis testing facility license.
75.6	(b) The office by rule may limit the number of cannabis event licenses that a person or
75.7	business may hold.
75.8	(c) For purposes of this subdivision, restrictions on the number or type of license that a
75.9	business may hold apply to every cooperative member or every director, manager, and
75.10	general partner of a cannabis business.
75.11	Sec. 38. [342.37] CANNABIS EVENT ORGANIZER OPERATIONS.
75.12	Subdivision 1. Local approval. A cannabis event organizer must receive local approval,
75.13	including obtaining any necessary permits or licenses issued by a local unit of government,
75.14	before holding a cannabis event.
75.15	Subd. 2. Charging fees. (a) A cannabis event organizer may charge an entrance fee to
75.16	a cannabis event.
75.17	(b) A cannabis event organizer may charge a fee to a cannabis business in exchange for
75.18	space to display and sell cannabis flower and cannabinoid products. Any fee paid for
75.19	participation in a cannabis event shall not be based on or tied to the sale of cannabis plants,
75.20	adult-use cannabis flower, adult-use cannabinoid products, or hemp-derived consumer
75.21	products.
75.22	Subd. 3. Security. A cannabis event organizer must hire or contract for licensed security
75.23	personnel to provide security services at the cannabis event. All security personnel hired or
75.24	contracted for shall be at least 21 years of age and present on the licensed event premises
75.25	at all times that cannabinoid products are available for sale or consumption of adult-use
75.26	cannabis flower or adult-use cannabinoid products is allowed. The security personnel shall
75.27	not consume cannabis flower or cannabinoid products for at least 24 hours before the event
75.28	or during the event.
75.29	Subd. 4. Limited access to event. A cannabis event organizer shall ensure that access
75.30	to an event is limited to individuals who are at least 21 years of age. At or near each public
75.31	entrance to any area where the sale or consumption of adult-use cannabis flower or adult-use
75.32	cannabinoid products is allowed, a cannabis event organizer shall maintain a clearly visible

76.1	and legible sign consisting of the following statement: No persons under 21 allowed. The
76.2	lettering of the sign shall be not less than one inch in height.
76.3	Subd. 5. Cannabis waste. A cannabis event organizer shall ensure that all used, unused,
76.4	and waste cannabis plants, cannabis flower, cannabinoid products, and hemp-derived
76.5	consumer products that are not removed by a customer or cannabis business are disposed
76.6	of in a manner approved by the office.
76.7	Subd. 6. Transportation of cannabis plants, flower, and products. All transportation
76.8	of cannabis plants, adult-use cannabis flower, adult-use cannabinoid products, and
76.9	hemp-derived consumer products intended for display or sale and all cannabis plants,
76.10	adult-use cannabis flower, adult-use cannabinoid products, and hemp-derived consumer
76.11	products used for display or not sold during the cannabis event must be transported to and
76.12	from the cannabis event by a licensed cannabis transporter.
76.13	Subd. 7. Cannabis event sales. (a) Licensed cannabis retailers and licensed cannabis
76.14	microbusinesses with an endorsement to sell cannabis plants, adult-use cannabis flower,
76.15	adult-use cannabinoid products, and hemp-derived consumer products to customers, including
76.16	the cannabis event organizer, may sell cannabis plants, adult-use cannabis flower, adult-use
76.17	cannabinoid products, and hemp-derived consumer products to customers at a cannabis
76.18	event.
76.19	(b) All sales of cannabis plants, adult-use cannabis flower, adult-use cannabinoid
76.20	products, and hemp-derived consumer products at a cannabis event must take place in a
76.21	retail area as designated in the premises diagram.
76.22	(c) Licensed cannabis retailers and licensed cannabis microbusinesses may only conduct
76.23	sales within their specifically assigned area.
76.24	(d) Licensed cannabis retailers and licensed cannabis microbusinesses must verify the
76.25	age of all customers pursuant to section 342.27, subdivision 3, before completing a sale and
76.26	may not sell cannabis flower or cannabinoid products to an individual under 21 years of
76.27	age.
76.28	(e) Licensed cannabis retailers and licensed cannabis microbusinesses may display one
76.29	sample of each type of cannabis plant, adult-use cannabis flower, adult-use cannabinoid
76.30	product, and hemp-derived consumer product available for sale. Samples of adult-use
76.31	cannabis and adult-use cannabinoid products must be stored in a sample jar or display case
76.32	and be accompanied by a label or notice containing the information required to be affixed
76.33	to the packaging or container containing adult-use cannabis flower and adult-use cannabinoid
76.34	products sold to customers. A sample may not consist of more than eight grams of adult-use

77.1	cannabis flower or adult-use cannabis concentrate, or an edible cannabinoid product infused
77.2	with more than 100 milligrams of tetrahydrocannabinol. A cannabis retailer may allow
77.3	customers to smell the adult-use cannabis flower or adult-use cannabinoid product before
77.4	purchase.
77.5	(f) The notice requirements under section 342.27, subdivision 5, apply to licensed
77.6	cannabis retailers and licensed cannabis microbusinesses offering cannabis plants, adult-use
77.7	cannabis flower, adult-use cannabinoid products, and hemp-derived consumer products for
77.8	sale at a cannabis event.
77.9	(g) Licensed cannabis retailers and licensed cannabis microbusinesses may not:
77.10	(1) sell adult-use cannabis flower or adult-use cannabinoid products to a person who is
77.11	visibly intoxicated;
77.12	(2) knowingly sell more adult-use cannabis flower or adult-use cannabinoid products
77.13	than a customer is legally permitted to possess;
77.14	(3) sell medical cannabis flower or medical cannabinoid products;
77.15	(4) give away cannabis plants, cannabis flower, cannabinoid products, or hemp-derived
77.16	consumer products; or
77.17	(5) allow for the dispensing of cannabis plants, cannabis flower, cannabinoid products,
77.18	or hemp-derived consumer products in vending machines.
77.19	(h) Except for samples of adult-use cannabis flower and adult-use cannabinoid products,
77.20	all adult-use cannabis flower and adult-use cannabinoid products for sale at a cannabis event
77.21	must be stored in a secure, locked container that is not accessible to the public. Adult-use
77.22	cannabis flower and adult-use cannabinoid products being stored at a cannabis event shall
77.23	not be left unattended.
77.24	(i) All cannabis plants, adult-use cannabis flower, adult-use cannabinoid products, or
77.25	hemp-derived consumer products for sale at a cannabis event must comply with this chapter
77.26	and rules adopted pursuant to this chapter regarding the testing, packaging, and labeling of
77.27	those items.
77.28	(j) All cannabis plants, adult-use cannabis flower, and adult-use cannabinoid products
77.29	sold, damaged, or destroyed at a cannabis event must be recorded in the statewide monitoring
77.30	system.

HF100 SEVENTH ENGROSSMENT REVISOR

78.1	Subd. 8. Cannabis event on-site consumption. (a) If approved by the local unit of
78.2	government, a cannabis event may designate an area for consumption of adult-use cannabis
78.3	flower, adult-use cannabinoid products, or both.
78.4	(b) Access to areas where consumption of adult-use cannabis flower or adult-use
78.5	cannabinoid products is allowed shall be restricted to individuals who are at least 21 years
78.6	of age.
78.7	(c) The cannabis event organizer shall ensure that consumption of adult-use cannabis
78.8	flower or adult-use cannabinoid products within a designated consumption area is not visible
78.9	from any public place.
78.10	(d) The cannabis event organizer shall not permit consumption of alcohol or tobacco.
78.11	Sec. 39. [342.38] CANNABIS DELIVERY SERVICE LICENSING.
78.12	Subdivision 1. Authorized actions. A cannabis delivery service license entitles the
78.13	license holder to purchase cannabis flower, cannabinoid products, and hemp-derived
78.14	consumer products from licensed cannabis retailers, licensed cannabis microbusinesses with
78.15	an endorsement to sell adult-use cannabis flower and adult-use cannabinoid products to
78.16	customers, and medical cannabis retailers; transport and deliver cannabis flower, cannabinoid
78.17	products, and hemp-derived consumable products to customers; and perform other actions
78.18	approved by the office.
78.19	Subd. 2. Additional information required. In addition to the information required to
78.20	be submitted under section 342.15, subdivision 1, and rules adopted pursuant to that section,
78.21	a person, cooperative, or business seeking a cannabis delivery service license must submit
78.22	the following information in a form approved by the office:
	(1) a list of all vehicles to be used in the delivery of cannabis flower, cannabinoid
78.23	
78.24	products, and hemp-derived consumer products including:
78.25	(i) the vehicle make, model, and color;
78.26	(ii) the vehicle identification number; and
78.27	(iii) the license plate number;
78.28	(2) proof of insurance for each vehicle;
78.29	(3) a business plan demonstrating policies to avoid sales of cannabis flower, cannabinoid
78.30	products, and hemp-derived consumer products to individuals who are under 21 years of
78.31	age and plans to prevent the visibility of cannabis flower, cannabinoid products, and
78.32	hemp-derived consumer products to individuals outside the delivery vehicle; and

Article 1 Sec. 39.

79.1	(4) evidence that the business will comply with the applicable operation requirements
79.2	for the license being sought.
79.3	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
79.4	cannabis delivery service license may also hold a cannabis retailer license, a cannabis
79.5	wholesaler license, a cannabis transporter license, a cannabis event organizer license, and
79.6	a medical cannabis retailer license subject to the ownership limitations that apply to those
79.7	licenses.
79.8	(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
79.9	cannabis delivery service license may own or operate any other cannabis business.
79.10	(c) The office by rule may limit the number of cannabis delivery service licenses that a
79.11	person or business may hold.
79.12	(d) For purposes of this subdivision, a restriction on the number or type of license that
79.13	a business may hold applies to every cooperative member or every director, manager, and
79.14	general partner of a cannabis business.
79.15	Sec. 40. [342.39] CANNABIS DELIVERY SERVICE OPERATIONS.
79.16	Subdivision 1. Age or registry verification. Prior to completing a delivery, a cannabis
79.17	delivery service shall verify that the customer is at least 21 years of age or is enrolled in the
79.18	registry program. Section 342.27, subdivision 3, applies to the verification of a customer's
79.19	age. Registry verification issued by the Division of Medical Cannabis may be considered
79.20	evidence that the person is enrolled in the registry program.
79.21	Subd. 2. Records. The office by rule shall establish record-keeping requirements for a
79.22	cannabis delivery service, including but not limited to proof of delivery to individuals who
79.23	are at least 21 years of age or enrolled in the registry program.
79.24	Subd. 3. Amount to be transported. The office by rule shall establish limits on the
79.25	amount of cannabis flower, cannabinoid products, and hemp-derived consumer products
79.26	that a cannabis delivery service may transport.
79.27	Subd. 4. Statewide monitoring system. Receipt of cannabis flower and cannabinoid
79.28	products by the cannabis delivery service and a delivery to a customer must be recorded in
79.29	the statewide monitoring system within the time established by rule.
79.30	Subd. 5. Storage compartment. Cannabis flower, cannabinoid products, and
79.31	hemp-derived consumer products must be transported in a locked, safe, and secure storage
79.32	compartment that is part of the cannabis delivery service vehicle or in a locked storage

80.1	container that has a separate key or combination pad. Cannabis flower, cannabinoid products,
80.2	and hemp-derived consumer products may not be visible from outside the cannabis delivery
80.3	service vehicle.
80.4	Subd. 6. Identifying logos or business names prohibited. No cannabis delivery service
80.5	vehicle or trailer may contain an image depicting the types of items being transported,
80.6	including but not limited to an image depicting a cannabis or hemp leaf, or a name suggesting
80.7	that the cannabis delivery service vehicle is used for transporting cannabis flower,
80.8	cannabinoid products, or hemp-derived consumer products.
80.9	Subd. 7. Nonemployee passengers prohibited. Only a cannabis worker employed by
80.10	or contracted with the cannabis delivery service and who is at least 21 years of age may
80.11	transport cannabis flower, cannabinoid products, or hemp-derived consumer products. All
80.12	passengers in a cannabis delivery service vehicle must be cannabis workers employed by
80.13	or contracted with the cannabis delivery service.
80.14	Subd. 8. Vehicles subject to inspection. Any cannabis delivery service vehicle is subject
80.15	to inspection and may be stopped or inspected at any licensed cannabis business or while
80.16	en route during transportation.
80.17	Sec. 41. [342.40] LOWER POTENCY EDIBLE PRODUCT RETAILER LICENSING.
80.18	Subdivision 1. Authorized actions. A lower potency edible product retailer license entitles the license holder to:
80.19	entities the needse holder to.
80.20	(1) purchase lower potency edible products from cannabis manufacturers, cannabis
80.21	wholesalers, and cannabis microbusinesses;
80.22	(2) sell lower potency edible products to customers; and
80.23	(3) perform other actions approved by the office.
80.24	Subd. 2. Licensing exceptions; requirements. (a) Except as otherwise provided in this
80.25	subdivision, the provisions of this chapter relating to license applications, license selection
80.26	criteria, general ownership disqualifications and requirements, and general operational
80.27	requirements do not apply to a lower potency edible product license or licensee.
80.28	(b) Upon request by the office, A license applicant or, in the case of a business entity,
80.29	every cooperative member or director, manager and general partner of the business entity
80.30	must submit a completed criminal history records check consent form, a full set of classifiable
80.31	fingerprints, and the required fees to the office. Upon receipt of this information, the office
80.32	must submit the completed criminal history records check consent form, full set of classifiable

81.1	fingerprints, and required fees to the Bureau of Criminal Apprehension. After receiving this
81.2	information, the bureau must conduct a Minnesota criminal history records check of the
81.3	license applicant. The bureau may exchange a license applicant's fingerprints with the
81.4	Federal Bureau of Investigation to obtain the applicant's national criminal history record
81.5	information. The bureau must return the results of the Minnesota and federal criminal history
81.6	records checks to the director to determine if the applicant is disqualified under rules adopted
81.7	pursuant to section 342.20.
81.8	(c) The office may issue a lower potency edible products license to an applicant who:
81.9	(1) is at least 21 years of age;
81.10	(2) has completed an application for licensure or application for renewal and has fully
81.11	and truthfully complied with all information requests relating to license application and
81.12	renewal;
81.13	(3) registers with the statewide monitoring system;
81.14	(4) is not employed by the office or any state agency with regulatory authority over this
81.15	chapter; and
81.16	(5) is not disqualified under rules adopted pursuant to section 342.20, subdivision 2.
81.17	(d) Licenses must be renewed annually. The office may charge an application fee not
81.18	to exceed \$250 to cover the costs associated with reviewing and processing applications
81.19	but must not charge a licensing fee.
81.20	(e) Licenses may not be transferred.
81.21	Subd. 3. Multiple licenses; limits. (a) A person, cooperative, or business holding a
81.22	lower potency edible product license may not own, operate, or be employed by any other
81.23	cannabis business.
81.24	(b) A person, cooperative, or business holding a lower potency edible product license
81.25	may hold an off-sale or on-sale license for the sale of 3.2 percent malt liquor, an on-sale
81.26	intoxicating liquor license, an off-sale intoxicating liquor license, or a combination off-sale
81.27	and on-sale intoxicating liquor license.
81.28	Sec. 42. [342.41] LOWER POTENCY EDIBLE PRODUCT RETAILER
81.29	OPERATIONS.
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81.30	Subdivision 1. Sale of lower potency edible products. (a) A lower potency edible
81.31	product retailer may only sell lower potency edible products to individuals who are at least
81.32	21 years of age.

Article 1 Sec. 42.

HF100 SEVENTH ENGROSSMENT REVISOR BD H0100-7 (b) A lower potency edible product retailer may sell lower potency edible products that: 82.1 (1) are obtained from a licensed Minnesota cannabis manufacturer, cannabis 82.2 microbusiness, or cannabis wholesaler; and 82.3 (2) meet all applicable packaging and labeling requirements. 82.4 Subd. 2. Sale of other products. A lower potency edible product retailer may sell other 82.5 products or items for which the lower potency edible product retailer has a license or 82.6 82.7 authorization or that do not require a license or authorization. Subd. 3. Age verification. Prior to initiating a sale, an employee of the lower potency 82.8 82.9 edible product retailer must verify that the customer is at least 21 years of age. Section 342.27, subdivision 3, applies to the verification of a customer's age. 82.10 Subd. 4. Display and storage of lower potency edible products. A lower potency 82.11 edible product retailer shall ensure that all lower potency edible products are displayed 82.12 behind a checkout counter where the public is not permitted. All lower potency edible 82.13 products that are not displayed must be stored in a secure area. 82.14 82.15 Subd. 5. Compliant products. (a) A lower potency edible product retailer shall ensure that all lower potency edible products offered for sale comply with the limits on the amount 82.16 and types of cannabinoids that a lower potency edible product can contain, including but 82.17 not limited to the requirement that lower potency edible products: 82.18 (1) consist of servings that contain no more than five milligrams of delta-9 82.19 tetrahydrocannabinol, 25 milligrams of cannabidiol, 25 milligrams of cannabigerol, or any 82.20 combination of those cannabinoids that does not exceed the identified amounts; 82.21 (2) do not contain more than a combined total of 0.5 milligrams of all other cannabinoids 82.22 per serving; and 82.23 (3) do not contain an artificially derived cannabinoid other than delta-9 82.24 tetrahydrocannabinol. 82.25 (b) If a lower potency edible product is packaged in a manner that includes more than 82.26 a single serving, the lower potency edible product must indicate each serving by scoring, 82.27 wrapping, or other indicators that appear on the lower potency edible product designating 82.28 the individual serving size. 82.29 (c) A single package containing multiple servings of a lower potency edible product 82.30 must contain no more than 50 milligrams of delta-9 tetrahydrocannabinol, 250 milligrams 82.31

83.1	of cannabidiol, 250 milligrams of cannabigerol, or any combination of those cannabinoids
83.2	that does not exceed the identified amounts.
83.3	Subd. 6. On-site consumption. (a) A lower potency edible product retailer that also
83.4	holds an on-sale license for the sale of 3.2 percent malt liquor, an on-sale intoxicating liquor
83.5	license, or a combination off-sale and on-sale intoxicating liquor license may sell lower
83.6	potency edible products that are intended to be consumed as a beverage for on-site
83.7	consumption.
83.8	(b) lower potency edible products sold for on-site consumption must comply with this
83.9	chapter and rules adopted pursuant to this chapter regarding the testing, packaging, and
83.10	labeling of cannabinoid products.
83.11	(c) lower potency edible products sold for on-site consumption must be served in the
83.12	required packaging, but may be removed from the products' packaging by customers and
83.13	consumed on site.
83.14	(d) Food and beverages not otherwise prohibited by this subdivision may be prepared
83.15	and sold on site provided that the lower potency edible product retailer complies with all
83.16	relevant state and local laws, ordinances, licensing requirements, and zoning requirements.
83.17	(e) A lower potency edible product retailer may offer recorded or live entertainment
83.18	provided that the lower potency edible product retailer complies with all relevant state and
83.19	local laws, ordinances, licensing requirements, and zoning requirements.
83.20	(f) A lower potency edible product retailer may not:
83.21	(1) sell lower potency edible products to an individual who is under 21 years of age;
83.22	(2) sell lower potency edible products to a customer who the lower potency edible product
83.23	retailer knows or reasonably should know has consumed alcohol sold or provided by the
83.24	lower potency edible product retailer within the previous five hours;
83.25	(3) sell a lower potency edible product to a person who is visibly intoxicated;
83.26	(4) sell cannabis flower, hemp-derived consumer products, or any cannabinoid product
83.27	other than lower potency edible products that are intended to be consumed as a beverage;
83.28	(5) permit lower potency edible products that have been removed from the products'
83.29	packaging to be removed from the premises of the lower potency edible product retailer;
83.30	(6) allow for the dispensing of lower potency edible products in vending machines;
83.31	(7) sell lower potency edible products when the statewide monitoring system is not
83.32	operational; or

Article 1 Sec. 42.

84.1	(8) distribute or allow free samples of lower potency edible products.
84.2	Subd. 7. Statewide monitoring system. (a) A lower potency edible product retailer
84.3	shall record all lower potency edible products it receives in the statewide monitoring system.
84.4	(b) A lower potency edible product retailer shall record all lower potency edible products
84.5	sold, damaged, or destroyed in the statewide monitoring system.
84.6	Subd. 8. Posting of notices. A lower potency edible product retailer must post all notices
84.7	as provided in section 342.27, subdivision 5.
84.8	Subd. 9. Building conditions. (a) A lower potency edible product retailer shall maintain
84.9	compliance with state and local building, fire, and zoning requirements or regulations.
84.10	(b) A lower potency edible product retailer shall ensure that the licensed premises is
84.11	maintained in a clean and sanitary condition, free from infestation by insects, rodents, or
84.12	other pests.
84.13	Subd. 10. Enforcement. The office shall inspect lower potency cannabinoid product
84.14	retailers and take enforcement action as provided in sections 342.18 and 342.19.
84.15	Sec. 43. [342.42] MEDICAL CANNABIS BUSINESS LICENSES.
84.16 84.17	Subdivision 1. License types. (a) The office shall issue the following types of medical cannabis business licenses:
84.18	(1) medical cannabis cultivator;
84.19	(2) medical cannabis processor; and
84.20	(3) medical cannabis retailer.
84.21	(b) The Division of Medical Cannabis may oversee the licensing and regulation of
84.22	medical cannabis businesses.
84.23	Subd. 2. Multiple licenses; limits. (a) A person, cooperative, or business holding:
84.24	(1) a medical cannabis cultivator license may also hold a medical cannabis processor
84.25	license, a cannabis cultivator license, a cannabis manufacturer license, and a cannabis event
84.26	organizer license subject to the ownership limitations that apply to those licenses;
84.27	(2) a medical cannabis processor license may also hold a medical cannabis cultivator
84.28	license, a cannabis cultivator license, a cannabis manufacturer license, and a cannabis event
84.29	organizer license subject to the ownership limitations that apply to those licenses; or

85.1	(3) a medical cannabis retailer license may also hold a cannabis retailer license, a cannabis
85.2	delivery service license, and a cannabis event organizer license subject to the ownership
85.3	limitations that apply to those licenses.
85.4	(b) Except as provided in paragraph (a), no person, cooperative, or business holding a
85.5	medical cannabis license may own or operate any other cannabis business.
85.6	(c) The office by rule may limit the number of medical cannabis business licenses that
85.7	a person or business may hold.
85.8	(d) For purposes of this subdivision, a restriction on the number of licenses or type of
85.9	license that a business may hold applies to every cooperative member or every director,
85.10	manager, and general partner of a medical cannabis business.
85.11	Subd. 3. Registered medical cannabis manufacturers. (a) As used in this subdivision,
85.12	"medical cannabis manufacturer" means either of the two in-state manufacturers of medical
85.13	cannabis registered with the commissioner of health pursuant to section 152.25 as of July
85.14	<u>1, 2023.</u>
85.15	(b) Notwithstanding any law to the contrary, the registration or reregistration period of
85.16	a medical cannabis manufacturer expires on July 1, 2024.
85.17	Subd. 4. Limitations on health care practitioners. A health care practitioner who
85.18	certifies qualifying medical conditions for patients is prohibited from:
85.19	(1) holding a direct or indirect economic interest in a medical cannabis business;
85.20	(2) serving on a board of directors or as an employee of a medical cannabis business;
85.21	or
85.22	(3) advertising with a medical cannabis business in any way.
85.23	Subd. 5. Remuneration. A medical cannabis business is prohibited from:
85.24	(1) accepting or soliciting any form of remuneration from a health care practitioner who
85.25	certifies qualifying medical conditions for patients; or
85.26	(2) offering any form of remuneration to a health care practitioner who certifies qualifying
85.27	medical conditions for patients.
85.28	<b>EFFECTIVE DATE.</b> This section is effective January 1, 2024.
85.29	Sec. 44. [342.43] MEDICAL CANNABIS BUSINESS APPLICATIONS.
85.30	In addition to the information required to be submitted under section 342.15, subdivision

85.31 <u>1, and rules adopted pursuant to that section, a person, cooperative, or business seeking a</u>

REVISOR

86.1	medical cannabis business license must submit the following information in a form approved
86.2	by the office:
86.3	(1) for medical cannabis cultivator license applicants:
86.4	(i) an operating plan demonstrating the proposed size and layout of the cultivation facility;
86.5	plans for wastewater and waste disposal for the cultivation facility; plans for providing
86.6	electricity, water, and other utilities necessary for the normal operation of the cultivation
86.7	facility; and plans for compliance with applicable building code and federal and state
86.8	environmental and workplace safety requirements;
86.9	(ii) a cultivation plan demonstrating the proposed size and layout of the cultivation
86.10	facility that will be used exclusively for cultivation for medical cannabis, including the total
86.11	amount of plant canopy; and
86.12	(iii) evidence that the business will comply with the applicable operation requirements
86.13	for the license being sought;
86.14	(2) for medical cannabis processor license applicants:
86.15	(i) an operating plan demonstrating the proposed layout of the facility, including a
86.16	diagram of ventilation and filtration systems; plans for wastewater and waste disposal for
86.17	the manufacturing facility; plans for providing electricity, water, and other utilities necessary
86.18	for the normal operation of the manufacturing facility; and plans for compliance with
86.19	applicable building code and federal and state environmental and workplace safety
86.20	requirements;
86.21	(ii) all methods of extraction and concentration that the applicant intends to use and the
86.22	volatile chemicals, if any, that are involved in extraction or concentration;
86.23	(iii) if the applicant is seeking an endorsement to manufacture products infused with
86.24	cannabinoids for consumption by patients enrolled in the registry program, proof of an
86.25	edible cannabinoid product handler endorsement from the office; and
86.26	(iv) evidence that the applicant will comply with the applicable operation requirements
86.27	for the license being sought; or
86.28	(3) for medical cannabis retailer license applicants:
86.29	(i) a list of every retail license held by the applicant and, if the applicant is a business,
86.30	every retail license held, either as an individual or as part of another business, by each
86.31	officer, director, manager, and general partner of the cannabis business;

- 87.1 (ii) an operating plan demonstrating the proposed layout of the facility, including a
- 87.2 diagram of ventilation and filtration systems, policies to avoid sales to individuals who are
- 87.3 not authorized to receive the distribution of medical cannabis flower or medical cannabinoid
- 87.4 products, identification of a restricted area for storage, and plans to prevent the visibility of
- 87.5 cannabis flower and cannabinoid products;
- 87.6 (iii) if the applicant holds or is applying for a cannabis retailer license, a diagram showing
- 87.7 the portion of the premises in which medical cannabis flower and medical cannabinoid
- 87.8 products will be sold and distributed and identifying an area that is definite and distinct
- 87.9 from all other areas of the cannabis retailer, is accessed through a distinct entrance, and
- 87.10 contains an appropriate space for a pharmacist employee of the medical cannabis retailer
- 87.11 to consult with the patient to determine the proper type of medical cannabis flower and
- 87.12 medical cannabinoid products and proper dosage for the patient; and
- 87.13 (iv) evidence that the applicant will comply with the applicable operation requirements
- 87.14 for the license being sought.

### 87.15 Sec. 45. [342.44] MEDICAL CANNABIS CULTIVATORS.

- 87.16 (a) A medical cannabis cultivator license entitles the license holder to grow cannabis
- 87.17 plants within the approved amount of space from seed or immature plant to mature plant,
- 87.18 harvest cannabis flower from a mature plant, package and label cannabis flower as medical
- 87.19 <u>cannabis flower, sell medical cannabis flower to medical cannabis processors and medical</u>
- cannabis retailers, transport medical cannabis flower to a medical cannabis processor located
  on the same premises, and perform other actions approved by the office.
- 87.22 (b) A medical cannabis cultivator license holder must comply with all requirements of
  87.23 section 342.23.
- (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

87.26 <u>facility approved by the office for the testing of medical cannabis flower before the medical</u>

- 87.27 <u>cannabis cultivator may package, label, or sell the medical cannabis flower to any other</u>
- 87.28 <u>entity.</u>
- 87.29 **EFFECTIVE DATE.** This section is effective January 1, 2024.

### 87.30 Sec. 46. [342.45] 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, other medical cannabis processors,
- 88.3 and industrial hemp growers;
- 88.4 (2) make cannabis concentrate from medical cannabis flower;
- 88.5 (3) make hemp concentrate, including hemp concentrate with a delta-9
- 88.6 tetrahydrocannabinol concentration of more than 0.3 percent as measured by weight;
- 88.7 (4) manufacture medical cannabinoid products;
- 88.8 (5) package and label medical cannabinoid products for sale to other medical cannabis
- 88.9 processors and to medical cannabis retailers; and
- 88.10 (6) perform other actions approved by the office.
- (b) A medical cannabis processor license holder must comply with all requirements of
- 88.12 section 342.23, including requirements to obtain specific license endorsements.
- 88.13 (c) A medical cannabis processor license holder must verify that every batch of medical
- 88.14 cannabinoid product has passed safety, potency, and consistency testing at a cannabis testing
- 88.15 facility approved by the office for the testing of medical cannabinoid products before the
- 88.16 medical cannabis processor may package, label, or sell the medical cannabinoid product to
- 88.17 <u>any other entity.</u>
- 88.18 **EFFECTIVE DATE.** This section is effective January 1, 2024.

#### 88.19 Sec. 47. [342.46] MEDICAL CANNABIS RETAILERS.

- Subdivision 1. Authorized actions. (a) A medical cannabis retailer license entitles the
   license holder to purchase medical cannabis flower and medical cannabinoid products from
   medical cannabis cultivators and medical cannabis processors and sell or distribute medical
   cannabis flower and medical cannabinoid products to any person authorized to receive
   medical cannabis flower or medical cannabinoid products.
- (b) A medical cannabis retailer license holder must verify that all medical cannabis
  flower and medical cannabinoid products have passed safety, potency, and consistency
  testing at a cannabis testing facility approved by the office for the testing of medical cannabis
  flower and medical cannabinoid products before the medical cannabis retailer may distribute
  the medical cannabis flower or medical cannabinoid product to any person authorized to
  receive medical cannabis flower or medical cannabinoid products.
- 88.31 Subd. 2. Distribution requirements. (a) Prior to distribution of medical cannabis flower
   88.32 or medical cannabinoid products, a medical cannabis retailer licensee must:

HF100 SEVENTH ENGROSSMENT

REVISOR

89.1	(1) review and confirm the patient's registry verification;
89.2	(2) verify that the person requesting the distribution of medical cannabis flower or
89.3	medical cannabinoid products is the patient, the patient's registered designated caregiver,
89.4	or the patient's parent, legal guardian, or spouse using the procedures specified in section
89.5	152.11, subdivision 2d;
89.6	(3) ensure that a pharmacist employee of the medical cannabis retailer has consulted
89.7	with the patient if required according to subdivision 3; and
89.8	(4) apply a patient-specific label on the medical cannabis flower or medical cannabinoid
89.9	product that includes recommended dosage requirements and other information as required
89.10	by rules adopted by the office.
89.11	(b) A medical cannabis retailer may not deliver medical cannabis flower or medical
89.12	cannabinoid products unless the medical cannabis retailer also holds a cannabis delivery
89.13	service license. Delivery of medical cannabis flower and medical cannabinoid products are
89.14	subject to the provisions of section 342.39.
89.15	Subd. 3. Final approval for distribution of medical cannabis flower and medical
89.16	cannabinoid products. (a) A cannabis worker who is employed by a medical cannabis
89.17	retailer and who is licensed as a pharmacist pursuant to chapter 151 shall be the only person
89.18	who may give final approval for the distribution of medical cannabis flower and medical
89.19	cannabinoid products. Prior to the distribution of medical cannabis flower or medical
89.20	cannabinoid products, a pharmacist employed by the medical cannabis retailer must consult
89.21	with the patient to determine the proper type of medical cannabis flower, medical cannabinoid
89.22	product, or medical cannabis paraphernalia and proper dosage for the patient after reviewing
89.23	the range of chemical compositions of medical cannabis flower or medical cannabinoid
89.24	product. For purposes of this subdivision, a consultation may be conducted remotely by
89.25	secure videoconference, telephone, or other remote means, as long as:
89.26	(1) the pharmacist engaging in the consultation is able to confirm the identity of the
89.27	patient; and
89.28	(2) the consultation adheres to patient privacy requirements that apply to health care
89.29	services delivered through telemedicine.
89.30	(b) Notwithstanding paragraph (a), a pharmacist consultation is not required prior to the
89.31	distribution of medical cannabis flower or medical cannabinoid products when a medical
89.32	cannabis retailer is distributing medical cannabis flower or medical cannabinoid products
89.33	to a patient according to a patient-specific dosage plan established with that medical cannabis

90.1	retailer and is not modifying the dosage or product being distributed under that plan. Medical
90.2	cannabis flower or medical cannabinoid products distributed under this paragraph must be
90.3	distributed by a pharmacy technician employed by the medical cannabis retailer.
90.4	Subd. 4. 90-day supply. A medical cannabis retailer shall not distribute more than a
90.5	90-day supply of medical cannabis flower or medical cannabinoid products to a patient,
90.6	registered designated caregiver, or parent, legal guardian, or spouse of a patient according
90.7	to the dosages established for the individual patient.
90.8	Subd. 5. Distribution to recipient in a motor vehicle. A medical cannabis retailer may
90.9	distribute medical cannabis flower and medical cannabinoid products to a patient, registered
90.10	designated caregiver, or parent, legal guardian, or spouse of a patient who is at a dispensary
90.11	location but remains in a motor vehicle, provided that:
90.12	(1) staff receive payment and distribute medical cannabis flower and medical cannabinoid
90.13	products in a designated zone that is as close as feasible to the front door of the facility;
90.14	(2) the medical cannabis retailer ensures that the receipt of payment and distribution of
90.15	medical cannabis flower and medical cannabinoid products are visually recorded by a
90.16	closed-circuit television surveillance camera and provides any other necessary security
90.17	safeguards;
90.18	(3) the medical cannabis retailer does not store medical cannabis flower or medical
90.19	cannabinoid products outside a restricted access area and staff transport medical cannabis
90.20	flower and medical cannabinoid products from a restricted access area to the designated
90.21	zone for distribution only after confirming that the patient, designated caregiver, or parent,
90.22	guardian, or spouse has arrived in the designated zone;
90.23	(4) the payment and distribution of medical cannabis flower and medical cannabinoid
90.24	products take place only after a pharmacist consultation takes place, if required under
90.25	subdivision 3;
90.26	(5) immediately following distribution of medical cannabis flower or medical cannabinoid
90.27	products, staff enter the transaction in the statewide monitoring system; and
90.28	(6) immediately following distribution of medical cannabis flower and medical
90.29	cannabinoid products, staff take the payment received into the facility.
90.30	<b>EFFECTIVE DATE.</b> This section is effective January 1, 2024.

91.1	Sec. 48. [342.47] PATIENT REGISTRY PROGRAM.
91.2	Subdivision 1. Administration. The Division of Medical Cannabis must administer the
91.3	medical cannabis registry program.
91.4	Subd. 2. Application procedure for patients. (a) A patient seeking to enroll in the
91.5	registry program must submit to the Division of Medical Cannabis an application established
91.6	by the Division of Medical Cannabis and a copy of the certification specified in paragraph
91.7	(b) or, if the patient is a veteran who receives care from the United States Department of
91.8	Veterans Affairs, the information required pursuant to subdivision 3. The patient must
91.9	provide at least the following information in the application:
91.10	(1) the patient's name, mailing address, and date of birth;
91.11	(2) the name, mailing address, and telephone number of the patient's health care
91.12	practitioner;
91.13	(3) the name, mailing address, and date of birth of the patient's registered designated
91.14	caregiver, if any, or the patient's parent, legal guardian, or spouse if the parent, legal guardian,
91.15	or spouse will be acting as the patient's caregiver;
91.16	(4) a disclosure signed by the patient that includes:
91.17	(i) a statement that, notwithstanding any law to the contrary, the Office of Cannabis
91.18	Management, the Division of Medical Cannabis, or an employee of the Office of Cannabis
91.19	Management or Division of Medical Cannabis may not be held civilly or criminally liable
91.20	for any injury, loss of property, personal injury, or death caused by an act or omission while
91.21	acting within the employee's scope of office or employment under this section; and
91.22	(ii) the patient's acknowledgment that enrollment in the registry program is conditional
91.23	on the patient's agreement to meet all other requirements of this section; and
91.24	(5) all other information required by the Division of Medical Cannabis.
91.25	(b) As part of the application under this subdivision, a patient must submit a copy of a
91.26	certification from the patient's health care practitioner that is dated within 90 days prior to
91.27	the submission of the application and that certifies that the patient has been diagnosed with
91.28	a qualifying medical condition.
91.29	(c) A patient's health care practitioner may submit a statement to the Division of Medical
91.30	Cannabis declaring that the patient is no longer diagnosed with a qualifying medical
91.31	condition. Within 30 days after receipt of a statement from a patient's health care practitioner,
91.32	the Division of Medical Cannabis must provide written notice to a patient stating that the

92.1	patient's enrollment in the registry program will be revoked in 30 days unless the patient
92.2	submits a certification from a health care practitioner that the patient is currently diagnosed
92.3	with a qualifying medical condition or, if the patient is a veteran, the patient submits
92.4	confirmation that the patient is currently diagnosed with a qualifying medical condition in
92.5	a form and manner consistent with the information required for an application made pursuant
92.6	to subdivision 3. If the Division of Medical Cannabis revokes a patient's enrollment in the
92.7	registry program pursuant to this paragraph, the division must provide notice to the patient
92.8	and to the patient's health care practitioner.
92.9	Subd. 3. Application procedure for veterans. (a) The Division of Medical Cannabis
92.10	shall establish an alternative certification procedure for veterans who receive care from the
92.11	United States Department of Veterans Affairs to confirm that the veteran has been diagnosed
92.12	with a qualifying medical condition.
92.13	(b) A patient who is also a veteran and is seeking to enroll in the registry program must
92.14	submit to the Division of Medical Cannabis an application established by the Division of
92.15	Medical Cannabis that includes the information identified in subdivision 2, paragraph (a),
92.16	and the additional information required by the Division of Medical Cannabis to certify that
92.17	the patient has been diagnosed with a qualifying medical condition.
92.18	Subd. 4. Enrollment; denial of enrollment; revocation. (a) Within 30 days after the
92.18 92.19	Subd. 4. Enrollment; denial of enrollment; revocation. (a) Within 30 days after the receipt of an application and certification or other documentation of a diagnosis with a
92.19	receipt of an application and certification or other documentation of a diagnosis with a
92.19 92.20	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a
92.19 92.20 92.21	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves
<ul><li>92.19</li><li>92.20</li><li>92.21</li><li>92.22</li></ul>	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves a patient's enrollment in the registry program, the office must provide notice to the patient
<ul> <li>92.19</li> <li>92.20</li> <li>92.21</li> <li>92.22</li> <li>92.23</li> </ul>	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves a patient's enrollment in the registry program, the office must provide notice to the patient and to the patient's health care practitioner.
<ul> <li>92.19</li> <li>92.20</li> <li>92.21</li> <li>92.22</li> <li>92.23</li> <li>92.24</li> </ul>	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves a patient's enrollment in the registry program, the office must provide notice to the patient and to the patient's health care practitioner. (b) A patient's enrollment in the registry program must only be denied if the patient:
<ul> <li>92.19</li> <li>92.20</li> <li>92.21</li> <li>92.22</li> <li>92.23</li> <li>92.24</li> <li>92.25</li> </ul>	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves a patient's enrollment in the registry program, the office must provide notice to the patient and to the patient's health care practitioner. (b) A patient's enrollment in the registry program must only be denied if the patient: (1) does not submit a certification from a health care practitioner or, if the patient is a
<ul> <li>92.19</li> <li>92.20</li> <li>92.21</li> <li>92.22</li> <li>92.23</li> <li>92.24</li> <li>92.25</li> <li>92.26</li> </ul>	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves a patient's enrollment in the registry program, the office must provide notice to the patient and to the patient's health care practitioner. (b) A patient's enrollment in the registry program must only be denied if the patient: (1) does not submit a certification from a health care practitioner or, if the patient is a veteran, the documentation required under subdivision 3 that the patient has been diagnosed
<ul> <li>92.19</li> <li>92.20</li> <li>92.21</li> <li>92.22</li> <li>92.23</li> <li>92.24</li> <li>92.25</li> <li>92.26</li> <li>92.27</li> </ul>	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves a patient's enrollment in the registry program, the office must provide notice to the patient and to the patient's health care practitioner. (b) A patient's enrollment in the registry program must only be denied if the patient: (1) does not submit a certification from a health care practitioner or, if the patient is a veteran, the documentation required under subdivision 3 that the patient has been diagnosed with a qualifying medical condition;
<ul> <li>92.19</li> <li>92.20</li> <li>92.21</li> <li>92.22</li> <li>92.23</li> <li>92.24</li> <li>92.25</li> <li>92.26</li> <li>92.27</li> <li>92.28</li> </ul>	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves a patient's enrollment in the registry program, the office must provide notice to the patient and to the patient's health care practitioner. (b) A patient's enrollment in the registry program must only be denied if the patient: (1) does not submit a certification from a health care practitioner or, if the patient is a veteran, the documentation required under subdivision 3 that the patient has been diagnosed with a qualifying medical condition; (2) has not signed the disclosure required in subdivision 2;
<ul> <li>92.19</li> <li>92.20</li> <li>92.21</li> <li>92.22</li> <li>92.23</li> <li>92.24</li> <li>92.25</li> <li>92.26</li> <li>92.27</li> <li>92.28</li> <li>92.29</li> </ul>	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves a patient's enrollment in the registry program, the office must provide notice to the patient and to the patient's health care practitioner. (b) A patient's enrollment in the registry program must only be denied if the patient: (1) does not submit a certification from a health care practitioner or, if the patient is a veteran, the documentation required under subdivision 3 that the patient has been diagnosed with a qualifying medical condition; (2) has not signed the disclosure required in subdivision 2; (3) does not provide the information required by the Division of Medical Cannabis;
<ul> <li>92.19</li> <li>92.20</li> <li>92.21</li> <li>92.22</li> <li>92.23</li> <li>92.24</li> <li>92.25</li> <li>92.26</li> <li>92.27</li> <li>92.28</li> <li>92.29</li> <li>92.30</li> </ul>	receipt of an application and certification or other documentation of a diagnosis with a qualifying medical condition, the Division of Medical Cannabis must approve or deny a patient's enrollment in the registry program. If the Division of Medical Cannabis approves a patient's enrollment in the registry program, the office must provide notice to the patient and to the patient's health care practitioner. (b) A patient's enrollment in the registry program must only be denied if the patient: (1) does not submit a certification from a health care practitioner or, if the patient is a veteran, the documentation required under subdivision 3 that the patient has been diagnosed with a qualifying medical condition; (2) has not signed the disclosure required in subdivision 2; (3) does not provide the information required by the Division of Medical Cannabis; (4) provided false information on the application; or

93.1	(c) If the Division of Medical Cannabis denies a patient's enrollment in the registry
93.2	program, the Division of Medical Cannabis must provide written notice to a patient of all
93.3	reasons for denying enrollment. Denial of enrollment in the registry program is considered
93.4	a final decision of the office and is subject to judicial review under chapter 14.
93.5	(d) A patient's enrollment in the registry program may be revoked only:
93.6	(1) pursuant to subdivision 2, paragraph (c);
93.7	(2) upon the death of the patient;
93.8	(3) if the patient's certifying health care practitioner has filed a declaration under
93.9	subdivision 2, paragraph (c), that the patient's qualifying diagnosis no longer exists and the
93.10	patient does not submit another certification within 30 days;
93.11	(4) if the patient does not comply with subdivision 6; or
93.12	(5) if the patient intentionally sells or diverts medical cannabis flower or medical
93.13	cannabinoid products in violation of this chapter.
93.14	If a patient's enrollment in the registry program has been revoked due to a violation of
93.15	subdivision 6, the patient may apply for enrollment 12 months after the date on which the
93.16	patient's enrollment was revoked. The office must process such an application in accordance
93.17	with this subdivision.
93.18	Subd. 5. Registry verification. When a patient is enrolled in the registry program, the
93.19	Division of Medical Cannabis must assign the patient a patient registry number and must
93.20	issue the patient and the patient's registered designated caregiver, parent, legal guardian, or
93.21	spouse, if applicable, a registry verification. The Division of Medical Cannabis must also
93.22	make the registry verification available to medical cannabis retailers. The registry verification
93.23	must include:
93.24	(1) the patient's name and date of birth;
93.25	(2) the patient registry number assigned to the patient; and
93.26	(3) the name and date of birth of the patient's registered designated caregiver, if any, or
93.27	the name of the patient's parent, legal guardian, or spouse if the parent, legal guardian, or
93.28	spouse will act as a caregiver.
93.29	Subd. 6. Conditions of continued enrollment. As conditions of continued enrollment,
93.30	a patient must:
93.31	(1) continue to receive regularly scheduled treatment for the patient's qualifying medical
93.32	condition from the patient's health care practitioner; and

94.1	(2) report changes in the patient's qualifying medical condition to the patient's health
94.2	care practitioner.
94.3	Subd. 7. Enrollment period. Enrollment in the registry program is valid for one year.
94.4	To re-enroll, a patient must submit the information required in subdivision 2 and a patient
94.5	who is also a veteran must submit the information required in subdivision 3.
94.6	Subd. 8. Allowable delivery methods. A patient in the registry program may receive
94.7	medical cannabis flower and medical cannabinoid products. The office may approve
94.8	additional delivery methods to expand the types of products that qualify as medical
94.9	cannabinoid products.
94.10	Subd. 9. Registered designated caregiver. (a) The Division of Medical Cannabis must
94.11	register a designated caregiver for a patient if the patient requires assistance in administering
94.12	medical cannabis flower or medical cannabinoid products or in obtaining medical cannabis
94.13	flower, medical cannabinoid products, or medical cannabis paraphernalia from a medical
94.14	cannabis retailer.
94.15	(b) In order to serve as a designated caregiver, a person must:
94.16	(1) be at least:
94.17	(i) 18 years of age to obtain or assist with medical cannabinoid products or medical
94.18	cannabis paraphernalia; and
94.19	(ii) 21 years of age to obtain or assist with medical cannabis flower;
94.20	(2) agree to only possess the patient's medical cannabis flower and medical cannabinoid
94.21	products for purposes of assisting the patient; and
94.22	(3) agree that if the application is approved, the person will not serve as a registered
94.23	designated caregiver for more than six registered patients at one time. Patients who reside
94.24	in the same residence count as one patient.
94.25	(c) The office shall conduct a criminal background check on the designated caregiver
94.26	prior to registration to ensure that the person does not have a conviction for a disqualifying
94.27	felony offense. Any cost of the background check shall be paid by the person seeking
94.28	registration as a designated caregiver. A designated caregiver must have the criminal
94.29	background check renewed every two years.
94.30	(d) Nothing in this section shall be construed to prevent a registered designated caregiver
94.31	from being enrolled in the registry program as a patient and possessing and administering
94.32	medical cannabis flower or medical cannabinoid products as a patient.

HF100 SEVENTH ENGROSSMENT REVISOR BD

95.1 Subd. 10. Parents, legal guardians, spouses. A parent, legal guardian, or spouse of a

95.2 patient may act as the caregiver for a patient. The parent, legal guardian, or spouse who is

95.3 acting as a caregiver must follow all requirements for parents, legal guardians, and spouses

- 95.4 under this chapter. Nothing in this section limits any legal authority that a parent, legal
- 95.5 guardian, or spouse may have for the patient under any other law.
- 95.6 Subd. 11. Notice of change of name or address. Patients and registered designated
- 95.7 caregivers must notify the Division of Medical Cannabis of any address or name change
- 95.8 within 30 days of the change having occurred. A patient or registered designated caregiver

95.9 is subject to a \$100 fine for failure to notify the office of the change.

95.10 **EFFECTIVE DATE.** This section is effective January 1, 2024.

### 95.11 Sec. 49. [342.48] DUTIES OF OFFICE OF CANNABIS MANAGEMENT;

### 95.12 **REGISTRY PROGRAM.**

95.13 The office may add an allowable form of medical cannabinoid product, and may add or

95.14 modify a qualifying medical condition upon its own initiative, upon a petition from a member

- 95.15 of the public or from the Cannabis Advisory Council or as directed by law. The office must
- 95.16 evaluate all petitions and must make the addition or modification if the office determines
- 95.17 that the addition or modification is warranted by the best available evidence and research.
- 95.18 If the office wishes to add an allowable form or add or modify a qualifying medical condition,
- 95.19 the office must notify the chairs and ranking minority members of the legislative committees
- 95.20 and divisions with jurisdiction over health finance and policy by January 15 of the year in
- 95.21 which the change becomes effective. In this notification, the office must specify the proposed
- 95.22 addition or modification, the reasons for the addition or modification, any written comments
- 95.23 received by the office from the public about the addition or modification, and any guidance
- 95.24 received from the Cannabis Advisory Council. An addition or modification by the office
- 95.25 <u>under this subdivision becomes effective on August 1 of that year unless the legislature by</u>
- 95.26 <u>law provides otherwise.</u>
- 95.27 **EFFECTIVE DATE.** This section is effective January 1, 2024.

# 95.28 Sec. 50. [342.49] DUTIES OF DIVISION OF MEDICAL CANNABIS; REGISTRY 95.29 PROGRAM.

## 95.30 <u>Subdivision 1.</u> Duties related to health care practitioners. The Division of Medical 95.31 Cannabis must:

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

96.1	(2) allow health care practitioners to participate in the registry program if they request
96.2	to participate and meet the program's requirements;
96.3	(3) provide explanatory information and assistance to health care practitioners to
96.4	understand the nature of the therapeutic use of medical cannabis flower and medical
96.5	cannabinoid products within program requirements;
96.6	(4) make available to participating health care practitioners a certification form in which
96.7	a health care practitioner certifies that a patient has a qualifying medical condition; and
96.8	(5) supervise the participation of health care practitioners in the registry reporting system
96.9	in which health care practitioners report patient treatment and health records information
96.10	to the office in a manner that ensures stringent security and record keeping requirements
96.11	and that prevents the unauthorized release of private data on individuals as defined in section
96.12	<u>13.02.</u>
96.13	Subd. 2. Duties related to the registry program. The Division of Medical Cannabis
96.14	<u>must:</u>
96.15	(1) administer the registry program according to section 342.47;
96.16	(2) provide information to patients enrolled in the registry program on the existence of
96.17	federally approved clinical trials for the treatment of the patient's qualifying medical condition
96.18	with medical cannabis flower or medical cannabinoid products as an alternative to enrollment
96.19	in the registry program;
96.20	(3) maintain safety criteria with which patients must comply as a condition of participation
96.21	in the registry program to prevent patients from undertaking any task under the influence
96.22	of medical cannabis flower or medical cannabinoid products that would constitute negligence
96.23	or professional malpractice;
96.24	(4) review and publicly report on existing medical and scientific literature regarding the
96.25	range of recommended dosages for each qualifying medical condition, the range of chemical
96.26	compositions of medical cannabis flower and medical cannabinoid products that will likely
96.27	be medically beneficial for each qualifying medical condition, and any risks of noncannabis
96.28	drug interactions. This information must be updated by December 1 of each year. The office
96.29	may consult with an independent laboratory under contract with the office or other experts
96.30	in reporting and updating this information; and
96.31	(5) annually consult with cannabis businesses about medical cannabis that the businesses

96.32 <u>cultivate, manufacture, and offer for sale and post on the Division of Medical Cannabis</u>

website a list of the medical cannabis flower and medical cannabinoid products offered for 97.1 sale by each medical cannabis retailer. 97.2 97.3 Subd. 3. Research. (a) The Division of Medical Cannabis must conduct or contract with a third party to conduct research and studies using data from health records submitted to 97.4 the registry program under section 342.50, subdivision 2, and data submitted to the registry 97.5 program under section 342.47, subdivisions 2 and 3. If the division contracts with a third 97.6 97.7 party for research and studies, the third party must provide the division with access to all 97.8 research and study results. The division must submit reports on intermediate or final research results to the legislature and major scientific journals. All data used by the division or a 97.9 third party under this subdivision must be used or reported in an aggregated nonidentifiable 97.10 form as part of a scientific peer-reviewed publication of research or in the creation of 97.11 summary data, as defined in section 13.02, subdivision 19. 97.12 97.13 (b) The Division of Medical Cannabis may submit medical research based on the data collected under sections 342.50, subdivision 2, and data collected through the statewide 97.14 monitoring system to any federal agency with regulatory or enforcement authority over 97.15 medical cannabis flower and medical cannabinoid products to demonstrate the effectiveness 97.16 of medical cannabis flower or medical cannabinoid products for treating or alleviating the 97.17 symptoms of a qualifying medical condition. 97.18 **EFFECTIVE DATE.** This section is effective January 1, 2024. 97.19 Sec. 51. [342.50] DUTIES OF HEALTH CARE PRACTITIONERS; REGISTRY 97.20 PROGRAM. 97.21 Subdivision 1. Health care practitioner duties before patient enrollment. Before a 97.22 patient's enrollment in the registry program, a health care practitioner must: 97.23 (1) determine, in the health care practitioner's medical judgment, whether a patient has 97.24 97.25 a qualifying medical condition and, if so determined, provide the patient with a certification of that diagnosis; 97.26 97.27 (2) advise patients, registered designated caregivers, and parents, legal guardians, and spouses acting as caregivers of any nonprofit patient support groups or organizations; 97.28 (3) provide to patients explanatory information from the Division of Medical Cannabis, 97.29 including information about the experimental nature of the therapeutic use of medical 97.30 97.31 cannabis flower and medical cannabinoid products; the possible risks, benefits, and side effects of the proposed treatment; and the application and other materials from the office; 97.32

98.1	(4) provide to patients a Tennessen warning as required under section 13.04, subdivision
98.2	<u>2; and</u>
98.3	(5) agree to continue treatment of the patient's qualifying medical condition and to report
98.4	findings to the Division of Medical Cannabis.
98.5	Subd. 2. Duties upon patient's enrollment in registry program. Upon receiving
98.6	notification from the Division of Medical Cannabis of the patient's enrollment in the registry
98.7	program, a health care practitioner must:
98.8	(1) participate in the patient registry reporting system under the guidance and supervision
98.9	of the Division of Medical Cannabis;
98.10	(2) report to the Division of Medical Cannabis patient health records throughout the
98.11	patient's ongoing treatment in a manner determined by the office and in accordance with
98.12	subdivision 4;
98.13	(3) determine on a yearly basis if the patient continues to have a qualifying medical
98.14	condition and, if so, issue the patient a new certification of that diagnosis. The patient
98.15	assessment conducted under this clause may be conducted via telehealth, as defined in
98.16	section 62A.673, subdivision 2; and
98.17	(4) otherwise comply with requirements established by the Office of Cannabis
98.17 98.18	(4) otherwise comply with requirements established by the Office of Cannabis Management and the Division of Medical Cannabis.
98.18	Management and the Division of Medical Cannabis.
98.18 98.19	<u>Management and the Division of Medical Cannabis.</u> <u>Subd. 3.</u> <u><b>Participation not required.</b></u> Nothing in this section requires a health care
98.18 98.19 98.20	Management and the Division of Medical Cannabis. <u>Subd. 3.</u> Participation not required. Nothing in this section requires a health care practitioner to participate in the registry program.
98.18 98.19 98.20 98.21	Management and the Division of Medical Cannabis.         Subd. 3. Participation not required. Nothing in this section requires a health care         practitioner to participate in the registry program.         Subd. 4. Data. Data on patients collected by a health care practitioner and reported to
<ul> <li>98.18</li> <li>98.19</li> <li>98.20</li> <li>98.21</li> <li>98.22</li> </ul>	Management and the Division of Medical Cannabis.         Subd. 3. Participation not required. Nothing in this section requires a health care         practitioner to participate in the registry program.         Subd. 4. Data. Data on patients collected by a health care practitioner and reported to         the registry program, including data on patients who are veterans who receive care from
<ul> <li>98.18</li> <li>98.19</li> <li>98.20</li> <li>98.21</li> <li>98.22</li> <li>98.23</li> </ul>	Management and the Division of Medical Cannabis.Subd. 3. Participation not required. Nothing in this section requires a health carepractitioner to participate in the registry program.Subd. 4. Data. Data on patients collected by a health care practitioner and reported tothe registry program, including data on patients who are veterans who receive care fromthe United States Department of Veterans Affairs, are health records under section 144.291
<ul> <li>98.18</li> <li>98.19</li> <li>98.20</li> <li>98.21</li> <li>98.22</li> <li>98.23</li> <li>98.24</li> </ul>	Management and the Division of Medical Cannabis. Subd. 3. Participation not required. Nothing in this section requires a health care practitioner to participate in the registry program. Subd. 4. Data. Data on patients collected by a health care practitioner and reported to the registry program, including data on patients who are veterans who receive care from the 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
<ul> <li>98.18</li> <li>98.19</li> <li>98.20</li> <li>98.21</li> <li>98.22</li> <li>98.23</li> <li>98.24</li> <li>98.25</li> </ul>	Management and the Division of Medical Cannabis.Subd. 3. Participation not required. Nothing in this section requires a health carepractitioner to participate in the registry program.Subd. 4. Data. Data on patients collected by a health care practitioner and reported tothe registry program, including data on patients who are veterans who receive care fromthe United States Department of Veterans Affairs, are health records under section 144.291and are private data on individuals under section 13.02 but may be used or reported in anaggregated nonidentifiable form as part of a scientific peer-reviewed publication of research
<ul> <li>98.18</li> <li>98.19</li> <li>98.20</li> <li>98.21</li> <li>98.22</li> <li>98.23</li> <li>98.24</li> <li>98.25</li> <li>98.26</li> </ul>	Management and the Division of Medical Cannabis.Subd. 3. Participation not required. Nothing in this section requires a health carepractitioner to participate in the registry program.Subd. 4. Data. Data on patients collected by a health care practitioner and reported tothe registry program, including data on patients who are veterans who receive care fromthe United States Department of Veterans Affairs, are health records under section 144.291and are private data on individuals under section 13.02 but may be used or reported in anaggregated nonidentifiable form as part of a scientific peer-reviewed publication of researchconducted under section 342.49 or in the creation of summary data, as defined in section
<ul> <li>98.18</li> <li>98.19</li> <li>98.20</li> <li>98.21</li> <li>98.22</li> <li>98.23</li> <li>98.24</li> <li>98.25</li> <li>98.26</li> <li>98.27</li> </ul>	Management and the Division of Medical Cannabis.         Subd. 3. Participation not required. Nothing in this section requires a health care         practitioner to participate in the registry program.         Subd. 4. Data. Data on patients collected by a health care practitioner and reported to         the registry program, including data on patients who are veterans who receive care from         the 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 342.49 or in the creation of summary data, as defined in section         13.02, subdivision 19.
<ul> <li>98.18</li> <li>98.19</li> <li>98.20</li> <li>98.21</li> <li>98.22</li> <li>98.23</li> <li>98.24</li> <li>98.25</li> <li>98.26</li> <li>98.27</li> <li>98.28</li> </ul>	Management and the Division of Medical Cannabis.Subd. 3. Participation not required. Nothing in this section requires a health carepractitioner to participate in the registry program.Subd. 4. Data. Data on patients collected by a health care practitioner and reported tothe registry program, including data on patients who are veterans who receive care fromthe United States Department of Veterans Affairs, are health records under section 144.291and are private data on individuals under section 13.02 but may be used or reported in anaggregated nonidentifiable form as part of a scientific peer-reviewed publication of researchconducted under section 342.49 or in the creation of summary data, as defined in section13.02, subdivision 19.Subd. 5. Exception. The requirements of this section do not apply to a patient who is a
<ul> <li>98.18</li> <li>98.19</li> <li>98.20</li> <li>98.21</li> <li>98.22</li> <li>98.23</li> <li>98.24</li> <li>98.25</li> <li>98.26</li> <li>98.27</li> <li>98.28</li> <li>98.29</li> </ul>	Management and the Division of Medical Cannabis.         Subd. 3. Participation not required. Nothing in this section requires a health care practitioner to participate in the registry program.         Subd. 4. Data. Data on patients collected by a health care practitioner and reported to the registry program, including data on patients who are veterans who receive care from the 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 342.49 or in the creation of summary data, as defined in section 13.02, subdivision 19.         Subd. 5. Exception. The requirements of this section do not apply to a patient who is a veteran who receives care from the United States Department of Veterans Affairs or a health
98.18 98.19 98.20 98.21 98.22 98.23 98.23 98.24 98.25 98.26 98.27 98.26 98.27 98.28 98.29 98.29 98.30	Management and the Division of Medical Cannabis.Subd. 3. Participation not required. Nothing in this section requires a health care practitioner to participate in the registry program.Subd. 4. Data. Data on patients collected by a health care practitioner and reported to the registry program, including data on patients who are veterans who receive care from the 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 342.49 or in the creation of summary data, as defined in section 13.02, subdivision 19.Subd. 5. Exception. The requirements of this section do not apply to a patient who is a veteran who receives care from the United States Department of Veterans Affairs. Such a

99.1	relevant data from a health care practitioner employed by the United States Department of
99.2	Veterans Affairs, provided that those policies and procedures are consistent with this section.
99.3	EFFECTIVE DATE. This section is effective January 1, 2024.
99.4	Sec. 52. [342.51] LIMITATIONS.
99.5	Subdivision 1. Limitations on consumption; locations of consumption. Nothing in
99.6	sections 342.42 to 342.56 permits any person to engage in, and does not prevent the
99.7	imposition of any civil, criminal, or other penalties for:
99.8	(1) undertaking a task under the influence of medical cannabis flower or medical
99.9	cannabinoid products that would constitute negligence or professional malpractice;
99.10	(2) possessing or consuming medical cannabis:
99.11	(i) on a school bus or van;
99.12	(ii) in a correctional facility;
99.13	(iii) in a state-operated treatment program, including the Minnesota sex offender program;
99.14	or
99.15	(iv) on the grounds of a child care facility or family or group family day care program;
99.16	(3) vaporizing or smoking medical cannabis:
99.17	(i) on any form of public transportation;
99.18	(ii) where the vapor would be inhaled by a nonpatient minor or where the smoke would
99.19	be inhaled by a minor; or
99.20	(iii) in any public place, including any indoor or outdoor area used by or open to the
99.21	general public or a place of employment, as defined in section 144.413, subdivision 1b; and
99.22	(4) operating, navigating, or being in actual physical control of a motor vehicle, aircraft,
99.23	train, or motorboat or working on transportation property, equipment, or facilities while
99.24	under the influence of medical cannabis flower or a medical cannabinoid product.
99.25	Subd. 2. Health care facilities. (a) Health care facilities licensed under chapter 144A;
99.26	hospice providers licensed under chapter 144A; boarding care homes or supervised living
99.27	facilities licensed under section 144.50; assisted living facilities licensed under chapter
99.28	144G; facilities owned, controlled, managed, or under common control with hospitals
99.29	licensed under chapter 144; and other health care facilities licensed by the commissioner
99.30	of health may adopt reasonable restrictions on the use of medical cannabis flower or medical
99.31	cannabinoid products by a patient enrolled in the registry program who resides at or is

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actively receiving treatment or care at the facility. The restrictions may include a provision

100.2 <u>that the facility must not store or maintain a patient's supply of medical cannabis flower or</u>

100.3 medical cannabinoid products, that the facility is not responsible for providing medical

- 100.4 cannabis flower or medical cannabinoid products for patients, and that medical cannabis
- 100.5 flower or medical cannabinoid products are used only in a location specified by the facility
  100.6 or provider.
- 100.7 (b) An employee or agent of a facility or provider listed in this subdivision or a person
- 100.8 licensed under chapter 144E is not violating this chapter or chapter 152 for the possession
- 100.9 of medical cannabis flower or medical cannabinoid products while carrying out employment
- 100.10 duties, including providing or supervising care to a patient enrolled in the registry program,
- 100.11 or distribution of medical cannabis flower or medical cannabinoid products to a patient
- 100.12 enrolled in the registry program who resides at or is actively receiving treatment or care at

100.13 the facility or from the provider with which the employee or agent is affiliated. Nothing in

100.14 this subdivision requires facilities and providers listed in this subdivision to adopt such

100.15 restrictions. No facility or provider listed in this subdivision may unreasonably limit a

100.16 patient's access to or use of medical cannabis flower or medical cannabinoid products to

100.17 the extent that such use is authorized under sections 342.42 to 342.56.

100.18 **EFFECTIVE DATE.** This section is effective January 1, 2024.

#### 100.19 Sec. 53. [342.52] PROTECTIONS FOR REGISTRY PROGRAM PARTICIPANTS.

100.20 Subdivision 1. Presumption. There is a presumption that a patient enrolled in the registry

100.21 program is engaged in the authorized use of medical cannabis flower and medical cannabinoid

100.22 products. This presumption may be rebutted by evidence that the patient's use of medical

100.23 cannabis flower or medical cannabinoid products was not for the purpose of treating or

alleviating the patient's qualifying medical condition or symptoms associated with the

100.25 patient's qualifying medical condition.

- Subd. 2. Criminal and civil protections. (a) Subject to section 342.51, the following
  are not violations of this chapter or chapter 152:
- 100.28 (1) use or possession of medical cannabis flower, medical cannabinoid products, or
- 100.29 medical cannabis paraphernalia by a patient enrolled in the registry program or by a visiting
- 100.30 patient to whom medical cannabis flower or medical cannabinoid products are distributed
- 100.31 under section 342.46, subdivision 5;

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101.1 (2) possession of medical cannabis flower, medical cannabinoid products, or medical cannabis paraphernalia by a registered designated caregiver or a parent, legal guardian, or 101.2 101.3 spouse of a patient enrolled in the registry program; or (3) possession of medical cannabis flower, medical cannabinoid products, or medical 101.4 101.5 cannabis paraphernalia by any person while carrying out duties required under sections 101.6 342.42 to 342.56. (b) The Office of Cannabis Management, members of the Cannabis Advisory Council, 101.7 Office of Cannabis Management employees, agents or contractors of the Office of Cannabis 101.8 Management, and health care practitioners participating in the registry program are not 101.9 101.10 subject to any civil penalties or disciplinary action by the Board of Medical Practice, the Board of Nursing, or any business, occupational, or professional licensing board or entity 101.11 solely for participating in the registry program either in a professional capacity or as a 101.12 patient. A pharmacist licensed under chapter 151 is not subject to any civil penalties or 101.13 disciplinary action by the Board of Pharmacy when acting in accordance with sections 101.14 101.15 342.42 to 342.56 either in a professional capacity or as a patient. Nothing in this section prohibits a professional licensing board from taking action in response to a violation of law. 101.16 (c) Notwithstanding any law to the contrary, a Cannabis Advisory Council member, the 101.17 101.18 governor, or an employee of a state agency must not be held civilly or criminally liable for any injury, loss of property, personal injury, or death caused by any act or omission while 101.19 acting within the scope of office or employment under sections 342.42 to 342.56. 101.20 (d) Federal, state, and local law enforcement authorities are prohibited from accessing 101.21 the registry except when acting pursuant to a valid search warrant. Notwithstanding section 101.22 13.09, a violation of this paragraph is a gross misdemeanor. 101.23 (e) Notwithstanding any law to the contrary, the office and employees of the office must 101.24 not release data or information about an individual contained in any report or document or 101.25 in the registry and must not release data or information obtained about a patient enrolled in 101.26 the registry program, except as provided in sections 342.42 to 342.56. Notwithstanding 101.27 101.28 section 13.09, a violation of this paragraph is a gross misdemeanor. (f) No information contained in a report or document, contained in the registry, or 101.29 obtained from a patient under sections 342.42 to 342.56 may be admitted as evidence in a 101.30

- 101.31 criminal proceeding, unless:
- 101.32 (1) the information is independently obtained; or

102.1	(2) admission of the information is sought in a criminal proceeding involving a criminal
102.2	violation of sections 342.42 to 342.56.
102.3	(g) Possession of a registry verification or an application for enrollment in the registry
102.4	program:
102.5	(1) does not constitute probable cause or reasonable suspicion;
102.6	(2) must not be used to support a search of the person or property of the person with a
102.7	registry verification or application to enroll in the registry program; and
102.8	(3) must not subject the person or the property of the person to inspection by any
102.9	government agency.
102.10	Subd. 3. School enrollment; rental property. (a) No school may refuse to enroll a
102.11	patient as a pupil or otherwise penalize a patient solely because the patient is enrolled in
102.12	the registry program, unless failing to do so would violate federal law or regulations or
102.13	cause the school to lose a monetary or licensing-related benefit under federal law or
102.14	regulations.
102.15	(b) No landlord may refuse to lease to a patient or otherwise penalize a patient solely
102.16	because the patient is enrolled in the registry program, unless failing to do so would violate
102.17	federal law or regulations or cause the landlord to lose a monetary or licensing-related
102.18	benefit under federal law or regulations.
102.19	Subd. 4. Medical care. For purposes of medical care, including organ transplants, a
102.20	patient's use of medical cannabis flower or medical cannabinoid products according to
102.21	sections 342.42 to 342.56 is considered the equivalent of the authorized use of a medication
102.22	used at the discretion of a health care practitioner and does not disqualify a patient from
102.23	needed medical care.
102.24	Subd. 5. Employment. (a) Unless a failure to do so would violate federal or state law
102.25	or regulations or cause an employer to lose a monetary or licensing-related benefit under
102.26	federal law or regulations, an employer may not discriminate against a person in hiring,
102.27	termination, or any term or condition of employment, or otherwise penalize a person, if the
102.28	discrimination is based on:
102.29	(1) the person's status as a patient enrolled in the registry program; or
102.30	(2) a patient's positive drug test for cannabis components or metabolites, unless the
102.31	patient used, possessed, sold, transported, or was impaired by medical cannabis flower or
102.32	a medical cannabinoid product on work premises, during working hours, or while operating
102.33	an employer's machinery, vehicle, or equipment.

- (b) An employee who is a patient and whose employer requires the employee to undergo 103.1 drug testing according to section 181.953 may present the employee's registry verification 103.2 103.3 as part of the employee's explanation under section 181.953, subdivision 6. Subd. 6. Custody; visitation; parenting time. A person must not be denied custody of 103.4 103.5 a minor child or visitation rights or parenting time with a minor child based solely on the person's status as a patient enrolled in the registry program. There must be no presumption 103.6 of neglect or child endangerment for conduct allowed under sections 342.42 to 342.56, 103.7 103.8 unless the person's behavior creates an unreasonable danger to the safety of the minor as established by clear and convincing evidence. 103.9 103.10 Subd. 7. Action for damages. In addition to any other remedy provided by law, a patient may bring an action for damages against any person who violates subdivision 3, 4, or 5. A 103.11 person who violates subdivision 3, 4, or 5 is liable to a patient injured by the violation for 103.12 the greater of the person's actual damages or a civil penalty of \$100 and reasonable attorney 103.13 103.14 fees. **EFFECTIVE DATE.** This section is effective January 1, 2024. 103.15 103.16 Sec. 54. [342.54] VIOLATION BY HEALTH CARE PRACTITIONER; CRIMINAL PENALTY. 103.17 103.18 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 103.19 flower or medical cannabinoid products, or who issues certifications while holding a financial 103.20 interest in a cannabis retailer or medical cannabis business is guilty of a misdemeanor and 103.21 may be sentenced to imprisonment for not more than 90 days or to payment of not more 103.22 than \$1,000, or both. 103.23 **EFFECTIVE DATE.** This section is effective January 1, 2024. 103.24 Sec. 55. [342.55] DATA PRACTICES. 103.25 103.26 Subdivision 1. Data classification. Patient health records maintained by the Office of Cannabis Management or the Division of Medical Cannabis and government data in patient 103.27 health records maintained by a health care practitioner are classified as private data on 103.28 individuals, as defined in section 13.02, subdivision 12, or nonpublic data, as defined in 103.29
- 103.30 section 13.02, subdivision 9.

103.31Subd. 2. Allowable use; prohibited use. Data specified in subdivision 1 may be used103.32to comply with chapter 13, to comply with a request from the legislative auditor or the state

- auditor in the performance of official duties, and for purposes specified in sections 342.42
- 104.2 to 342.56. Data specified in subdivision 1 and maintained by the Office of Cannabis
- 104.3 Management or Division of Medical Cannabis must not be used for any purpose not specified
- 104.4 in sections 342.42 to 342.56 and must not be combined or linked in any manner with any
- 104.5 other list, dataset, or database. Data specified in subdivision 1 must not be shared with any
- 104.6 federal agency, federal department, or federal entity unless specifically ordered to do so by

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104.7 <u>a state or federal court.</u>
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- 104.8 **EFFECTIVE DATE.** This section is effective January 1, 2024.
- 104.9 Sec. 56. [342.56] CLINICAL TRIALS.
- 104.10 The Division of Medical Cannabis may conduct, or award grants to health care providers
- 104.11 or research organizations to conduct, clinical trials on the safety and efficacy of using
- 104.12 medical cannabis flower or medical cannabinoid products to treat a specific health condition.
- 104.13 A health care provider or research organization receiving a grant under this section must
- 104.14 provide the office with access to all data collected in a clinical trial funded under this section.
- 104.15 The office may use data from clinical trials conducted or funded under this section as
- 104.16 evidence to approve additional qualifying medical conditions or additional allowable forms
- 104.17 of medical cannabis.
- 104.18 **EFFECTIVE DATE.** This section is effective January 1, 2024.
- 104.19 Sec. 57. [342.60] TESTING.
- 104.20 Subdivision 1. **Testing required.** A cannabis business shall not sell or offer for sale
- 104.21 cannabis flower, cannabinoid products, artificially derived cannabinoids, or hemp-derived
- 104.22 consumer products to another cannabis business or to a customer or patient, or otherwise
- 104.23 transfer cannabis flower, cannabinoid products, artificially derived cannabinoids, or
- 104.24 hemp-derived consumer products to another cannabis business, unless:
- 104.25 (1) a representative sample of the batch of cannabis flower, cannabinoid product,
- 104.26 artificially derived cannabinoid, or hemp-derived consumer product has been tested according
- 104.27 to this section and rules adopted under this chapter;
- 104.28 (2) the testing was completed by a cannabis testing facility licensed under this chapter;
   104.29 and
- 104.30 (3) the tested sample of cannabis flower, cannabinoid product, artificially derived
- 104.31 cannabinoid, or hemp-derived consumer product was found to meet testing standards
- 104.32 established by the office.

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Subd. 2. Procedures and standards established by office. (a) The office shall by rule 105.1 105.2 establish procedures governing the sampling, handling, testing, storage, and transportation 105.3 of cannabis flower, cannabinoid products, artificially derived cannabinoids, and hemp-derived consumer products tested under this section; the contaminants for which cannabis flower, 105.4 cannabinoid products, artificially derived cannabinoids, and hemp-derived consumer products 105.5 must be tested; standards for potency and homogeneity testing; and procedures applicable 105.6 to cannabis businesses and cannabis testing facilities regarding cannabis flower, cannabinoid 105.7 105.8 products, artificially derived cannabinoids, and hemp-derived consumer products that fail 105.9 to meet the standards for allowable levels of contaminants established by the office, that fail to meet the potency limits in this chapter or that do not conform with the content of the 105.10 cannabinoid profile listed on the label. 105.11 105.12 (b) All testing required under this section must be performed in a manner that is consistent with general requirements for testing and calibration activities. 105.13 Subd. 3. Standards established by Office of Cannabis Management. The office shall 105.14 by rule establish standards for allowable levels of contaminants in cannabis flower, 105.15 cannabinoid products, artificially derived cannabinoids, hemp-derived consumer products, 105.16 and growing media. Contaminants for which the office must establish allowable levels must 105.17 include but are not limited to residual solvents, foreign material, microbiological 105.18 contaminants, heavy metals, pesticide residue, and mycotoxins. 105.19 Subd. 4. Testing of samples; disclosures. (a) On a schedule determined by the office, 105.20 every cannabis cultivator, cannabis manufacturer, cannabis wholesaler with an endorsement 105.21 to import products, cannabis microbusiness, or medical cannabis business shall make each 105.22 batch of cannabis flower, cannabinoid products, artificially derived cannabinoids, or 105.23 hemp-derived consumer products grown, manufactured, or imported by the cannabis 105.24 cultivator, cannabis manufacturer, cannabis wholesaler with an endorsement to import 105.25 products, cannabis microbusiness, or medical cannabis business available to a cannabis 105.26 105.27 testing facility. (b) A cannabis cultivator, cannabis manufacturer, cannabis wholesaler with an 105.28 endorsement to import products, cannabis microbusiness, or medical cannabis business 105.29 must disclose all known information regarding pesticides, fertilizers, solvents, or other 105.30 foreign materials, including but not limited to catalysts used in creating artificially derived 105.31 cannabinoids, applied or added to the batch of cannabis flower, cannabinoid products, 105.32 105.33 artificially derived cannabinoids, or hemp-derived consumer products subject to testing. Disclosure must be made to the cannabis testing facility and must include information about 105.34 105.35 all applications by any person, whether intentional or accidental.

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(c) The cannabis testing facility shall select one or more representative samples from 106.1 each batch, test the samples for the presence of contaminants, and test the samples for 106.2 106.3 potency and homogeneity and to allow the cannabis flower, cannabinoid product, artificially derived cannabinoid, or hemp-derived consumer product to be accurately labeled with its 106.4 cannabinoid profile. Testing for contaminants must include testing for residual solvents, 106.5 foreign material, microbiological contaminants, heavy metals, pesticide residue, mycotoxins, 106.6 and any items identified pursuant to paragraph (b), and may include testing for other 106.7 106.8 contaminants. A cannabis testing facility must destroy or return to the cannabis cultivator, cannabis manufacturer, cannabis wholesaler with an endorsement to import products, 106.9 cannabis microbusiness, or medical cannabis business any part of the sample that remains 106.10 after testing. 106.11 Subd. 5. Test results. (a) If a sample meets the applicable testing standards, a cannabis 106.12 testing facility shall issue a certification to a cannabis cultivator, cannabis manufacturer, 106.13 cannabis wholesaler with an endorsement to import products, cannabis microbusiness, or 106.14 medical cannabis business, and the cannabis cultivator, cannabis manufacturer, cannabis 106.15 wholesaler with an endorsement to import products, cannabis microbusiness, or medical 106.16 cannabis business may then sell or transfer the batch of cannabis flower, cannabinoid 106.17 products, artificially derived cannabinoids, or hemp-derived consumer products from which 106.18 the sample was taken to another cannabis business or offer the cannabis flower, cannabinoid 106.19 products, or hemp-derived consumer products for sale to customers or patients. If a sample 106.20 does not meet the applicable testing standards or if the testing facility is unable to test for 106.21 a substance identified pursuant to subdivision 4, paragraph (b), the batch from which the 106.22 sample was taken shall be subject to procedures established by the office for such batches, 106.23 including destruction, remediation, or retesting. A cannabis cultivator, cannabis manufacturer, 106.24 106.25 cannabis wholesaler with an endorsement to import products, cannabis microbusiness, or medical cannabis business must maintain the test results for cannabis flower, cannabinoid 106.26 products, artificially derived cannabinoids, or hemp-derived consumer products grown, 106.27 manufactured, or imported by that cannabis cultivator, cannabis manufacturer, cannabis 106.28 106.29 wholesaler with an endorsement to import products, cannabis microbusiness, or medical cannabis business for at least five years after the date of testing. 106.30 (b) A cannabis cultivator, cannabis manufacturer, cannabis wholesaler with an 106.31 endorsement to import products, cannabis microbusiness, or medical cannabis business 106.32

106.33 shall make test results maintained by that cannabis cultivator, cannabis manufacturer,

106.34 cannabis wholesaler with an endorsement to import products, cannabis microbusiness, or

107.1	medical cannabis business available for review by any member of the public, upon request.
107.2	Test results made available to the public must be in plain language.
107.3	Sec. 58. [342.62] PACKAGING.
107.4	Subdivision 1. General. All cannabis flower, cannabinoid products, and hemp-derived
107.5	consumer products sold to customers or patients must be packaged as required by this section
107.6	and rules adopted under this chapter.
107.7	Subd. 2. Packaging requirements. (a) Except as provided in paragraph (b), all cannabis
107.8	flower, cannabinoid products, and hemp-derived consumer products sold to customers or
107.9	patients must be:
107.10	(1) prepackaged in packaging or a container that is plain, child-resistant, tamper-evident,
107.11	and opaque; or
107.12	(2) placed in packaging or a container that is plain, child-resistant, tamper-evident, and
107.13	opaque at the final point of sale to a customer.
107.14	(b) The requirement that packaging be child-resistant does not apply to:
107.15	(1) a hemp-derived topical product; or
107.16	(2) a lower potency edible product that:
107.17	(i) is intended to be consumed as a beverage;
107.18	(ii) contains nonintoxicating cannabinoids;
107.19	(iii) does not contain more than a combined total of 0.25 milligrams of intoxicating
107.20	cannabinoids; and
107.21	(iv) does not contain an artificially derived cannabinoid.
107.22	(c) If a cannabinoid product or a hemp-derived consumer product is packaged in a manner
107.23	that includes more than a single serving, each serving must be indicated by scoring, wrapping,
107.24	or other indicators designating the individual serving size. If the item is a lower potency
107.25	edible product, any indicator other than individual wrapping that designates the individual
107.26	serving size must appear on the edible cannabinoid product.
107.27	(d) An edible cannabinoid product containing more than a single serving must be
107.28	prepackaged or placed at the final point of sale in packaging or a container that is resealable.
107.29	Subd. 3. Packaging prohibitions. (a) Cannabis flower, cannabinoid products, or
107.30	hemp-derived consumer products sold to customers or patients must not be packaged in a
107.31	manner that:

- (1) bears a reasonable resemblance to any commercially available product that does not 108.1 contain cannabinoids, whether the manufacturer of the product holds a registered trademark 108.2 108.3 or has registered the trade dress; or (2) is designed to appeal to persons under 21 years of age. 108.4 108.5 (b) Packaging for cannabis flower, cannabinoid products, and hemp-derived consumer products must not contain or be coated with any perfluoroalkyl substance. 108.6 108.7 (c) Edible cannabinoid products must not be packaged in a material that is not approved by the United States Food and Drug Administration for use in packaging food. 108.8 Sec. 59. [342.64] LABELING. 108.9 Subdivision 1. General. All cannabis flower, cannabinoid products, and hemp-derived 108.10 consumer products sold to customers or patients must be labeled as required by this section 108.11 and rules adopted under this chapter. 108.12 108.13 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 108.14 108.15 on the packaging or container of the cannabis flower or hemp-derived consumer product a label that contains at least the following information: 108.16 (1) the name and license number of the cannabis cultivator, cannabis microbusiness, 108.17 medical cannabis cultivator, or industrial hemp grower where the cannabis flower or hemp 108.18 108.19 plant part was cultivated; (2) the net weight or volume of cannabis flower or hemp plant parts in the package or 108 20 container; 108.21 (3) the batch number; 108.22 (4) the cannabinoid profile; 108.23 (5) a universal symbol established by the office indicating that the package or container 108.24 contains cannabis flower, a cannabis product, or a hemp-derived consumer product; 108.25 (6) verification that the cannabis flower or hemp plant part was tested according to 108.26 section 342.60 and that the cannabis flower or hemp plant part complies with the applicable 108.27 108.28 standards; (7) the maximum dose, quantity, or consumption that may be considered medically safe 108.29 108.30 within a 24-hour period;
- 108.31 (8) the following statement: "Keep this product out of reach of children."; and

109.1	(9) any other statements or information required by the office.
109.2	Subd. 3. Content of label; cannabinoid products. (a) All cannabinoid products and
109.3	hemp-derived consumer products other than products subject to the requirements under
109.4	subdivision 2 and hemp-derived topical products sold to customers or patients must have
109.5	affixed to the packaging or container of the cannabis product a label that contains at least
109.6	the following information:
109.7	(1) the name and license number of the cannabis cultivator, cannabis microbusiness,
109.8	medical cannabis cultivator, or industrial hemp grower that cultivated the cannabis flower
109.9	or hemp plant parts used in the cannabinoid product;
109.10	(2) the name and license number of the cannabis manufacturer, cannabis microbusiness,
109.11	or medical cannabis business that manufactured the cannabis concentrate or artificially
109.12	derived cannabinoid and if different, the name and license number of the cannabis
109.13	manufacturer, cannabis microbusiness, or medical cannabis business that manufactured the
109.14	cannabinoid product;
109.15	(3) the net weight or volume of the cannabinoid product or hemp-derived consumer
109.16	product in the package or container;
109.17	(4) the type of cannabinoid product or hemp-derived consumer product;
109.18	(5) the batch number;
109.19	(6) the serving size;
109.20	(7) the cannabinoid profile per serving and in total;
109.21	(8) a list of ingredients;
109.22	(9) a universal symbol established by the office indicating that the package or container
109.23	contains cannabis flower, a cannabis product, or a hemp-derived consumer product;
109.24	(10) a warning symbol developed by the office in consultation with the commissioner
109.25	of health and the Minnesota Poison Control System that:
109.26	(i) is at least three-quarters of an inch tall and six-tenths of an inch wide;
109.27	(ii) is in a highly visible color;
109.28	(iii) includes a visual element that is commonly understood to mean a person should
109.29	stop;
109.30	(iv) indicates that the product is not for children; and
109.31	(v) includes the phone number of the Minnesota Poison Control System;

Article 1 Sec. 59.

110.1	(11) verification that the cannabinoid product or hemp-derived consumer product was
110.2	tested according to section 342.60 and that the cannabinoid product or hemp-derived
110.3	consumer product complies with the applicable standards;
110.4	(12) the maximum dose, quantity, or consumption that may be considered medically
110.5	safe within a 24-hour period;
110.6	(13) the following statement: "Keep this product out of reach of children."; and
110.7	(14) any other statements or information required by the office.
110.8	(b) The office may by rule establish alternative labeling requirements for lower potency
110.9	edible products that are imported into the state provided that those requirements provide
110.10	consumers with information that is substantially similar to the information described in
110.11	paragraph (a).
110.12	Subd. 4. Additional content of label; medical cannabis flower and medical
110.13	cannabinoid products. In addition to the applicable requirements for labeling under
110.14	subdivision 2 or 3, all medical cannabis flower and medical cannabinoid products must
110.15	include at least the following information on the label affixed to the packaging or container
110.16	of the medical cannabis flower or medical cannabinoid product:
110.17	(1) the patient's name and date of birth;
110.18	(2) the name and date of birth of the patient's registered designated caregiver or, if listed
110.19	on the registry verification, the name of the patient's parent, legal guardian, or spouse, if
110.20	applicable; and
110.21	(3) the patient's registry identification number.
110.22	Subd. 5. Content of label; hemp-derived topical products. (a) All hemp-derived topical
110.23	products sold to customers must have affixed to the packaging or container of the product
110.24	a label that contains at least the following information:
110.25	(1) the manufacturer name, location, phone number, and website;
110.26	(2) the name and address of the independent, accredited laboratory used by the
110.27	manufacturer to test the product;
110.28	(3) the net weight or volume of the product in the package or container;
110.29	(4) the type of topical product;
110.30	(5) the amount or percentage of cannabidiol, cannabigerol, or any other cannabinoid,

110.31 derivative, or extract of hemp, per serving and in total;

(6) a list of ingredients; 111.1 (7) a statement that the product does not claim to diagnose, treat, cure, or prevent any 111.2 disease and that the product has not been evaluated or approved by the United States Food 111.3 and Drug Administration, unless the product has been so approved; and 111.4 111.5 (8) any other statements or information required by the office. (b) The information required in paragraph (a), clauses (1), (2), and (5), may be provided 111.6 111.7 through the use of a scannable barcode or matrix barcode that links to a page on a website maintained by the manufacturer or distributor if that page contains all of the information 111.8 required by this subdivision. 111.9 Subd. 6. Additional warnings. The office shall review medical and scientific literature 111.10 to determine whether it is appropriate to require additional health and safety warnings 111.11 regarding the impact of cannabis flower, cannabinoid products, and hemp-derived consumer 111.12 products. The review must specifically include the identification of any risks associated 111.13 with use by pregnant or breastfeeding women or by women planning to become pregnant, 111.14 and the effects use has on brain development for those under the age of 25. Any additional 111.15 111.16 labeling requirement must contain only information that is supported by credible science and is helpful to consumers in considering potential health risks. 111.17 Subd. 7. Additional information. A cannabis retailer, cannabis microbusiness, or 111.18 medical cannabis retailer may provide customers and patients with the following information 111.19 by including the information on the label affixed to the packaging or container of cannabis 111.20 flower, a cannabinoid product, or a hemp-derived consumer product; by posting the 111.21 information in the premises of the cannabis retailer, cannabis microbusiness, or medical 111.22 cannabis retailer; by providing the information on a separate document or pamphlet provided 111.23 to customers or patients when the customer purchases cannabis flower, a cannabinoid 111.24 product, or a hemp-derived consumer product: 111.25 (1) factual information about impairment effects and the expected timing of impairment 111.26 effects, side effects, adverse effects, and health risks of cannabis flower, cannabinoid 111.27 products, and hemp-derived consumer products; 111.28 111.29 (2) a statement that customers and patients must not operate a motor vehicle or heavy machinery while under the influence of cannabis flower or a cannabinoid product; 111.30 (3) resources customers and patients may consult to answer questions about cannabis 111.31 flower, cannabinoid products, hemp-derived consumer products, and any side effects and 111.32 adverse effects; 111.33

- (4) contact information for the poison control center and a safety hotline or website for
- 112.2 customers to report and obtain advice about side effects and adverse effects of cannabis

### 112.3 <u>flower and cannabinoid products; and</u>

- 112.4 (5) any other information specified by the office.
- 112.5 Sec. 60. [342.66] ADVERTISEMENT.
- 112.6 Subdivision 1. Limitations applicable to all advertisements. No cannabis business or

112.7 other person shall publish or cause to be published an advertisement for cannabis flower, a

- 112.8 <u>cannabis business, a cannabinoid product, or a hemp-derived consumer product in a manner</u>
- 112.9 <u>that:</u>
- 112.10 (1) contains false or misleading statements;
- 112.11 (2) contains unverified claims about the health or therapeutic benefits or effects of
- 112.12 consuming cannabis or a cannabis product;
- 112.13 (3) promotes the overconsumption of cannabis flower, cannabinoid products, or
- 112.14 hemp-derived consumer products;
- 112.15 (4) depicts a person under 21 years of age consuming cannabis flower, cannabinoid
- 112.16 products, or hemp-derived consumer products; or
- 112.17 (5) includes an image designed or likely to appeal to individuals under 21 years of age,
- 112.18 including cartoons, toys, animals, or children, or any other likeness to images, characters,

112.19 or phrases that is designed to be appealing to individuals under 21 years of age or encourage

- 112.20 consumption by individuals under 21 years of age.
- 112.21 Subd. 2. Outdoor advertisements; cannabis business signs. (a) An outdoor
- 112.22 advertisement of cannabis flower, a cannabis business, a cannabinoid product, or a
- 112.23 hemp-derived consumer product is prohibited.
- (b) A cannabis business may erect up to two fixed outdoor signs on the exterior of the
- 112.25 building or property of the cannabis business. A fixed outdoor sign:
- 112.26 (1) may contain the name of the cannabis business and the address and nature of the
- 112.27 cannabis business; and
- 112.28 (2) shall not include a logo or an image of any kind.
- 112.29 Subd. 3. Audience under 21 years of age. A cannabis business or other person shall
- 112.30 not publish or cause to be published an advertisement for cannabis flower, a cannabis
- 112.31 business, a cannabinoid product, or a hemp-derived consumer product in any print publication

H0100-7

- 113.1 or on radio, television, or any other medium if 30 percent or more of the audience of that
- 113.2 medium is reasonably expected to be individuals who are under 21 years of age, as
- 113.3 determined by reliable, current audience composition data.
- 113.4 Subd. 4. Certain unsolicited advertising. A cannabis business or another person shall
- 113.5 not utilize unsolicited pop-up advertisements on the internet to advertise cannabis flower,
- 113.6 <u>a cannabis business</u>, a cannabinoid product, or a hemp-derived consumer product.
- 113.7 Subd. 5. Advertising using direct, individualized communication or dialogue. Before
- a cannabis business or another person may advertise cannabis flower, a cannabis business,
- a cannabinoid product, or a hemp-derived consumer product through direct, individualized
- 113.10 communication or dialogue controlled by the cannabis business or other person, the cannabis
- 113.11 business or other person must use a method of age affirmation to verify that the recipient
- 113.12 of the direct, individualized communication or dialogue is 21 years of age or older. For
- 113.13 purposes of this subdivision, the method of age affirmation may include user confirmation,
- 113.14 birth date disclosure, or another similar registration method.
- 113.15 Subd. 6. Advertising using location-based devices. A cannabis business or another
- 113.16 person shall not advertise cannabis flower, a cannabis business, a cannabinoid product, or
- 113.17 a hemp-derived consumer product with advertising directed toward location-based devices,
- 113.18 including but not limited to cellular telephones, unless:
- 113.19 (1) the advertising occurs via a mobile device application that is installed on the device
- 113.20 by the device's owner and includes a permanent and easy to implement opt-out feature; and
- 113.21 (2) the owner of the device is 21 years of age or older.
- 113.22 Subd. 7. Advertising restrictions for health care practitioners under the medical
- 113.23 **cannabis program.** (a) A health care practitioner shall not publish or cause to be published
- 113.24 an advertisement that:
- 113.25 (1) contains false or misleading statements about the registry program;
- 113.26 (2) uses colloquial terms to refer to medical cannabis flower or medical cannabinoid
- 113.27 products, such as pot, weed, or grass;
- (3) states or implies that the health care practitioner is endorsed by the office, the Division
- 113.29 of Medical Cannabis, or the registry program;
- (4) includes images of cannabis flower, hemp plant parts, or images of paraphernalia
- 113.31 commonly used to smoke cannabis flower; or

# (5) contains medical symbols that could reasonably be confused with symbols of

114.2 established medical associations or groups.

(b) A health care practitioner found by the office to have violated this subdivision is

114.4 prohibited from certifying that patients have a qualifying medical condition for purposes

of patient participation in the registry program. A decision by the office that a health care

114.6 practitioner has violated this subdivision is a final decision and is not subject to the contested

114.7 <u>case procedures in chapter 14.</u>

### 114.8 Sec. 61. [342.68] INDUSTRIAL HEMP.

114.9 Nothing in this chapter shall limit the ability of a person licensed under chapter 18K to

114.10 grow industrial hemp for commercial or research purposes, process industrial hemp for

114.11 commercial purposes, sell hemp fiber products and hemp grain, manufacture hemp-derived

114.12 topical products, or perform any other actions authorized by the commissioner of agriculture.

114.13 For purposes of this section, "processing" has the meaning given in section 18K.02,

114.14 subdivision 5, and does not include the process of creating artificially derived cannabinoids.

## 114.15 Sec. 62. [342.69] HEMP-DERIVED TOPICAL PRODUCTS.

Subdivision 1. Scope. This section applies to the manufacture, marketing, distribution,
and sale of hemp-derived topical products.

114.18 Subd. 2. Approved cannabinoids. (a) Products manufactured, marketed, distributed,

114.19 and sold under this section may contain cannabidiol or cannabigerol. Except as provided

in paragraph (c), products may not contain any other cannabinoid unless approved by the
office.

(b) The office may approve any cannabinoid, other than any tetrahydrocannabinol, and

114.23 authorize its use in manufacturing, marketing, distribution, and sales under this section if

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114.24 the office determines that the cannabinoid is a nonintoxicating cannabinoid.
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114.25 (c) A product manufactured, marketed, distributed, and sold under this section may

114.26 contain cannabinoids other than cannabidiol, cannabigerol, or any other cannabinoid approved

114.27 by the office provided that the cannabinoids are naturally occurring in hemp plants or hemp

- 114.28 plant parts and the total of all other cannabinoids present in a product does not exceed one
- 114.29 <u>milligram per package.</u>
- 114.30 Subd. 3. Approved products. Products sold to consumers under this section may only
- 114.31 be manufactured, marketed, distributed, intended, or generally expected to be used by
- 114.32 applying the product externally to a part of the body of a human or animal.

115.1	Subd. 4. Prohibitions. (a) A product sold to consumers under this section must not be
115.2	manufactured, marketed, distributed, or intended:

- (1) for external or internal use in the diagnosis, cure, mitigation, treatment, or prevention
  of disease in humans or other animals;
- 115.5 (2) to affect the structure or any function of the bodies of humans or other animals;
- (3) to be consumed by combustion or vaporization of the product and inhalation of
- 115.7 smoke, aerosol, or vapor from the product;
- 115.8 (4) to be consumed through chewing; or
- 115.9 (5) to be consumed through injection or application to a mucous membrane or nonintact
  115.10 skin.
- 115.11 (b) A product manufactured, marketed, distributed, or sold to consumers under this
- 115.12 section must not:
- (1) consist, in whole or in part, of any filthy, putrid, or decomposed substance;
- 115.14 (2) have been produced, prepared, packed, or held under unsanitary conditions where
- 115.15 the product may have been rendered injurious to health, or where the product may have
- 115.16 been contaminated with filth;
- 115.17 (3) be packaged in a container that is composed, in whole or in part, of any poisonous
- 115.18 or deleterious substance that may render the contents injurious to health;
- 115.19 (4) contain any additives or excipients that have been found by the United States Food
- and Drug Administration to be unsafe for human or animal consumption;
- 115.21 (5) contain a cannabinoid or an amount or percentage of cannabinoids that is different
- 115.22 than the information stated on the label;
- (6) contain a cannabinoid, other than cannabidiol, cannabigerol, or a cannabinoid
- 115.24 approved by the office, in an amount that exceeds the standard established in subdivision
- 115.25 <u>2, paragraph (c); or</u>
- 115.26 (7) contain any contaminants for which testing is required by the office in amounts that
- 115.27 exceed the acceptable minimum standards established by the office.
- 115.28 (c) No product containing any cannabinoid may be sold to any individual who is under
- 115.29 <u>21 years of age.</u>
- Subd. 5. Enforcement. The office may enforce this section under the relevant provisions
   of section 342.18.

116.1	Sec. 63. [342.70] LEGAL ASSISTANCE TO CANNABIS BUSINESSES.
116.2	An attorney must not be subject to disciplinary action by the Minnesota Supreme Court
116.3	or professional responsibility board for providing legal assistance to prospective or licensed
116.4	cannabis businesses or others for activities that do not violate this chapter or chapter 152.
116.5	Sec. 64. [342.71] CANNABIS INDUSTRY COMMUNITY RENEWAL GRANTS.
110.5	
116.6	Subdivision 1. Establishment. The Office of Cannabis Management shall establish
116.7	CanRenew, a program to award grants to eligible organizations for investments in
116.8	communities where long-term residents are eligible to be social equity applicants.
116.9	Subd. 2. Definitions. (a) For the purposes of this section, the following terms have the
116.10	meanings given.
116.11	(b) "Community investment" means a project or program designed to improve
116.12	community-wide outcomes or experiences and may include efforts targeting economic
116.13	development, violence prevention, youth development, or civil legal aid, among others.
116.14	(c) "Eligible community" means a community where long-term residents are eligible to
116.15	be social equity applicants.
116.16	(d) "Eligible organization" means any organization able to make an investment in a
116.17	community where long-term residents are eligible to be social equity applicants and may
116.18	include educational institutions, nonprofit organizations, private businesses, community
116.19	groups, units of local government, or partnerships between different types of organizations.
116.20	(e) "Program" means the CanRenew grant program.
116.21	(f) "Social equity applicant" means a person who meets the qualification requirements
116.22	<u>in section 342.16.</u>
116.23	Subd. 3. Grants to organizations. (a) The office must award grants to eligible
116.24	organizations through a competitive grant process.
116.25	(b) To receive grant money, an eligible organization must submit a written application
116.26	to the office, using a form developed by the office, explaining the community investment
116.27	the organization wants to make in an eligible community.
116.28	(c) An eligible organization's grant application must also include:
116.29	(1) an analysis of the community's need for the proposed investment;
116.30	(2) a description of the positive impact that the proposed investment is expected to
116.31	generate for that community;

117.1	(3) any evidence of the organization's ability to successfully achieve that positive impact;
117.2	(4) any evidence of the organization's past success in making similar community
117.3	investments;
117.4	(5) an estimate of the cost of the proposed investment;
117.5	(6) the sources and amounts of any nonstate funds or in-kind contributions that will
117.6	supplement grant money; and
117.7	(7) any additional information requested by the office.
117.8	(d) In awarding grants under this subdivision, the office shall give weight to applications
117.9	from organizations that demonstrate a history of successful community investments,
117.10	particularly in geographic areas that are now eligible communities. The office shall also
117.11	give weight to applications where there is demonstrated community support for the proposed
117.12	investment. The office shall fund investments in eligible communities throughout the state.
117.13	Subd. 4. Program outreach. The office shall make extensive efforts to publicize these
117.14	grants, including through partnerships with community organizations, particularly those
117.15	located in eligible communities.
117.16	Subd. 5. Reports to the legislature. By January 15, 2024, and each January 15 thereafter,
117.17	the office must submit a report to the chairs and ranking minority members of the committees
117.17 117.18	the office must submit a report to the chairs and ranking minority members of the committees of the house of representatives and the senate having jurisdiction over community
117.18	of the house of representatives and the senate having jurisdiction over community
117.18 117.19 117.20	of the house of representatives and the senate having jurisdiction over community development that details awards given through the CanRenew program and the use of grant money, including any measures of successful community impact from the grants.
<ul><li>117.18</li><li>117.19</li><li>117.20</li><li>117.21</li></ul>	of the house of representatives and the senate having jurisdiction over community development that details awards given through the CanRenew program and the use of grant money, including any measures of successful community impact from the grants. Sec. 65. [342.72] SUBSTANCE USE TREATMENT, RECOVERY, AND
117.18 117.19 117.20	of the house of representatives and the senate having jurisdiction over community development that details awards given through the CanRenew program and the use of grant money, including any measures of successful community impact from the grants.
<ul><li>117.18</li><li>117.19</li><li>117.20</li><li>117.21</li></ul>	of the house of representatives and the senate having jurisdiction over community development that details awards given through the CanRenew program and the use of grant money, including any measures of successful community impact from the grants. Sec. 65. [342.72] SUBSTANCE USE TREATMENT, RECOVERY, AND
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<ul> <li>117.18</li> <li>117.19</li> <li>117.20</li> <li>117.21</li> <li>117.22</li> <li>117.23</li> </ul>	of the house of representatives and the senate having jurisdiction over community development that details awards given through the CanRenew program and the use of grant money, including any measures of successful community impact from the grants. Sec. 65. [342.72] SUBSTANCE USE TREATMENT, RECOVERY, AND PREVENTION GRANTS. Subdivision 1. Account established; appropriation. A substance use treatment, recovery,
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<ul> <li>117.18</li> <li>117.19</li> <li>117.20</li> <li>117.21</li> <li>117.22</li> <li>117.23</li> <li>117.24</li> <li>117.25</li> </ul>	of the house of representatives and the senate having jurisdiction over community development that details awards given through the CanRenew program and the use of grant money, including any measures of successful community impact from the grants. Sec. 65. [342.72] SUBSTANCE USE TREATMENT, RECOVERY, AND PREVENTION GRANTS. Subdivision 1. Account established; appropriation. A substance use treatment, recovery, and prevention grant account is created in the special revenue fund. Money in the account, including interest earned, is appropriated to the office for the purposes specified in this
<ul> <li>117.18</li> <li>117.19</li> <li>117.20</li> <li>117.21</li> <li>117.22</li> <li>117.23</li> <li>117.24</li> <li>117.25</li> <li>117.26</li> </ul>	of the house of representatives and the senate having jurisdiction over community         development that details awards given through the CanRenew program and the use of grant         money, including any measures of successful community impact from the grants.         Sec. 65. [342.72] SUBSTANCE USE TREATMENT, RECOVERY, AND         PREVENTION GRANTS.         Subdivision 1. Account established; appropriation. A substance use treatment, recovery, and prevention grant account is created in the special revenue fund. Money in the account, including interest earned, is appropriated to the office for the purposes specified in this section.
<ul> <li>117.18</li> <li>117.19</li> <li>117.20</li> <li>117.21</li> <li>117.22</li> <li>117.23</li> <li>117.24</li> <li>117.25</li> <li>117.26</li> <li>117.27</li> </ul>	of the house of representatives and the senate having jurisdiction over community         development that details awards given through the CanRenew program and the use of grant         money, including any measures of successful community impact from the grants.         Sec. 65. [342.72] SUBSTANCE USE TREATMENT, RECOVERY, AND         PREVENTION GRANTS.         Subdivision 1. Account established; appropriation. A substance use treatment, recovery, and prevention grant account is created in the special revenue fund. Money in the account, including interest earned, is appropriated to the office for the purposes specified in this section.         Subd. 2. Acceptance of gifts and grants. Notwithstanding sections 16A.013 to 16A.016,
<ul> <li>117.18</li> <li>117.19</li> <li>117.20</li> <li>117.21</li> <li>117.22</li> <li>117.23</li> <li>117.24</li> <li>117.25</li> <li>117.26</li> <li>117.27</li> <li>117.28</li> </ul>	of the house of representatives and the senate having jurisdiction over community         development that details awards given through the CanRenew program and the use of grant         money, including any measures of successful community impact from the grants.         Sec. 65. [342.72] SUBSTANCE USE TREATMENT, RECOVERY, AND         PREVENTION GRANTS.         Subdivision 1. Account established; appropriation. A substance use treatment, recovery, and prevention grant account is created in the special revenue fund. Money in the account, including interest earned, is appropriated to the office for the purposes specified in this section.         Subd. 2. Acceptance of gifts and grants. Notwithstanding sections 16A.013 to 16A.016, the office may accept money contributed by individuals and may apply for grants from

HF100 SEVENTH ENGROSSMENT

- Subd. 3. Disposition of money; grants. (a) Money in the substance use treatment, 118.1 118.2 recovery, and prevention grant account must be distributed as follows: 118.3 (1) 75 percent of the money is for grants for recovery programs and substance use disorder treatment, as defined in section 245G.01, subdivision 24, and may be used for 118.4 118.5 substance use disorder treatment provider rate increases and programs to provide education and training to providers of substance use disorder treatment on the signs of substance use 118.6 disorder and effective treatments for substance use disorder. The office shall consult with 118.7 118.8 the commissioner of human services to determine appropriate provider rate increases or modifications to existing payment methodologies; 118.9 118.10 (2) 20 percent of the money is for grants for substance use disorder prevention; and (3) five percent of the money is for grants to educate pregnant women, breastfeeding 118.11 women, and women who may become pregnant on the adverse health effects of substance 118.12 118.13 use. 118.14 (b) The office shall consult with the commissioner of human services, the commissioner of health, and the Substance Use Disorder Advisory Council to develop an appropriate 118.15 118.16 application process, establish grant requirements, determine what organizations are eligible to receive grants, and establish reporting requirements for grant recipients. 118.17 118.18 Subd. 4. Reports to the legislature. By January 15, 2024, and each January 15 thereafter, the office must submit a report to the chairs and ranking minority members of the committees 118.19 of the house of representatives and the senate having jurisdiction over health and human 118.20 services policy and finance that details grants awarded from the substance use treatment, 118.21 recovery, and prevention grant account, including the total amount awarded, total number 118.22 of recipients, and geographic distribution of those recipients. 118.23 Sec. 66. [342.73] CANNABIS GROWER GRANTS. 118.24 Subdivision 1. Establishment. The office, in consultation with the commissioner of 118.25 agriculture, shall establish CanGrow, a program to award grants to (1) eligible organizations 118.26 118.27 to help farmers navigate the regulatory structure of the legal cannabis industry, and (2) nonprofit corporations to fund loans to farmers for expansion into the legal cannabis industry. 118.28 118.29 Subd. 2. Definitions. (a) For the purposes of this section, the following terms have the 118.30 meanings given. (b) "Eligible organization" means any organization capable of helping farmers navigate 118.31
- 118.32 the regulatory structure of the legal cannabis industry, particularly individuals facing barriers
- 118.33 to education or employment, and may include educational institutions, nonprofit

organizations, private businesses, community groups, units of local government, or 119.1 partnerships between different types of organizations. 119.2 119.3 (c) "Industry" means the legal cannabis industry in the state of Minnesota. 119.4 (d) "Program" means the CanGrow grant program. 119.5 (e) "Social equity applicant" means a person who meets the qualification requirements in section 342.16. 119.6 119.7 Subd. 3. Technical assistance grants. (a) Grant money awarded to eligible organizations may be used for both developing technical assistance resources relevant to the regulatory 119.8 structure of the legal cannabis industry and for providing such technical assistance or 119.9 navigation services to farmers. 119.10 (b) The office must award grants to eligible organizations through a competitive grant 119.11 process. 119.12 (c) To receive grant money, an eligible organization must submit a written application 119.13 to the office, using a form developed by the office, explaining the organization's ability to 119.14 assist farmers in navigating the regulatory structure of the legal cannabis industry, particularly 119.15 farmers facing barriers to education or employment. 119.16 119.17 (d) An eligible organization's grant application must also include: (1) a description of the proposed technical assistance or navigation services, including 119.18 the types of farmers targeted for assistance; 119.19 (2) any evidence of the organization's past success in providing technical assistance or 119.20 navigation services to farmers, particularly farmers who live in areas where long-term 119.21 residents are eligible to be social equity applicants; 119.22 119.23 (3) an estimate of the cost of providing the technical assistance; (4) the sources and amounts of any nonstate funds or in-kind contributions that will 119.24 supplement grant money, including any amounts that farmers will be charged to receive 119.25 assistance; and 119.26 (5) any additional information requested by the office. 119.27 (e) In awarding grants under this subdivision, the office shall give weight to applications 119.28 from organizations that demonstrate a history of successful technical assistance or navigation 119.29 services, particularly for farmers facing barriers to education or employment. The office 119.30 shall also give weight to applications where the proposed technical assistance will serve 119.31

120.1	areas where long-term residents are eligible to be social equity applicants. The office shall
120.2	fund technical assistance to farmers throughout the state.
120.3	Subd. 4. Loan financing grants. (a) The office shall establish a revolving loan account
120.4	to make loan financing grants under the CanGrow program.
120.5	(b) The office must award grants to nonprofit corporations through a competitive grant
120.6	process. When selecting grant recipients under this subdivision, the office must utilize the
120.7	expertise of an employee of the office who is experienced in agricultural business
120.8	development.
120.9	(c) To receive grant money, a nonprofit corporation must submit a written application
120.10	to the office using a form developed by the office.
120.11	(d) In awarding grants under this subdivision, the office shall give weight to whether
120.12	the nonprofit corporation:
120.13	(1) has a board of directors that includes individuals experienced in agricultural business
120.14	development;
120.15	(2) has the technical skills to analyze projects;
120.16	(3) is familiar with other available public and private funding sources and economic
120.17	development programs;
120.18	(4) can initiate and implement economic development projects;
120.19	(5) can establish and administer a revolving loan account; and
120.20	(6) has established relationships with communities where long-term residents are eligible
120.21	to be social equity applicants.
120.22	The office shall make grants that will help farmers enter the legal cannabis industry
120.23	throughout the state.
120.24	(e) A nonprofit corporation that receives grants under the program must:
120.25	(1) establish an office-certified revolving loan account for the purpose of making eligible
120.26	loans; and
120.27	(2) enter into an agreement with the office that the office shall fund loans that the
120.28	nonprofit corporation makes to farmers entering the legal cannabis industry. The office shall
120.29	review existing agreements with nonprofit corporations every five years and may renew or
120.30	terminate an agreement based on that review. In making this review, the office shall consider,
120.31	among other criteria, the criteria in paragraph (d).

121.1	Subd. 5. Loans to farmers. (a) The criteria in this subdivision apply to loans made by
121.2	nonprofit corporations under the program.
121.3	(b) A loan must be used to support a farmer in entering the legal cannabis industry.
121.4	Priority must be given to loans to businesses owned by farmers who are eligible to be social
121.5	equity applicants and businesses located in communities where long-term residents are
121.6	eligible to be social equity applicants.
121.7	(c) Loans must be made to businesses that are not likely to undertake the project for
121.8	which loans are sought without assistance from the program.
121.9	(d) The minimum state contribution to a loan is \$2,500 and the maximum is either:
121.10	<u>(1) \$50,000; or</u>
121.11	(2) \$150,000, if state contributions are matched by an equal or greater amount of new
121.12	private investment.
121.13	(e) Loan applications given preliminary approval by the nonprofit corporation must be
121.14	forwarded to the office for approval. The office must give final approval for each loan made
121.15	by the nonprofit corporation under the program.
121.16	(f) If the borrower has met lender criteria, including being current with all payments for
121.17	a minimum of three years, the office may approve either full or partial forgiveness of interest
121.18	or principal amounts.
121.19	Subd. 6. Revolving loan account administration. (a) The office shall establish a
121.20	minimum interest rate for loans or guarantees to ensure that necessary loan administration
121.21	costs are covered. The interest rate charged by a nonprofit corporation for a loan under this
121.22	section must not exceed the Wall Street Journal prime rate. For a loan under this section,
121.23	the nonprofit corporation may charge a loan origination fee equal to or less than one percent
121.24	of the loan value. The nonprofit corporation may retain the amount of the origination fee.
121.25	(b) Loan repayment of principal must be paid to the office for deposit in the revolving
121.26	loan account. Loan interest payments must be deposited in a revolving loan account created
121.27	by the nonprofit corporation originating the loan being repaid for further distribution or use,
121.28	consistent with the criteria of this section.
121.29	(c) Administrative expenses of the nonprofit corporations with whom the office enters
121.30	into agreements, including expenses incurred by a nonprofit corporation in providing
121.31	financial, technical, managerial, and marketing assistance to a business receiving a loan
121.32	under this section, are eligible program expenses that the office may agree to pay under the
121.33	grant agreement.

122.1	Subd. 7. Program outreach. The office shall make extensive efforts to publicize these
122.2	grants, including through partnerships with community organizations, particularly those
122.3	located in areas where long-term residents are eligible to be social equity applicants.
122.4	Subd. 8. Reporting requirements. (a) A nonprofit corporation that receives a grant
122.5	under subdivision 4 shall:
122.6	(1) submit an annual report to the office by January 15 of each year that the nonprofit
122.7	corporation participates in the program that includes a description of agricultural businesses
122.8	supported by the grant program, an account of loans made during the calendar year, the
122.9	program's impact on farmers' ability to expand into the legal cannabis industry, the source
122.10	and amount of money collected and distributed by the program, the program's assets and
122.11	liabilities, and an explanation of administrative expenses; and
122.12	(2) provide for an independent annual audit to be performed in accordance with generally
122.13	accepted accounting practices and auditing standards and submit a copy of each annual
122.14	audit report to the office.
122.15	(b) By February 15, 2024, and each February 15 thereafter, the office must submit a
122.16	report to the chairs and ranking minority members of the committees of the house of
122.17	representatives and the senate having jurisdiction over agriculture that details awards given
122.18	through the CanGrow program and the use of grant money, including any measures of
122.19	success toward helping farmers enter the legal cannabis industry.
122.20	Sec. 67. [342.79] SUBSTANCE USE DISORDER ADVISORY COUNCIL.
122.21	Subdivision 1. Establishment. The Substance Use Disorder Advisory Council is
122.22	established to develop and implement a comprehensive and effective statewide approach
122.23	to substance use disorder prevention and treatment. The council shall:
122.24	(1) establish priorities to address public education and substance use disorder prevention
122.25	and treatment needs;
122.26	(2) make recommendations to the legislature on the amount of money to be allocated
122.27	for substance use disorder prevention and treatment initiatives;
122.28	(3) make recommendations to the commissioner of human services on grant and funding
122.29	options for money appropriated from the general fund to the commissioner of human services
122.30	for substance use disorder prevention and treatment;
122.31	(4) recommend to the commissioner of human services specific programs, projects, and
122.32	initiatives to be funded; and

123.1	(5) consult with the commissioners of human services, health, and management and
123.2	budget to develop measurable outcomes to determine the effectiveness of programs, projects,
123.3	and initiatives funded.
123.4	Subd. 2. Membership. (a) The council shall consist of the following members, appointed
123.5	by the commissioner of human services, except as otherwise specified:
123.6	(1) two members of the house of representatives, one from the majority party appointed
123.7	by the speaker and one from the minority party appointed by the minority leader of the
123.8	house of representatives;
123.9	(2) two members of the senate, one from the majority party appointed by the senate
123.10	majority leader and one from the minority party appointed by the senate minority leader;
123.11	(3) the commissioner of human services or a designee;
123.12	(4) the director of the Office of Cannabis Management or a designee;
123.13	(5) two members representing substance use disorder treatment programs licensed under
123.14	chapter 245G;
123.15	(6) one public member who is a Minnesota resident and in recovery from a substance
123.16	use disorder;
123.17	(7) one public member who is a family member of a person with a substance use disorder;
123.18	(8) one member who is a physician with experience in substance use disorders;
123.19	(9) one member who is a licensed psychologist, licensed professional clinical counselor,
123.20	licensed marriage and family therapist, or licensed social worker;
123.21	(10) one member of each federally recognized Tribal Nation within the geographical
123.22	boundaries of the state of Minnesota;
123.23	(11) one mental health advocate representing persons with mental illness;
123.24	(12) one member representing county social services agencies;
123.25	(13) one patient advocate;
123.26	(14) a representative from a community that experienced a disproportionate, negative
123.27	impact from cannabis prohibition;
123.28	(15) one veteran; and
123.29	(16) one parent of a medical cannabis patient who is under age 21.

- 124.1 (b) The commissioner of human services shall coordinate appointments to ensure the
- 124.2 geographic diversity of council members and shall ensure that at least one-third of council
- 124.3 members reside outside of the seven-county metropolitan area.
- 124.4 (c) The council is governed by section 15.059, except that members of the council shall
- 124.5 receive no compensation other than reimbursement for expenses. Notwithstanding section
- 124.6 <u>15.059</u>, subdivision 6, the council shall not expire.
- 124.7 (d) The chair shall convene the council on a quarterly basis and may convene other
- 124.8 meetings as necessary. The chair shall convene meetings at different locations in the state
- 124.9 to provide geographic access to members of the public.
- 124.10 (e) The commissioner of human services shall provide staff and administrative services
- 124.11 for the advisory council.
- 124.12 (f) The council is subject to chapter 13D.
- 124.13 Subd. 3. Report and grants. (a) The commissioner of human services shall submit a
- 124.14 report of the grants and funding recommended by the advisory council to be awarded for
- 124.15 the upcoming fiscal year to the chairs and ranking minority members of the legislative
- 124.16 committees with jurisdiction over health and human services policy and finance by March
- 124.17 <u>1 of each year, beginning March 1, 2024.</u>
- 124.18 (b) When awarding grants, the commissioner of human services shall consider the
- 124.19 programs, projects, and initiatives recommended by the council that address the priorities
- 124.20 established by the council, unless otherwise appropriated by the legislature.

#### 124.21 Sec. 68. [342.80] LAWFUL ACTIVITIES.

- 124.22 (a) Notwithstanding any law to the contrary, the cultivation, manufacturing, possessing,
- 124.23 and selling of cannabis flower, cannabinoid products, artificially derived cannabinoids, and
- 124.24 hemp-derived consumer products by a licensed cannabis business in conformity with the
- 124.25 rights granted by a cannabis business license is lawful and may not be the grounds for the
- 124.26 seizure or forfeiture of property, arrest or prosecution, or search or inspections except as
- 124.27 provided by this chapter.
- 124.28 (b) A person acting as an agent of a licensed cannabis retailer or licensed cannabis
- 124.29 microbusiness who sells or otherwise transfers cannabis flower, cannabinoid products, or
- 124.30 hemp-derived consumer products to a person under 21 years of age is not subject to arrest,
- 124.31 prosecution, or forfeiture of property if the person complied with section 342.27, subdivision
- 124.32 3, and any rules promulgated pursuant to this chapter.

#### 125.1 Sec. 69. [342.81] CIVIL ACTIONS.

- 125.2 Subdivision 1. **Right of action.** A spouse, child, parent, guardian, employer, or other
- 125.3 person injured in person, property, or means of support or who incurs other pecuniary loss
- 125.4 by an intoxicated person or by the intoxication of another person, has a right of action in
- 125.5 the person's own name for all damages sustained against a person who caused the intoxication
- 125.6 of that person by illegally selling cannabis flower or cannabinoid products. All damages
- 125.7 recovered by a minor under this section must be paid either to the minor or to the minor's
- 125.8 parent, guardian, or next friend as the court directs.
- 125.9 Subd. 2. Actions. All suits for damages under this section must be by civil action in a
  125.10 court of this state having jurisdiction.
- 125.11 Subd. 3. Comparative negligence. Actions under this section are governed by section
  125.12 604.01.
- 125.13 Subd. 4. **Defense.** It is a defense for the defendant to prove by a preponderance of the
- 125.14 evidence that the defendant reasonably and in good faith relied upon representations of
- 125.15 proof of age in selling, bartering, furnishing, or giving the cannabis or cannabis product.
- 125.16 Subd. 5. Subrogation claims denied. There shall be no recovery by any insurance
- 125.17 company against any cannabis retailer or cannabis microbusiness under subrogation clauses
- 125.18 of the uninsured, underinsured, collision, or other first-party coverages of a motor vehicle
- 125.19 insurance policy as a result of payments made by the company to persons who have claims
- 125.20 that arise in whole or in part under this section. Section 65B.53, subdivision 3, does not
- 125.21 apply to actions under this section.
- 125.22 Subd. 6. **Common law claims.** Nothing in this chapter precludes common law tort claims
- against any person 21 years old or older who knowingly provides or furnishes cannabis
- 125.24 <u>flower or cannabinoid products to a person under the age of 21 years.</u>

#### 125.25 Sec. 70. SUBSTANCE USE DISORDER ADVISORY COUNCIL FIRST MEETING.

- 125.26 The commissioner of human services shall convene the first meeting of the Substance
- 125.27 Use Disorder Advisory Council established under Minnesota Statutes, section 342.79, no
- 125.28 later than October 1, 2023. The members shall elect a chair at the first meeting.
- 125.29 Sec. 71. **EFFECTIVE DATE.**
- 125.30 Except as otherwise provided, each section of this article is effective July 1, 2023.

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126.2

# ARTICLE 2 TAXES

Section 1. Minnesota Statutes 2022, section 273.13, subdivision 24, is amended to read:
Subd. 24. Class 3. Commercial and industrial property and utility real and personal
property is class 3a.

126.6 (1) Except as otherwise provided, each parcel of commercial, industrial, or utility real property has a classification rate of 1.5 percent of the first tier of market value, and 2.0 126.7 percent of the remaining market value. In the case of contiguous parcels of property owned 126.8 by the same person or entity, only the value equal to the first-tier value of the contiguous 126.9 parcels qualifies for the reduced classification rate, except that contiguous parcels owned 126.10 by the same person or entity shall be eligible for the first-tier value classification rate on 126.11 each separate business operated by the owner of the property, provided the business is 126.12 housed in a separate structure. For the purposes of this subdivision, the first tier means the 126.13 first \$150,000 of market value. Real property owned in fee by a utility for transmission line 126.14 right-of-way shall be classified at the classification rate for the higher tier. 126.15

For purposes of this subdivision, parcels are considered to be contiguous even if they are separated from each other by a road, street, waterway, or other similar intervening type of property. Connections between parcels that consist of power lines or pipelines do not cause the parcels to be contiguous. Property owners who have contiguous parcels of property that constitute separate businesses that may qualify for the first-tier classification rate shall notify the assessor by July 1, for treatment beginning in the following taxes payable year.

(2) All personal property that is: (i) part of an electric generation, transmission, or
distribution system; or (ii) part of a pipeline system transporting or distributing water, gas,
crude oil, or petroleum products; and (iii) not described in clause (3), and all railroad
operating property has a classification rate as provided under clause (1) for the first tier of
market value and the remaining market value. In the case of multiple parcels in one county
that are owned by one person or entity, only one first tier amount is eligible for the reduced
rate.

(3) The entire market value of personal property that is: (i) tools, implements, and
machinery of an electric generation, transmission, or distribution system; (ii) tools,
implements, and machinery of a pipeline system transporting or distributing water, gas,
crude oil, or petroleum products; or (iii) the mains and pipes used in the distribution of
steam or hot or chilled water for heating or cooling buildings, has a classification rate as
provided under clause (1) for the remaining market value in excess of the first tier.

127.1 (4) Property used for raising, cultivating, processing, or storing cannabis plants, cannabis

127.2 <u>flower, or cannabinoid products for sale has a classification rate as provided under clause</u>

127.3 (1) for the first tier of market value and the remaining market value. As used in this

127.4 paragraph, "cannabis plant" has the meaning given in section 342.01, subdivision 19;

<sup>127.5</sup> "cannabis flower" has the meaning given in section 342.01, subdivision 16; "cannabinoid

127.6 product" has the meaning given in section 342.01, subdivision 12; and "lower potency edible

127.7 product" has the meaning given in section 342.01, subdivision 45.

127.8 EFFECTIVE DATE. This section is effective beginning with property taxes payable
127.9 in 2024 and thereafter.

127.10 Sec. 2. Minnesota Statutes 2022, section 275.025, subdivision 2, is amended to read:

127.11 Subd. 2. Commercial-industrial tax capacity. For the purposes of this section,

127.12 "commercial-industrial tax capacity" means the tax capacity of all taxable property classified127.13 as class 3 or class 5(1) under section 273.13, excluding:

(1) the tax capacity attributable to the first \$150,000 of market value of each parcel of
commercial-industrial property as defined under section 273.13, subdivision 24, clauses (1)
and, (2), and (4);

127.17 (2) electric generation attached machinery under class 3; and

127.18 (3) property described in section 473.625.

County commercial-industrial tax capacity amounts are not adjusted for the captured 127.19 net tax capacity of a tax increment financing district under section 469.177, subdivision 2, 127.20 the net tax capacity of transmission lines deducted from a local government's total net tax 127.21 capacity under section 273.425, or fiscal disparities contribution and distribution net tax 127.22 capacities under chapter 276A or 473F. For purposes of this subdivision, the procedures 127.23 for determining eligibility for tier 1 under section 273.13, subdivision 24, clauses (1) and 127.24 (2), shall apply in determining the portion of a property eligible to be considered within the 127.25 first \$150,000 of market value. 127.26

# 127.27 EFFECTIVE DATE. This section is effective beginning with property taxes payable 127.28 in 2024 and thereafter.

#### 127.29 Sec. 3. [289A.33] FILING REQUIREMENTS AND DUE DATES; SPECIAL RULES.

127.30 A cannabis business as defined by section 342.01, subdivision 14, required to collect

127.31 and remit the taxes imposed under section 295.81 or chapters 290 and 297A is not subject

127.32 to the electronic remittance requirements imposed by this chapter. A cannabis business must

128.1	file returns and remit taxes lawfully due in the form and manner prescribed by the
128.2	commissioner of revenue.
128.3	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
128.4	Sec. 4. Minnesota Statutes 2022, section 290.0132, subdivision 29, is amended to read:
128.5	Subd. 29. Disallowed section 280E expenses; medical cannabis manufacturers
128.6	licensees. The amount of expenses of a medical cannabis manufacturer business, as defined
128.7	under section 152.22, subdivision 7 342.01, subdivision 48, related to the business of medical
128.8	cannabis under sections 152.21 to 152.37 342.42 to 342.56, or a license holder under chapter
128.9	342, related to the business of nonmedical cannabis under that chapter, and not allowed for
128.10	federal income tax purposes under section 280E of the Internal Revenue Code is a subtraction.
128.11	EFFECTIVE DATE. This section is effective for taxable years beginning after December
128.12	<u>31, 2022.</u>
128.13	Sec. 5. Minnesota Statutes 2022, section 290.0134, subdivision 19, is amended to read:
128.14	Subd. 19. Disallowed section 280E expenses; medical cannabis manufacturers
128.15	licensees. The amount of expenses of a medical cannabis manufacturer business, as defined
128.16	under section <del>152.22, subdivision 7</del> <u>342.01, subdivision 48</u> , related to the business of medical
128.17	cannabis under sections 152.21 to 152.37 342.42 to 342.56, or a license holder under chapter
128.18	342, related to the business of nonmedical cannabis under that chapter, and not allowed for
128.19	federal income tax purposes under section 280E of the Internal Revenue Code is a subtraction.
128.20	EFFECTIVE DATE. This section is effective for taxable years beginning after December
128.21	<u>31, 2022.</u>
128.22	Sec. 6. [295.81] ADULT-USE CANNABIS FLOWER AND ADULT-USE
128.23	CANNABINOID PRODUCTS GROSS RECEIPTS TAX.
128.24	Subdivision 1. Definitions. (a) For purposes of this section, the following terms have
128.25	the meanings given.
128.26	(b) "Adult-use cannabis flower" has the meaning given in section 342.01, subdivision
128.27	<u>4.</u>
128.28	(c) "Adult-use cannabinoid product" has the meaning given in section 342.01, subdivision
128.29	2, and includes adult-use cannabis concentrate as defined in section 342.01, subdivision 3.
128.30	(d) "Adult-use cannabis solution product" means any cartridge, bottle, or other package
128.31	that contains adult-use cannabis flower or an adult-use cannabinoid product in a solution

that is consumed or meant to be consumed through the use of a heating element, power 129.1 source, electronic circuit, or other electronic, chemical, or mechanical means that produces 129.2 129.3 vapor or aerosol. An adult-use cannabis solution product includes any electronic adult-use cannabis concentrate delivery system, electronic vaping device, electronic vape pen, 129.4 electronic oral device, electronic delivery device, or similar product or device, and any 129.5 batteries, heating elements, or other components, parts, or accessories sold with and meant 129.6 to be used in the consumption of a solution containing adult-use cannabis or an adult-use 129.7 129.8 cannabis product. (e) "Cannabis microbusiness" means a cannabis business licensed under section 342.34. 129.9 129.10 (f) "Cannabis retailer" means a retailer that sells adult-use cannabis flower, adult-use cannabinoid products, adult-use cannabis solution products, or lower potency edible products. 129.11 Cannabis retailer includes a: 129.12 (1) retailer maintaining a place of business in this state; 129.13 (2) marketplace provider maintaining a place of business in this state, as defined in 129.14 section 297A.66, subdivision 1, paragraph (a); 129.15 129.16 (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 129.17 section 297A.66, subdivision 1, paragraph (b). 129.18 (g) "Commissioner" means the commissioner of revenue. 129.19 (h) "Gross receipts" means the total amount received, in money or by barter or exchange, 129.20 for all adult-use cannabis flower, adult-use cannabinoid products, adult-use cannabis solution 129.21 products, or lower potency edible product sales at retail as measured by the sales price. 129.22 Gross receipts include but are not limited to delivery charges and packaging costs. Gross 129.23 receipts do not include: 129.24 129.25 (1) any taxes imposed directly on the customer that are separately stated on the invoice, bill of sale, or similar document given to the purchaser; and 129.26 (2) discounts, including cash, terms, or coupons, that are not reimbursed by a third party 129.27 and that are allowed by the seller and taken by a purchaser on a sale. 129.28

(i) "lower potency edible product" has the meaning given in section 342.01, subdivision
45.

(j) "On-site sale" means the sale of adult-use cannabis or adult-use cannabinoid products 130.1 for consumption on the premises of a cannabis microbusiness or the sale of lower potency 130.2 130.3 edible products for consumption on the premises of a lower potency edible product retailer. (k) "Retail sale" has the meaning given in section 297A.61, subdivision 4. 130.4 130.5 Subd. 2. Gross receipts tax imposed. (a) A tax equal to eight percent of gross receipts from retail and on-site sales in Minnesota of adult-use cannabis flower, adult-use cannabinoid 130.6 products, adult-use cannabis solution products, and lower potency edible products is imposed 130.7 on any cannabis retailer, cannabis microbusiness, or lower potency edible product retailer 130.8 that sells these products to customers. A cannabis retailer, cannabis microbusiness, or lower 130.9 potency edible product retailer may but is not required to collect the tax imposed by this 130.10 section from the purchaser as long as the tax is separately stated on the receipt, invoice, bill 130.11 130.12 of sale, or similar document given to the purchaser. (b) If a product subject to the tax imposed by this section is bundled in a single transaction 130.13 with a product or service that is not subject to the tax imposed by this section, the entire 130.14 130.15 sales price of the transaction is subject to the tax imposed by this section. (c) The tax imposed under this section is in addition to any other tax imposed on the 130.16 sale or use of adult-use cannabis flower, adult-use cannabinoid products, adult-use cannabis 130.17 solution products, and lower potency edible products. 130.18 130.19 Subd. 3. Use tax imposed; credit for taxes paid. (a) A person that receives adult-use cannabis flower, adult-use cannabinoid products, adult-use cannabis solution products, or 130.20 lower potency edible products for use or storage in Minnesota, other than from a cannabis 130.21 retailer, cannabis microbusiness, or lower potency edible product retailer that paid the tax 130.22 under subdivision 2, is subject to tax at the rate imposed under subdivision 2. Liability for 130.23 the tax is incurred when the person has possession of the adult-use cannabis flower, adult-use 130.24 cannabinoid product, or lower potency edible product in Minnesota. The tax must be remitted 130.25 to the commissioner in the same manner prescribed for taxes imposed under chapter 297A. 130.26 (b) A person that has paid taxes to another state or any subdivision thereof on the same 130.27 transaction and is subject to tax under this section is entitled to a credit for the tax legally 130.28 due and paid to another state or subdivision thereof to the extent of the lesser of (1) the tax 130.29 actually paid to the other state or subdivision thereof, or (2) the amount of tax imposed by 130.30 Minnesota on the transaction subject to tax in the other state or subdivision thereof. 130.31 130.32 Subd. 4. Exemptions. (a) The use tax imposed under subdivision 2, paragraph (b), does not apply to the possession, use, or storage of adult-use cannabis flower, adult-use 130.33 cannabinoid products, adult-use cannabis solution products, or lower potency edible products 130.34

if (1) the adult-use cannabis flower, adult-use cannabinoid products, adult-use cannabis 131.1 solution products, or lower potency edible products have an aggregate cost in any calendar 131.2 131.3 month to the customer of \$100 or less, and (2) the adult-use cannabis flower, adult-use cannabinoid products, adult-use cannabis solution products, or lower potency edible products 131.4 were carried into this state by the customer. 131.5 131.6 (b) The tax imposed under this section does not apply to sales of medical cannabis flower and medical cannabinoid products purchased by or for the patients enrolled in the registry 131.7 program. 131.8 (c) Unless otherwise specified in this section, the exemptions applicable to taxes imposed 131.9 131.10 under chapter 297A are not applicable to the taxes imposed under this section. Subd. 5. Tax collection required. A cannabis retailer, cannabis microbusiness, or lower 131.11 potency edible retailer with nexus in Minnesota, who is not subject to tax under subdivision 131.12 2, is required to collect the tax imposed under subdivision 3 from the purchaser of the 131.13 adult-use cannabis flower, adult-use cannabinoid product, adult-use cannabis solution 131.14 product, or lower potency edible product and give the purchaser a receipt for the tax paid. 131.15 The tax collected must be remitted to the commissioner in the same manner prescribed for 131.16 the taxes imposed under chapter 207A. 131.17 Subd. 6. Taxes paid to another state or any subdivision thereof; credit. A cannabis 131.18 retailer, cannabis microbusiness, or lower potency edible retailer that has paid taxes to 131.19 another state or any subdivision thereof measured by gross receipts and is subject to tax 131.20 under this section on the same gross receipts is entitled to a credit for the tax legally due 131.21 and paid to another state or any subdivision thereof to the extent of the lesser of (1) the tax 131.22 actually paid to the other state or any subdivision thereof, or (2) the amount of tax imposed 131.23 by Minnesota on the gross receipts subject to tax in the other taxing state or any subdivision 131.24 thereof. 131.25 Subd. 7. Sourcing of sales. Section 297A.668 applies to the taxes imposed by this 131.26 131.27 section. 131.28 Subd. 8. Administration. Unless specifically provided otherwise, the audit, assessment, refund, penalty, interest, enforcement, collection remedies, appeal, and administrative 131.29 provisions of chapters 270C and 289A that are applicable to taxes imposed under chapter 131.30 297A, except the requirement to file returns and remit taxes due electronically, apply to the 131.31 tax imposed under this section. 131.32 Subd. 9. Returns; payment of tax. (a) A cannabis retailer, cannabis microbusiness, or 131.33 lower potency edible product retailer must report the tax on a return prescribed by the 131.34

commissioner and must remit the tax in a form and manner prescribed by the commissioner. 132.1 The return and the tax must be filed and paid using the filing cycle and due dates provided 132.2 132.3 for taxes imposed under section 289A.20, subdivision 4, and chapter 297A. (b) Interest must be paid on an overpayment refunded or credited to the taxpayer from 132.4 the date of payment of the tax until the date the refund is paid or credited. For purposes of 132.5 this subdivision, the date of payment is the due date of the return or the date of actual 132.6 payment of the tax, whichever is later. 132.7 Subd. 10. Deposit of revenues. The commissioner must deposit all revenues, including 132.8 penalties and interest, derived from the tax imposed by this section in the general fund. 132.9 Subd. 11. Personal debt. The tax imposed by this section, and interest and penalties 132.10 imposed with respect to it, are a personal debt of the person required to file a return from 132.11 the time that the liability for it arises, irrespective of when the time for payment of the 132.12 liability occurs. The debt must, in the case of the executor or administrator of the estate of 132.13 132.14 a decedent and in the case of a fiduciary, be that of the person in the person's official or fiduciary capacity only, unless the person has voluntarily distributed the assets held in that 132.15 capacity without reserving sufficient assets to pay the tax, interest, and penalties, in which 132.16 event the person is personally liable for any deficiency. 132.17

132.18 EFFECTIVE DATE. This section is effective for gross receipts received after December
 132.19 31, 2023.

132.20 Sec. 7. Minnesota Statutes 2022, section 297A.61, subdivision 3, is amended to read:

Subd. 3. Sale and purchase. (a) "Sale" and "purchase" include, but are not limited to, 132.21 each of the transactions listed in this subdivision. In applying the provisions of this chapter, 132.22 the terms "tangible personal property" and "retail sale" include the taxable services listed 132.23 in paragraph (g), clause (6), items (i) to (vi) and (viii), and the provision of these taxable 132.24 services, unless specifically provided otherwise. Services performed by an employee for 132.25 an employer are not taxable. Services performed by a partnership or association for another 132.26 partnership or association are not taxable if one of the entities owns or controls more than 132.27 80 percent of the voting power of the equity interest in the other entity. Services performed 132.28 between members of an affiliated group of corporations are not taxable. For purposes of 132.29 the preceding sentence, "affiliated group of corporations" means those entities that would 132.30 be classified as members of an affiliated group as defined under United States Code, title 132.31 26, section 1504, disregarding the exclusions in section 1504(b). 132.32

132.33 (b) Sale and purchase include:

(1) any transfer of title or possession, or both, of tangible personal property, whether 133.1 absolutely or conditionally, for a consideration in money or by exchange or barter; and 133.2

(2) the leasing of or the granting of a license to use or consume, for a consideration in 133.3 money or by exchange or barter, tangible personal property, other than a manufactured 133.4 133.5 home used for residential purposes for a continuous period of 30 days or more.

(c) Sale and purchase include the production, fabrication, printing, or processing of 133.6 tangible personal property for a consideration for consumers who furnish either directly or 133.7 indirectly the materials used in the production, fabrication, printing, or processing. 133.8

(d) Sale and purchase include the preparing for a consideration of food. Notwithstanding 133.9 section 297A.67, subdivision 2, taxable food includes, but is not limited to, the following: 133.10

(1) prepared food sold by the retailer; 133.11

(2) soft drinks; 133.12

(3) candy; and 133.13

(4) dietary supplements. 133.14

(e) A sale and a purchase includes the furnishing for a consideration of electricity, gas, 133.15 water, or steam for use or consumption within this state. 133.16

(f) A sale and a purchase includes the transfer for a consideration of prewritten computer 133.17 software whether delivered electronically, by load and leave, or otherwise. 133.18

(g) A sale and a purchase includes the furnishing for a consideration of the following 133.19 services: 133.20

(1) the privilege of admission to places of amusement, recreational areas, or athletic 133.21 events, and the making available of amusement devices, tanning facilities, reducing salons, 133.22 steam baths, health clubs, and spas or athletic facilities; 133.23

(2) lodging and related services by a hotel, rooming house, resort, campground, motel, 133.24 or trailer camp, including furnishing the guest of the facility with access to telecommunication 133.25 services, and the granting of any similar license to use real property in a specific facility, 133.26 other than the renting or leasing of it for a continuous period of 30 days or more under an 133.27 enforceable written agreement that may not be terminated without prior notice and including 133.28 accommodations intermediary services provided in connection with other services provided 133.29

under this clause; 133.30

(3) nonresidential parking services, whether on a contractual, hourly, or other periodic 133.31 basis, except for parking at a meter; 133.32

134.1 (4) the granting of membership in a club, association, or other organization if:

(i) the club, association, or other organization makes available for the use of its members
sports and athletic facilities, without regard to whether a separate charge is assessed for use
of the facilities; and

(ii) use of the sports and athletic facility is not made available to the general public onthe same basis as it is made available to members.

Granting of membership means both onetime initiation fees and periodic membership dues.
Sports and athletic facilities include golf courses; tennis, racquetball, handball, and squash
courts; basketball and volleyball facilities; running tracks; exercise equipment; swimming
pools; and other similar athletic or sports facilities;

(5) delivery of aggregate materials by a third party, excluding delivery of aggregate
material used in road construction; and delivery of concrete block by a third party if the
delivery would be subject to the sales tax if provided by the seller of the concrete block.
For purposes of this clause, "road construction" means construction of:

134.15 (i) public roads;

134.16 (ii) cartways; and

(iii) private roads in townships located outside of the seven-county metropolitan areaup to the point of the emergency response location sign; and

134.19 (6) services as provided in this clause:

(i) laundry and dry cleaning services including cleaning, pressing, repairing, altering,
and storing clothes, linen services and supply, cleaning and blocking hats, and carpet,
drapery, upholstery, and industrial cleaning. Laundry and dry cleaning services do not
include services provided by coin operated facilities operated by the customer;

(ii) motor vehicle washing, waxing, and cleaning services, including services provided
by coin operated facilities operated by the customer, and rustproofing, undercoating, and
towing of motor vehicles;

(iii) building and residential cleaning, maintenance, and disinfecting services and pest
control and exterminating services;

(iv) detective, security, burglar, fire alarm, and armored car services; but not including
services performed within the jurisdiction they serve by off-duty licensed peace officers as
defined in section 626.84, subdivision 1, or services provided by a nonprofit organization
or any organization at the direction of a county for monitoring and electronic surveillance

of persons placed on in-home detention pursuant to court order or under the direction of the
Minnesota Department of Corrections;

135.3 (v) pet grooming services;

(vi) lawn care, fertilizing, mowing, spraying and sprigging services; garden planting
and maintenance; tree, bush, and shrub pruning, bracing, spraying, and surgery; indoor plant
care; tree, bush, shrub, and stump removal, except when performed as part of a land clearing
contract as defined in section 297A.68, subdivision 40; and tree trimming for public utility
lines. Services performed under a construction contract for the installation of shrubbery,
plants, sod, trees, bushes, and similar items are not taxable;

(vii) massages, except when provided by a licensed health care facility or professional
or upon written referral from a licensed health care facility or professional for treatment of
illness, injury, or disease; and

(viii) the furnishing of lodging, board, and care services for animals in kennels and other
similar arrangements, but excluding veterinary and horse boarding services.

(h) A sale and a purchase includes the furnishing for a consideration of tangible personal
property or taxable services by the United States or any of its agencies or instrumentalities,
or the state of Minnesota, its agencies, instrumentalities, or political subdivisions.

(i) A sale and a purchase includes the furnishing for a consideration of

telecommunications services, ancillary services associated with telecommunication services,
and pay television services. Telecommunication services include, but are not limited to, the
following services, as defined in section 297A.669: air-to-ground radiotelephone service,
mobile telecommunication service, postpaid calling service, prepaid calling service, prepaid
wireless calling service, and private communication services. The services in this paragraph

135.24 are taxed to the extent allowed under federal law.

(j) A sale and a purchase includes the furnishing for a consideration of installation if the
installation charges would be subject to the sales tax if the installation were provided by
the seller of the item being installed.

(k) A sale and a purchase includes the rental of a vehicle by a motor vehicle dealer to a
customer when (1) the vehicle is rented by the customer for a consideration, or (2) the motor
vehicle dealer is reimbursed pursuant to a service contract as defined in section 59B.02,
subdivision 11.

(1) A sale and a purchase includes furnishing for a consideration of specified digital
products or other digital products or granting the right for a consideration to use specified

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digital products or other digital products on a temporary or permanent basis and regardless
of whether the purchaser is required to make continued payments for such right. Wherever
the term "tangible personal property" is used in this chapter, other than in subdivisions 10
and 38, the provisions also apply to specified digital products, or other digital products,
unless specifically provided otherwise or the context indicates otherwise.

(m) The sale of the privilege of admission under section 297A.61, subdivision 3, paragraph (g), clause (1), to a place of amusement, recreational area, or athletic event includes all charges included in the privilege of admission's sales price, without deduction for amenities that may be provided, unless the amenities are separately stated and the purchaser of the privilege of admission is entitled to add or decline the amenities, and the amenities are not otherwise taxable.

136.12 (n) A sale and purchase includes the sale and purchase of adult-use cannabis flower,

136.13 adult-use cannabinoid products, adult-use cannabis solution products, and any lower dosage

136.14 edible cannabinoid products. For purposes of this paragraph, "adult-use cannabis" has the

136.15 meaning given in section 342.01, subdivision 3; "adult-use cannabis product" has the meaning

136.16 given in section 342.01, subdivision 5; "adult-use cannabis solution product" has the meaning

136.17 given in section 295.81, subdivision 1, paragraph (d); and "lower potency edible product"

136.18 has the meaning given in section 342.01, subdivision 45.

136.19 EFFECTIVE DATE. This section is effective for sales and purchases made after
 136.20 December 31, 2023.

136.21 Sec. 8. Minnesota Statutes 2022, section 297A.67, subdivision 2, is amended to read:

Subd. 2. Food and food ingredients. Except as otherwise provided in this subdivision, 136.22 food and food ingredients are exempt. For purposes of this subdivision, "food" and "food 136.23 ingredients" mean substances, whether in liquid, concentrated, solid, frozen, dried, or 136.24 136.25 dehydrated form, that are sold for ingestion or chewing by humans and are consumed for their taste or nutritional value. Food and food ingredients exempt under this subdivision do 136.26 not include candy, soft drinks, dietary supplements, and prepared foods. Food and food 136.27 ingredients do not include alcoholic beverages and tobacco. Food and food ingredients do 136.28 not include adult-use cannabis flower, adult-use cannabinoid products, adult-use cannabis 136.29 136.30 solution products, lower potency edible products, medical cannabis flower, and medical cannabinoid products. As used in this paragraph, "adult-use cannabis flower" has the meaning 136.31 given in section 342.01, subdivision 4; "adult-use cannabinoid product" has the meaning 136.32 given in section 342.01, subdivision 2; "adult-use cannabis solution product" has the meaning 136.33 given in section 295.81, subdivision 1, paragraph (d); "lower potency edible product" has 136.34

137.1 the meaning given in section 342.01, subdivision 45; "medical cannabis flower" has the

137.2 meaning given in section 342.01, subdivision 49; and "medical cannabinoid product" has

137.3 the meaning given in section 342.01, subdivision 47. For purposes of this subdivision,

137.4 "alcoholic beverages" means beverages that are suitable for human consumption and contain

137.5 one-half of one percent or more of alcohol by volume. For purposes of this subdivision,

137.6 "tobacco" means cigarettes, cigars, chewing or pipe tobacco, or any other item that contains

137.7 tobacco. For purposes of this subdivision, "dietary supplements" means any product, other

137.8 than tobacco, intended to supplement the diet that:

- 137.9 (1) contains one or more of the following dietary ingredients:
- 137.10 (i) a vitamin;

137.11 (ii) a mineral;

137.12 (iii) an herb or other botanical;

137.13 (iv) an amino acid;

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

(vi) a concentrate, metabolite, constituent, extract, or combination of any ingredient
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

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

# 137.24 EFFECTIVE DATE. This section is effective for sales and purchases made after 137.25 December 31, 2023.

137.26 Sec. 9. Minnesota Statutes 2022, section 297A.67, subdivision 7, is amended to read:

137.27 Subd. 7. Drugs; medical devices. (a) Sales of the following drugs and medical devices
137.28 for human use are exempt:

- 137.29 (1) drugs, including over-the-counter drugs;
- 137.30 (2) single-use finger-pricking devices for the extraction of blood and other single-use

137.31 devices and single-use diagnostic agents used in diagnosing, monitoring, or treating diabetes;

(3) insulin and medical oxygen for human use, regardless of whether prescribed or soldover the counter;

138.3 (4) prosthetic devices;

138.4 (5) durable medical equipment for home use only;

138.5 (6) mobility enhancing equipment;

138.6 (7) prescription corrective eyeglasses; and

138.7 (8) kidney dialysis equipment, including repair and replacement parts.

138.8 (b) Items purchased in transactions covered by:

138.9 (1) Medicare as defined under title XVIII of the Social Security Act, United States Code,

138.10 title 42, section 1395, et seq.; or

138.11 (2) Medicaid as defined under title XIX of the Social Security Act, United States Code,

138.12 title 42, section 1396, et seq.

- 138.13 (c) For purposes of this subdivision:
- 138.14 (1) "Drug" means a compound, substance, or preparation, and any component of a
- 138.15 compound, substance, or preparation, other than food and food ingredients, dietary

138.16 supplements, adult-use cannabis, adult-use cannabinoid products, adult-use cannabis solution

138.17 products, lower potency edible products, or alcoholic beverages that is:

(i) recognized in the official United States Pharmacopoeia, official Homeopathic

Pharmacopoeia of the United States, or official National Formulary, and supplement to anyof them;

(ii) intended for use in the diagnosis, cure, mitigation, treatment, or prevention of disease;or

138.23 (iii) intended to affect the structure or any function of the body.

(2) "Durable medical equipment" means equipment, including repair and replacement
parts, including single-patient use items, but not including mobility enhancing equipment,
that:

138.27 (i) can withstand repeated use;

138.28 (ii) is primarily and customarily used to serve a medical purpose;

(iii) generally is not useful to a person in the absence of illness or injury; and

138.30 (iv) is not worn in or on the body.

For purposes of this clause, "repair and replacement parts" includes all components or attachments used in conjunction with the durable medical equipment, including repair and replacement parts which are for single patient use only.

(3) "Mobility enhancing equipment" means equipment, including repair and replacementparts, but not including durable medical equipment, that:

(i) is primarily and customarily used to provide or increase the ability to move from one
place to another and that is appropriate for use either in a home or a motor vehicle;

139.8 (ii) is not generally used by persons with normal mobility; and

(iii) does not include any motor vehicle or equipment on a motor vehicle normallyprovided by a motor vehicle manufacturer.

(4) "Over-the-counter drug" means a drug that contains a label that identifies the product
as a drug as required by Code of Federal Regulations, title 21, section 201.66. The label
must include a "drug facts" panel or a statement of the active ingredients with a list of those
ingredients contained in the compound, substance, or preparation. Over-the-counter drugs
do not include grooming and hygiene products, regardless of whether they otherwise meet
the definition. "Grooming and hygiene products" are soaps, cleaning solutions, shampoo,
toothpaste, mouthwash, antiperspirants, and suntan lotions and sunscreens.

(5) "Prescribed" and "prescription" means a direction in the form of an order, formula,
or recipe issued in any form of oral, written, electronic, or other means of transmission by
a duly licensed health care professional.

(6) "Prosthetic device" means a replacement, corrective, or supportive device, including
repair and replacement parts, worn on or in the body to:

(i) artificially replace a missing portion of the body;

(ii) prevent or correct physical deformity or malfunction; or

139.25 (iii) support a weak or deformed portion of the body.

139.26 Prosthetic device does not include corrective eyeglasses.

139.27 (7) "Kidney dialysis equipment" means equipment that:

(i) is used to remove waste products that build up in the blood when the kidneys are notable to do so on their own; and

(ii) can withstand repeated use, including multiple use by a single patient, notwithstandingthe provisions of clause (2).

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(8) A transaction is covered by Medicare or Medicaid if any portion of the cost of the 140.1 item purchased in the transaction is paid for or reimbursed by the federal government or 140.2 140.3 the state of Minnesota pursuant to the Medicare or Medicaid program, by a private insurance company administering the Medicare or Medicaid program on behalf of the federal 140.4 government or the state of Minnesota, or by a managed care organization for the benefit of 140.5 a patient enrolled in a prepaid program that furnishes medical services in lieu of conventional 140.6 Medicare or Medicaid coverage pursuant to agreement with the federal government or the 140.7 140.8 state of Minnesota.

(9) For the purposes of this subdivision, "adult-use cannabis flower" has the meaning
given in section 342.01, subdivision 4; "adult-use cannabinoid product" has the meaning
given in section 342.01, subdivision 2; "adult-use cannabis solution product" has the meaning
given in section 295.81, subdivision 1, paragraph (d); and "lower potency edible product"
has the meaning given in section 342.01, subdivision 45.

140.14 EFFECTIVE DATE. This section is effective for sales and purchases made after
140.15 December 31, 2023.

140.16 Sec. 10. Minnesota Statutes 2022, section 297A.70, subdivision 2, is amended 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:

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

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

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

(4) notwithstanding paragraph (d), the sales and purchases by the Metropolitan Council
of vehicles and repair parts to equip operations provided for in section 473.4051 are exempt
through December 31, 2016;

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

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

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

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

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

(3) the leasing of a motor vehicle as defined in section 297B.01, subdivision 11, except
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),
and prepared food, candy, soft drinks, and alcoholic beverages as defined in section 297A.67,

141.16 subdivision  $2_{\overline{2}}$ ; adult-use cannabis flower as defined in section 342.01, subdivision 4;

141.17 adult-use cannabinoid products as defined in section 342.01, subdivision 2; adult-use cannabis

141.18 solution products as defined in section 295.81, subdivision 1; and lower potency edible

141.19 products as defined in section 342.01, subdivision 45, except for lodging, prepared food,

141.20 candy, soft drinks, and alcoholic beverages, adult-use cannabis flower, adult-use cannabinoid

141.21 products, adult-use cannabis solution products, and lower potency edible products purchased

141.22 directly by the United States or its agencies or instrumentalities; or

(5) goods or services purchased by a local government as inputs to a liquor store, gas
or electric utility, solid waste hauling service, solid waste recycling service, landfill, golf
course, marina, campground, cafe, or laundromat.

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

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

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

(2) beginning January 1, 2017, local governments means statutory or home rule charter
 cities, counties, and townships; special districts as defined under section 6.465; any
 instrumentality of a statutory or home rule charter city, county, or township as defined in
 section 471.59; and any joint powers board or organization created under section 471.59.
 <u>EFFECTIVE DATE.</u> This section is effective for sales and purchases made after June

142.6 <u>30, 2023.</u>

142.7 Sec. 11. Minnesota Statutes 2022, section 297A.70, subdivision 18, is amended to read:

Subd. 18. Nursing homes and boarding care homes. (a) All sales, except those listed in paragraph (b), to a nursing home licensed under section 144A.02 or a boarding care home certified as a nursing facility under title 19 of the Social Security Act are exempt if the facility:

(1) is exempt from federal income taxation pursuant to section 501(c)(3) of the InternalRevenue Code; and

(2) is certified to participate in the medical assistance program under title 19 of the Social
Security Act, or certifies to the commissioner that it does not discharge residents due to the
inability to pay.

142.17 (b) This exemption does not apply to the following sales:

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

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

(3) lodging as defined under section 297A.61, subdivision 3, paragraph (g), clause (2),
and prepared food, candy, soft drinks, and alcoholic beverages as defined in section 297A.67,
subdivision 2; adult-use cannabis as defined in section 342.01, subdivision 3; adult-use
cannabinoid products as defined in section 342.01, subdivision 2; adult-use cannabis solution

142.29 products as defined in section 295.81, subdivision 1; and lower potency edible products as

142.30 defined in section 342.01, subdivision 45; and

(4) leasing of a motor vehicle as defined in section 297B.01, subdivision 11, except asprovided in paragraph (c).

(c) This exemption applies to the leasing of a motor vehicle as defined in section 297B.01,
subdivision 11, only if the vehicle is:

(1) a truck, as defined in section 168.002; a bus, as defined in section 168.002; or a
passenger automobile, as defined in section 168.002, if the automobile is designed and used
for carrying more than nine persons including the driver; and

(2) intended to be used primarily to transport tangible personal property or residents ofthe nursing home or boarding care home.

143.8 EFFECTIVE DATE. This section is effective for sales and purchases made after June
143.9 <u>30, 2023.</u>

143.10 Sec. 12. Minnesota Statutes 2022, section 297A.99, is amended by adding a subdivision143.11 to read:

143.12 Subd. 4a. Adult-use cannabis local tax prohibited. A political subdivision of this state

143.13 is prohibited from imposing a tax under this section solely on the sale of adult-use cannabis

143.14 flower, adult-use cannabinoid products, adult-use cannabis solution products, or lower

143.15 potency edible products.

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

143.17 Sec. 13. Minnesota Statutes 2022, section 297D.01, is amended to read:

143.18 **297D.01 DEFINITIONS.** 

Subdivision 1. Marijuana Illegal cannabis. "Marijuana" "Illegal cannabis" means any
marijuana cannabinoid product as defined in section 342.01, subdivision 12; cannabis plant
as defined in section 342.01, subdivision 19; cannabis flower as defined in section 342.01,

143.22 subdivision 16; or artificially derived cannabinoid as defined in section 342.01, subdivision

143.23 6, whether real or counterfeit, as defined in section 152.01, subdivision 9, that is held,

143.24 possessed, transported, transferred, sold, or offered to be sold in violation of chapter 342

143.25 <u>or Minnesota criminal laws</u>.

Subd. 2. Controlled substance. "Controlled substance" means any drug or substance,
whether real or counterfeit, as defined in section 152.01, subdivision 4, that is held, possessed,
transported, transferred, sold, or offered to be sold in violation of Minnesota laws. "Controlled
substance" does not include marijuana illegal cannabis.

Subd. 3. Tax obligor or obligor. "Tax obligor" or "obligor" means a person who in
violation of Minnesota law manufactures, produces, ships, transports, or imports into

144.1 Minnesota or in any manner acquires or possesses more than 42-1/2 grams of marijuana

144.2 <u>illegal cannabis</u>, or seven or more grams of any controlled substance, or ten or more dosage

144.3 units of any controlled substance which is not sold by weight. A quantity of marijuana illegal

144.4 <u>cannabis</u> or other controlled substance is measured by the weight of the substance whether

144.5 pure or impure or dilute, or by dosage units when the substance is not sold by weight, in

144.6 the tax obligor's possession. A quantity of a controlled substance is dilute if it consists of a

144.7 detectable quantity of pure controlled substance and any excipients or fillers.

144.8 Subd. 4. **Commissioner.** "Commissioner" means the commissioner of revenue.

#### 144.9 **EFFECTIVE DATE.** This section is effective January 1, 2025.

144.10 Sec. 14. Minnesota Statutes 2022, section 297D.04, is amended to read:

#### 144.11 **297D.04 TAX PAYMENT REQUIRED FOR POSSESSION.**

144.12 No tax obligor may possess any marijuana <u>illegal cannabis</u> or controlled substance upon

144.13 which a tax is imposed by section 297D.08 unless the tax has been paid on the marijuana

144.14 <u>illegal cannabis</u> or <u>other a</u> controlled substance as evidenced by a stamp or other official
144.15 indicia.

144.16 **EFFECTIVE DATE.** This section is effective January 1, 2025.

144.17 Sec. 15. Minnesota Statutes 2022, section 297D.06, is amended to read:

## 144.18 **297D.06 PHARMACEUTICALS.**

Nothing in this chapter requires persons registered under chapter 151 or otherwise
lawfully in possession of marijuana illegal cannabis or a controlled substance to pay the tax
required under this chapter.

#### 144.22 **EFFECTIVE DATE.** This section is effective January 1, 2025.

144.23 Sec. 16. Minnesota Statutes 2022, section 297D.07, is amended to read:

#### 144.24 **297D.07 MEASUREMENT.**

144.25 For the purpose of calculating the tax under section 297D.08, a quantity of marijuana

144.26 illegal cannabis or other a controlled substance is measured by the weight of the substance

144.27 whether pure or impure or dilute, or by dosage units when the substance is not sold by

144.28 weight, in the tax obligor's possession. A quantity of a controlled substance is dilute if it

144.29 consists of a detectable quantity of pure controlled substance and any excipients or fillers.

#### 144.30 **EFFECTIVE DATE.** This section is effective January 1, 2025.

145.1 Sec. 17. Minnesota Statutes 2022, section 297D.08, is amended to read:

### 145.2 **297D.08 TAX RATE.**

A tax is imposed on marijuana illegal cannabis and controlled substances as defined in section 297D.01 at the following rates:

145.5 (1) on each gram of marijuana illegal cannabis, or each portion of a gram, \$3.50; and

145.6 (2) on each gram of controlled substance, or portion of a gram, \$200; or

(3) on each ten dosage units of a controlled substance that is not sold by weight, orportion thereof, \$400.

145.9 **EFFECTIVE DATE.** This section is effective January 1, 2025.

145.10 Sec. 18. Minnesota Statutes 2022, section 297D.085, is amended to read:

#### 145.11 **297D.085 CREDIT FOR PREVIOUSLY PAID TAXES.**

If another state or local unit of government has previously assessed an excise tax on the marijuana illegal cannabis or controlled substances, the taxpayer must pay the difference between the tax due under section 297D.08 and the tax previously paid. If the tax previously paid to the other state or local unit of government was equal to or greater than the tax due under section 297D.08, no tax is due. The burden is on the taxpayer to show that an excise tax on the marijuana illegal cannabis or controlled substances has been paid to another state or local unit of government.

### 145.19 **EFFECTIVE DATE.** This section is effective January 1, 2025.

145.20 Sec. 19. Minnesota Statutes 2022, section 297D.09, subdivision 1a, is amended to read:

Subd. 1a. **Criminal penalty; sale without affixed stamps.** In addition to the tax penalty imposed, a tax obligor distributing or possessing marijuana <u>illegal cannabis</u> or controlled substances without affixing the appropriate stamps, labels, or other indicia is guilty of a crime and, upon conviction, may be sentenced to imprisonment for not more than seven years or to payment of a fine of not more than \$14,000, or both.

#### 145.26 **EFFECTIVE DATE.** This section is effective January 1, 2025.

146.1 Sec. 20. Minnesota Statutes 2022, section 297D.10, is amended to read:

### 146.2 **297D.10 STAMP PRICE.**

- Official stamps, labels, or other indicia to be affixed to all <u>marijuana illegal cannabis</u> or controlled substances shall be purchased from the commissioner. The purchaser shall pay 146.5 100 percent of face value for each stamp, label, or other indicia at the time of the purchase.
- 146.6 **EFFECTIVE DATE.** This section is effective January 1, 2025.
- 146.7 Sec. 21. Minnesota Statutes 2022, section 297D.11, is amended to read:

#### 146.8 **297D.11 PAYMENT DUE.**

Subdivision 1. Stamps affixed. When a tax obligor purchases, acquires, transports, or imports into this state marijuana illegal cannabis or controlled substances on which a tax is imposed by section 297D.08, and if the indicia evidencing the payment of the tax have not already been affixed, the tax obligor shall have them permanently affixed on the marijuana illegal cannabis or controlled substance immediately after receiving the substance. Each stamp or other official indicia may be used only once.

Subd. 2. Payable on possession. Taxes imposed upon marijuana illegal cannabis or
controlled substances by this chapter are due and payable immediately upon acquisition or
possession in this state by a tax obligor.

- 146.18 **EFFECTIVE DATE.** This section is effective January 1, 2025.
- 146.19

146.20

### ARTICLE 3 BUSINESS DEVELOPMENT

### 146.21 Section 1. [116J.659] CANNABIS INDUSTRY STARTUP FINANCING GRANTS.

146.22 Subdivision 1. Establishment. The commissioner of employment and economic

146.23 development shall establish CanStartup, a program to award grants to nonprofit corporations

146.24 to fund loans to new businesses in the legal cannabis industry and to support job creation

- 146.25 in communities where long-term residents are eligible to be social equity applicants.
- 146.26 <u>Subd. 2.</u> Definitions. (a) For the purposes of this section, the following terms have the
  146.27 meanings given.
- 146.28 (b) "Commissioner" means the commissioner of employment and economic development.
- 146.29 (c) "Industry" means the legal cannabis industry in the state of Minnesota.

147.1	(d) "New business" means a legal cannabis business that has been in existence for three
147.2	years or less.
147.3	(e) "Program" means the CanStartup grant program.
147.4	(f) "Social equity applicant" means a person who meets the qualification requirements
147.5	<u>in section 342.16.</u>
147.6	Subd. 3. Grants. (a) The commissioner shall establish a revolving loan account to make
147.7	grants under the CanStartup program.
147.8	(b) The commissioner must award grants to nonprofit corporations through a competitive
147.9	grant process.
147.10	(c) To receive grant money, a nonprofit corporation must submit a written application
147.11	to the commissioner using a form developed by the commissioner.
147.12	(d) In awarding grants under this subdivision, the commissioner shall give weight to
147.13	whether the nonprofit corporation:
147.14	(1) has a board of directors that includes citizens experienced in business and community
147.15	development, new business enterprises, and creating jobs for people facing barriers to
147.16	education or employment;
147.17	(2) has the technical skills to analyze projects;
147.18	(3) is familiar with other available public and private funding sources and economic
147.19	development programs;
147.20	(4) can initiate and implement economic development projects;
147.21	(5) can establish and administer a revolving loan account;
147.22	(6) can work with job referral networks that assist people facing barriers to education
147.23	or employment; and
147.24	(7) has established relationships with communities where long-term residents are eligible
147.25	to be social equity applicants.
147.26	The commissioner shall make grants that will assist a broad range of businesses in the legal
147.27	cannabis industry, including the processing and retail sectors.
147.28	(e) A nonprofit corporation that receives a grant under the program must:
147.29	(1) establish a commissioner-certified revolving loan account for the purpose of making
147.30	eligible loans; and

148.1	(2) enter into an agreement with the commissioner that the commissioner shall fund
148.2	loans that the nonprofit corporation makes to new businesses in the legal cannabis industry.
148.3	The commissioner shall review existing agreements with nonprofit corporations every five
148.4	years and may renew or terminate an agreement based on that review. In making this review,
148.5	the commissioner shall consider, among other criteria, the criteria in paragraph (d).
148.6	Subd. 4. Loans to businesses. (a) The criteria in this subdivision apply to loans made
148.7	by nonprofit corporations under the program.
148.8	(b) Loans must be used to support a new business in the legal cannabis industry. Priority
148.9	must be given to loans to businesses owned by individuals who are eligible to be social
148.10	equity applicants and businesses located in communities where long-term residents are
148.11	eligible to be social equity applicants.
148.12	(c) Loans must be made to businesses that are not likely to undertake the project for
148.13	which loans are sought without assistance from the program.
148.14	(d) The minimum state contribution to a loan is \$2,500 and the maximum is either:
148.15	<u>(1) \$50,000; or</u>
148.16	(2) \$150,000, if state contributions are matched by an equal or greater amount of new
148.17	private investment.
148.18	(e) Loan applications given preliminary approval by the nonprofit corporation must be
148.19	forwarded to the commissioner for approval. The commissioner must give final approval
148.20	for each loan made by the nonprofit corporation under the program.
148.21	(f) A business that receives a loan may apply to renew the loan. Renewal applications
148.22	must be made on an annual basis and a business may receive loans for up to six consecutive
148.23	years. A nonprofit corporation may renew a loan to a business that is no longer a new
148.24	business provided the business would otherwise qualify for an initial loan and is in good
148.25	standing with the nonprofit corporation and the commissioner. A nonprofit corporation may
148.26	adjust the amount of a renewed loan, or not renew a loan, if the nonprofit corporation
148.27	determines that the business is financially stable and is substantially likely to continue the
148.28	project for which the loan renewal is sought.
148.29	(g) If a borrower has met lender criteria, including being current with all payments for
148.30	a minimum of three years, the commissioner may approve either full or partial forgiveness
148.31	of interest or principal amounts.
148.32	Subd. 5. Revolving loan account administration. (a) The commissioner shall establish
148.33	a minimum interest rate for loans or guarantees to ensure that necessary loan administration

149.1	costs are covered. The interest rate charged by a nonprofit corporation for a loan under this
149.2	section must not exceed the Wall Street Journal prime rate. For a loan under this section,
149.3	the nonprofit corporation may charge a loan origination fee equal to or less than one percent
149.4	of the loan value. The nonprofit corporation may retain the amount of the origination fee.
149.5	(b) Loan repayment of principal must be paid to the commissioner for deposit in the
149.6	revolving loan account. Loan interest payments must be deposited in a revolving loan
149.7	account created by the nonprofit corporation originating the loan being repaid for further
149.8	distribution or use, consistent with the criteria of this section.
149.9	(c) Administrative expenses of the nonprofit corporations with whom the commissioner
149.10	enters into agreements, including expenses incurred by a nonprofit corporation in providing
149.11	financial, technical, managerial, and marketing assistance to a business receiving a loan
149.12	under this section, are eligible program expenses the commissioner may agree to pay under
149.13	the grant agreement.
149.14	Subd. 6. Program outreach. The commissioner shall make extensive efforts to publicize
149.15	this program, including through partnerships with community organizations, particularly
149.16	those organizations located in areas where long-term residents are eligible to be social equity
149.17	applicants.
149.18	Subd. 7. Reporting requirements. (a) A nonprofit corporation that receives a grant
149.18 149.19	Subd. 7. Reporting requirements. (a) A nonprofit corporation that receives a grant shall:
149.19	shall:
149.19 149.20	<u>shall:</u> (1) submit an annual report to the commissioner by February 1 of each year that the
149.19 149.20 149.21	shall:         (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses
149.19 149.20 149.21 149.22	shall:         (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the
149.19 149.20 149.21 149.22 149.23	shall: (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where
149.19 149.20 149.21 149.22	shall: (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where long-term residents are eligible to be social equity applicants, the source and amount of
<ul> <li>149.19</li> <li>149.20</li> <li>149.21</li> <li>149.22</li> <li>149.23</li> <li>149.24</li> </ul>	shall: (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where
<ul> <li>149.19</li> <li>149.20</li> <li>149.21</li> <li>149.22</li> <li>149.23</li> <li>149.24</li> <li>149.25</li> </ul>	shall: (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where long-term residents are eligible to be social equity applicants, the source and amount of money collected and distributed by the program, the program's assets and liabilities, and an
<ul> <li>149.19</li> <li>149.20</li> <li>149.21</li> <li>149.22</li> <li>149.23</li> <li>149.24</li> <li>149.25</li> <li>149.26</li> </ul>	shall: (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where long-term residents are eligible to be social equity applicants, the source and amount of money collected and distributed by the program, the program's assets and liabilities, and an explanation of administrative expenses; and
149.19 149.20 149.21 149.22 149.23 149.24 149.25 149.26 149.27	shall:         (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where long-term residents are eligible to be social equity applicants, the source and amount of money collected and distributed by the program, the program's assets and liabilities, and an explanation of administrative expenses; and         (2) provide for an independent annual audit to be performed in accordance with generally
<ul> <li>149.19</li> <li>149.20</li> <li>149.21</li> <li>149.22</li> <li>149.23</li> <li>149.24</li> <li>149.25</li> <li>149.26</li> <li>149.27</li> <li>149.28</li> </ul>	shall:         (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where long-term residents are eligible to be social equity applicants, the source and amount of money collected and distributed by the program, the program's assets and liabilities, and an explanation of administrative expenses; and         (2) provide for an independent annual audit to be performed in accordance with generally accepted accounting practices and auditing standards and submit a copy of each annual
<ul> <li>149.19</li> <li>149.20</li> <li>149.21</li> <li>149.22</li> <li>149.23</li> <li>149.24</li> <li>149.25</li> <li>149.26</li> <li>149.27</li> <li>149.28</li> <li>149.29</li> </ul>	shall:         (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where long-term residents are eligible to be social equity applicants, the source and amount of money collected and distributed by the program, the program's assets and liabilities, and an explanation of administrative expenses; and         (2) provide for an independent annual audit to be performed in accordance with generally accepted accounting practices and auditing standards and submit a copy of each annual audit report to the commissioner.
<ul> <li>149.19</li> <li>149.20</li> <li>149.21</li> <li>149.22</li> <li>149.23</li> <li>149.24</li> <li>149.25</li> <li>149.26</li> <li>149.27</li> <li>149.28</li> <li>149.29</li> <li>149.30</li> </ul>	shall:       (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where long-term residents are eligible to be social equity applicants, the source and amount of money collected and distributed by the program, the program's assets and liabilities, and an explanation of administrative expenses; and         (2) provide for an independent annual audit to be performed in accordance with generally accepted accounting practices and auditing standards and submit a copy of each annual audit report to the commissioner.         (b) By March 1, 2024, and each March 1 thereafter, the commissioner must submit a
<ul> <li>149.19</li> <li>149.20</li> <li>149.21</li> <li>149.22</li> <li>149.23</li> <li>149.24</li> <li>149.25</li> <li>149.26</li> <li>149.27</li> <li>149.28</li> <li>149.29</li> <li>149.30</li> <li>149.31</li> </ul>	shall:       (1) submit an annual report to the commissioner by February 1 of each year that the nonprofit corporation participates in the program that includes a description of businesses supported by the grant program, an account of loans made during the calendar year, the program's impact on business creation and job creation, particularly in communities where long-term residents are eligible to be social equity applicants, the source and amount of money collected and distributed by the program, the program's assets and liabilities, and an explanation of administrative expenses; and         (2) provide for an independent annual audit to be performed in accordance with generally accepted accounting practices and auditing standards and submit a copy of each annual audit report to the commissioner.         (b) By March 1, 2024, and each March 1 thereafter, the commissioner must submit a report to the chairs and ranking minority members of the commissioner for the house of

150.1	creating jobs in communities where long-term residents are eligible to be social equity
150.2	applicants.
150.3	Sec. 2. [116J.6595] CANNABIS INDUSTRY NAVIGATION GRANTS.
150.4	Subdivision 1. Establishment. The commissioner of employment and economic
150.5	development shall establish CanNavigate, a program to award grants to eligible organizations
150.6	to help individuals navigate the regulatory structure of the legal cannabis industry.
150.7	Subd. 2. Definitions. (a) For the purposes of this section, the following terms have the
150.8	meanings given.
150.9	(b) "Commissioner" means the commissioner of employment and economic development.
150.10	(c) "Eligible organization" means any organization capable of helping individuals navigate
150.11	the regulatory structure of the legal cannabis industry, particularly individuals facing barriers
150.12	to education or employment, and may include educational institutions, nonprofit
150.13	organizations, private businesses, community groups, units of local government, or
150.14	partnerships between different types of organizations.
150.15	(d) "Industry" means the legal cannabis industry in the state of Minnesota.
150.16	(e) "Program" means the CanNavigate grant program.
150.17	(f) "Social equity applicant" means a person who meets the qualification requirements
150.18	in section 342.16.
150.19	Subd. 3. Grants to organizations. (a) Grant money awarded to eligible organizations
150.20	may be used for both developing technical assistance resources relevant to the regulatory
150.21	structure of the legal cannabis industry and for providing technical assistance or navigation
150.22	services to individuals.
150.23	(b) The commissioner must award grants to eligible organizations through a competitive
150.24	grant process.
150.25	(c) To receive grant money, an eligible organization must submit a written application
150.26	to the commissioner, using a form developed by the commissioner, explaining the
150.27	organization's ability to assist individuals in navigating the regulatory structure of the legal
150.28	cannabis industry, particularly individuals facing barriers to education or employment.
150.29	(d) An eligible organization's grant application must also include:
150.30	(1) a description of the proposed technical assistance or navigation services, including
150.31	the types of individuals targeted for assistance;

151.1	(2) any evidence of the organization's past success in providing technical assistance or
151.2	navigation services to individuals, particularly individuals who live in areas where long-term
151.3	residents are eligible to be social equity applicants;
151.4	(3) an estimate of the cost of providing the technical assistance;
151.5	(4) the sources and amounts of any nonstate money or in-kind contributions that will
151.6	supplement grant money, including any amounts that individuals will be charged to receive
151.7	assistance; and
151.8	(5) any additional information requested by the commissioner.
151.9	(e) In awarding grants under this subdivision, the commissioner shall give weight to
151.10	applications from organizations that demonstrate a history of successful technical assistance
151.11	or navigation services, particularly for individuals facing barriers to education or employment.
151.12	The commissioner shall also give weight to applications where the proposed technical
151.13	assistance will serve areas where long-term residents are eligible to be social equity
151.14	applicants. To the extent practicable, the commissioner shall fund technical assistance for
151.15	a variety of sectors in the legal cannabis industry, including both processing and retail
151.16	sectors.
151.17	Subd. 4. Program outreach. The commissioner shall make extensive efforts to publicize
151.18	these grants, including through partnerships with community organizations, particularly
151.19	those organizations located in areas where long-term residents are eligible to be social equity
151.20	applicants.
151.21	Subd. 5. Reports to the legislature. By January 15, 2024, and each January 15 thereafter,
151.22	the commissioner must submit a report to the chairs and ranking minority members of the
151.23	committees of the house of representatives and the senate having jurisdiction over economic
151.24	development that details awards given through the CanNavigate program and the use of
151.25	grant money, including any measures of success toward helping individuals navigate the
151.26	regulatory structure of the legal cannabis industry.
151.27	Sec. 3. [116L.90] CANNABIS INDUSTRY TRAINING GRANTS.

### 151.28 Subdivision 1. Establishment. The commissioner of employment and economic

151.29 development shall establish CanTrain, a program to award grants to (1) eligible organizations

151.30 to train people for work in the legal cannabis industry, and (2) eligible individuals to acquire

151.31 such training.

# 151.32 Subd. 2. Definitions. (a) For the purposes of this section, the following terms have the 151.33 meanings given.

152.1	(b) "Commissioner" means the commissioner of employment and economic development.
152.2	(c) "Eligible organization" means any organization capable of providing training relevant
152.3	to the legal cannabis industry, particularly for individuals facing barriers to education or
152.4	employment, and may include educational institutions, nonprofit organizations, private
152.5	businesses, community groups, units of local government, or partnerships between different
152.6	types of organizations.
152.7	(d) "Eligible individual" means a Minnesota resident who is 21 years old or older.
152.8	(e) "Industry" means the legal cannabis industry in Minnesota.
152.9	(f) "Program" means the CanTrain grant program.
152.10	(g) "Social equity applicant" means a person who meets the qualification requirements
152.11	<u>in section 342.16.</u>
152.12	Subd. 3. Grants to organizations. (a) Grant money awarded to eligible organizations
152.13	may be used for both developing a training program relevant to the legal cannabis industry
152.14	and for providing such training to individuals.
152.15	(b) The commissioner must award grants to eligible organizations through a competitive
152.16	grant process.
152.17	(c) To receive grant money, an eligible organization must submit a written application
152.18	to the commissioner, using a form developed by the commissioner, explaining the
152.19	organization's ability to train individuals for successful careers in the legal cannabis industry,
152.20	particularly individuals facing barriers to education or employment.
152.21	(d) An eligible organization's grant application must also include:
152.22	(1) a description of the proposed training;
152.23	(2) an analysis of the degree of demand in the legal cannabis industry for the skills gained
152.24	through the proposed training;
152.25	(3) any evidence of the organization's past success in training individuals for successful
152.26	careers, particularly in new or emerging industries;
152.27	(4) an estimate of the cost of providing the proposed training;
152.28	(5) the sources and amounts of any nonstate funds or in-kind contributions that will
152.29	supplement grant money, including any amounts that individuals will be charged to
152.30	participate in the training; and
152.31	(6) any additional information requested by the commissioner.

- 153.1 (e) In awarding grants under this subdivision, the commissioner shall give weight to
- applications from organizations that demonstrate a history of successful career training,
- 153.3 particularly for individuals facing barriers to education or employment. The commissioner
- 153.4 shall also give weight to applications where the proposed training will:
- 153.5 (1) result in an industry-relevant credential; or
- 153.6 (2) include opportunities for hands-on or on-site experience in the industry.
- 153.7 The commissioner shall fund training for a broad range of careers in the legal cannabis
- 153.8 industry, including both potential business owners and employees and for work in the
- 153.9 growing, processing, and retail sectors of the legal cannabis industry.
- 153.10 Subd. 4. Grants to individuals. (a) The commissioner shall award grants of \$...... to
- 153.11 eligible individuals to pursue a training program relevant to a career in the legal cannabis
- 153.12 <u>industry.</u>
- 153.13 (b) To receive grant money, an eligible individual must submit a written application to
- 153.14 the commissioner, using a form developed by the commissioner, identifying a training
- 153.15 program relevant to the legal cannabis industry and the estimated cost of completing that
- 153.16 training. The application must also indicate whether:
- 153.17 (1) the applicant is eligible to be a social equity applicant;
- 153.18 (2) the proposed training program results in an industry-relevant credential; and
- 153.19 (3) the proposed training program includes opportunities for hands-on or on-site
- 153.20 experience in the industry.
- 153.21 The commissioner shall attempt to make the application process simple for individuals to
- 153.22 complete, such as by publishing lists of industry-relevant training programs along with the
- 153.23 training program's estimated cost of completing the training programs and whether the
- 153.24 training programs will result in an industry-relevant credential or include opportunities for
- 153.25 hands-on or on-site experience in the legal cannabis industry.
- 153.26 (c) The commissioner must award grants to eligible individuals through a lottery process.
- 153.27 Applicants who have filed complete applications by the deadline set by the commissioner
- 153.28 shall receive one entry in the lottery, plus one additional entry for each of the following:
- 153.29 (1) being eligible to be a social equity applicant;
- 153.30 (2) seeking to enroll in a training program that results in an industry-relevant credential;
- 153.31 and

154.1	(3) seeking to enroll in a training program that includes opportunities for hands-on or		
154.2	on-site experience in the industry.		
154.3	(d) Grant money awarded to eligible individuals shall be used to pay the costs of enrolling		
154.4	in a training program relevant to the legal cannabis industry, including tuition, fees, and		
154.5	materials costs. Grant money may also be used to remove external barriers to attending such		
154.6	a training program, such as the cost of child care, transportation, or other expenses approved		
154.7	by the commissioner.		
154.8	Subd. 5. Program outreach. The commissioner shall make extensive efforts to publicize		
154.9	these grants, including through partnerships with community organizations, particularly		
154.10	those organizations located in areas where long-term residents are eligible to be social equity		
154.11	applicants.		
154.12	Subd. 6. Reports to the legislature. By January 15, 2024, and each January 15 thereafter,		
154.13	the commissioner must submit a report to the chairs and ranking minority members of the		
154.14	committees of the house of representatives and the senate having jurisdiction over workforce		
154.15	development that describes awards given through the CanTrain program and the use of		
154.16	grant money, including any measures of success toward training people for successful		
154.17	careers in the legal cannabis industry.		
154.18	ARTICLE 4		
154.10			
154.19	CRIMINAL PENALTIES		
154.19	CRIMINAL PENALTIES		
154.19 154.20	<b>CRIMINAL PENALTIES</b> Section 1. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision		
154.19 154.20 154.21	<b>CRIMINAL PENALTIES</b> Section 1. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read:		
154.19 154.20 154.21 154.22 154.23	CRIMINAL PENALTIES         Section 1. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read:         Subd. 25. Artificially derived cannabinoid. "Artificially derived cannabinoid" has the meaning given in section 342.01, subdivision 6.		
154.19 154.20 154.21 154.22 154.23	CRIMINAL PENALTIES         Section 1. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read:         Subd. 25. Artificially derived cannabinoid. "Artificially derived cannabinoid" has the meaning given in section 342.01, subdivision 6.         Sec. 2. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to		
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154.19 154.20 154.21 154.22 154.23 154.24 154.25	CRIMINAL PENALTIES         Section 1. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read:         Subd. 25. Artificially derived cannabinoid. "Artificially derived cannabinoid" has the meaning given in section 342.01, subdivision 6.         Sec. 2. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read:		
154.19 154.20 154.21 154.22 154.23 154.24 154.25 154.26 154.27	CRIMINAL PENALTIES         Section 1. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read:         Subd. 25. Artificially derived cannabinoid. "Artificially derived cannabinoid" has the meaning given in section 342.01, subdivision 6.         Sec. 2. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read: <u>Subd. 26. Cannabinoid product. "Cannabinoid product" has the meaning given in section 342.01, subdivision 12.</u>		
154.19 154.20 154.21 154.22 154.23 154.24 154.25 154.26 154.27	CRIMINAL PENALTIES         Section 1. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read: <u>Subd. 25. Artificially derived cannabinoid. "Artificially derived cannabinoid" has the meaning given in section 342.01, subdivision 6.</u> Sec. 2. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read: <u>Subd. 26. Cannabinoid product. "Cannabinoid product" has the meaning given in section 342.01, subdivision 12.</u> Sec. 3. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to		
154.19 154.20 154.21 154.22 154.23 154.24 154.25 154.26 154.27	CRIMINAL PENALTIES Section 1. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read: <u>Subd. 25. Artificially derived cannabinoid. "Artificially derived cannabinoid" has the meaning given in section 342.01, subdivision 6.</u> Sec. 2. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read: <u>Subd. 26. Cannabinoid product. "Cannabinoid product" has the meaning given in section 342.01, subdivision 12.</u> Sec. 3. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read:		
154.19 154.20 154.21 154.22 154.23 154.24 154.25 154.26 154.27	CRIMINAL PENALTIES         Section 1. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read: <u>Subd. 25. Artificially derived cannabinoid. "Artificially derived cannabinoid" has the meaning given in section 342.01, subdivision 6.</u> Sec. 2. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to read: <u>Subd. 26. Cannabinoid product. "Cannabinoid product" has the meaning given in section 342.01, subdivision 12.</u> Sec. 3. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to		

Sec. 4. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision toread:

Subd. 28. Cannabis flower. "Cannabis flower" has the meaning given in section 342.01,
subdivision 16.

155.5 Sec. 5. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to155.6 read:

155.7 Subd. 29. Cannabis plant. "Cannabis plant" has the meaning given in section 342.01,
 155.8 subdivision 19.

155.9 Sec. 6. Minnesota Statutes 2022, section 152.01, is amended by adding a subdivision to155.10 read:

## 155.11 Subd. 30. Edible cannabinoid product. "Edible cannabinoid product" has the meaning 155.12 given in section 342.01, subdivision 29.

155.13 Sec. 7. Minnesota Statutes 2022, section 152.021, subdivision 1, is amended to read:

155.14 Subdivision 1. Sale crimes. A person is guilty of controlled substance crime in the first 155.15 degree if:

(1) on one or more occasions within a 90-day period the person unlawfully sells one or
 more mixtures of a total weight of 17 grams or more containing cocaine or methamphetamine;

(2) on one or more occasions within a 90-day period the person unlawfully sells one or
more mixtures of a total weight of ten grams or more containing cocaine or methamphetamine
and:

(i) the person or an accomplice possesses on their person or within immediate reach, or
uses, whether by brandishing, displaying, threatening with, or otherwise employing, a
firearm; or

155.24 (ii) the offense involves two aggravating factors;

(3) on one or more occasions within a 90-day period the person unlawfully sells one ormore mixtures of a total weight of ten grams or more containing heroin;

(4) on one or more occasions within a 90-day period the person unlawfully sells one or
more mixtures of a total weight of 50 grams or more containing a narcotic drug other than
cocaine, heroin, or methamphetamine; or

(5) on one or more occasions within a 90-day period the person unlawfully sells one or
more mixtures of a total weight of 50 grams or more containing amphetamine, phencyclidine,
or hallucinogen or, if the controlled substance is packaged in dosage units, equaling 200 or
more dosage units; or.

156.5 (6) on one or more occasions within a 90-day period the person unlawfully sells one or

156.6 more mixtures of a total weight of 25 kilograms or more containing marijuana or

156.7 Tetrahydrocannabinols.

## 156.8 EFFECTIVE DATE. This section is effective January 1, 2024, and applies to crimes 156.9 committed on or after that date.

156.10 Sec. 8. Minnesota Statutes 2022, section 152.021, subdivision 2, is amended to read:

Subd. 2. Possession crimes. (a) A person is guilty of a controlled substance crime inthe first degree if:

(1) the person unlawfully possesses one or more mixtures of a total weight of 50 gramsor more containing cocaine or methamphetamine;

(2) the person unlawfully possesses one or more mixtures of a total weight of 25 gramsor more containing cocaine or methamphetamine and:

(i) the person or an accomplice possesses on their person or within immediate reach, or
uses, whether by brandishing, displaying, threatening with, or otherwise employing, a
firearm; or

156.20 (ii) the offense involves two aggravating factors;

(3) the person unlawfully possesses one or more mixtures of a total weight of 25 gramsor more containing heroin;

(4) the person unlawfully possesses one or more mixtures of a total weight of 500 gramsor more containing a narcotic drug other than cocaine, heroin, or methamphetamine;

(5) the person unlawfully possesses one or more mixtures of a total weight of 500 grams
or more containing amphetamine, phencyclidine, or hallucinogen or, if the controlled
substance is packaged in dosage units, equaling 500 or more dosage units; or

(6) the person unlawfully possesses one or more mixtures of a total weight of 50
kilograms or more containing marijuana or Tetrahydrocannabinols, or possesses 500 or
more marijuana plants.:

#### 156.31 (i) 50 kilograms or more of cannabis flower;

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157.1 (ii) ten kilograms or more of cannabis concentrate; or

157.2 (iii) edible cannabinoid products infused with more than one kilogram of

157.3 tetrahydrocannabinols.

(b) For the purposes of this subdivision, the weight of fluid used in a water pipe may
not be considered in measuring the weight of a mixture except in cases where the mixture
contains four or more fluid ounces of fluid.

157.7 EFFECTIVE DATE. This section is effective August 1, 2023, and applies to crimes
 157.8 committed on or after that date.

157.9 Sec. 9. Minnesota Statutes 2022, section 152.022, subdivision 1, is amended to read:

Subdivision 1. Sale crimes. A person is guilty of controlled substance crime in thesecond degree if:

(1) on one or more occasions within a 90-day period the person unlawfully sells one or
more mixtures of a total weight of ten grams or more containing a narcotic drug other than
heroin;

(2) on one or more occasions within a 90-day period the person unlawfully sells one or
more mixtures of a total weight of three grams or more containing cocaine or
methamphetamine and:

(i) the person or an accomplice possesses on their person or within immediate reach, or
uses, whether by brandishing, displaying, threatening with, or otherwise employing, a
firearm; or

157.21 (ii) the offense involves three aggravating factors;

(3) on one or more occasions within a 90-day period the person unlawfully sells one ormore mixtures of a total weight of three grams or more containing heroin;

(4) on one or more occasions within a 90-day period the person unlawfully sells one or
more mixtures of a total weight of ten grams or more containing amphetamine, phencyclidine,
or hallucinogen or, if the controlled substance is packaged in dosage units, equaling 50 or
more dosage units;

- (5) on one or more occasions within a 90-day period the person unlawfully sells one or
   more mixtures of a total weight of ten kilograms or more containing marijuana or
- 157.30 Tetrahydrocannabinols;

158.1 (6)(5) the person unlawfully sells any amount of a Schedule I or II narcotic drug to a 158.2 person under the age of 18, or conspires with or employs a person under the age of 18 to 158.3 unlawfully sell the substance; or

- 158.4 (7) (6) the person unlawfully sells any of the following in a school zone, a park zone, a 158.5 public housing zone, or a drug treatment facility:
- (i) any amount of a Schedule I or II narcotic drug, lysergic acid diethylamide (LSD),
- 158.7 3,4-methylenedioxy amphetamine, or 3,4-methylenedioxymethamphetamine; or
- 158.8 (ii) one or more mixtures containing methamphetamine or amphetamine<del>; or</del>.

(iii) one or more mixtures of a total weight of five kilograms or more containing marijuana
 or Tetrahydrocannabinols.

## 158.11 EFFECTIVE DATE. This section is effective January 1, 2024, and applies to crimes 158.12 committed on or after that date.

158.13 Sec. 10. Minnesota Statutes 2022, section 152.022, subdivision 2, is amended to read:

Subd. 2. Possession crimes. (a) A person is guilty of controlled substance crime in thesecond degree if:

(1) the person unlawfully possesses one or more mixtures of a total weight of 25 gramsor more containing cocaine or methamphetamine;

(2) the person unlawfully possesses one or more mixtures of a total weight of ten gramsor more containing cocaine or methamphetamine and:

(i) the person or an accomplice possesses on their person or within immediate reach, or
uses, whether by brandishing, displaying, threatening with, or otherwise employing, a
firearm; or

158.23 (ii) the offense involves three aggravating factors;

(3) the person unlawfully possesses one or more mixtures of a total weight of six gramsor more containing heroin;

(4) the person unlawfully possesses one or more mixtures of a total weight of 50 grams
or more containing a narcotic drug other than cocaine, heroin, or methamphetamine;

(5) the person unlawfully possesses one or more mixtures of a total weight of 50 grams
or more containing amphetamine, phencyclidine, or hallucinogen or, if the controlled
substance is packaged in dosage units, equaling 100 or more dosage units; or

159.1 (6) the person unlawfully possesses <del>one or more mixtures of a total weight of 25</del>

159.2 kilograms or more containing marijuana or Tetrahydrocannabinols, or possesses 100 or

- 159.3 more marijuana plants.:
- 159.4 (i) 25 kilograms or more of cannabis flower;
- 159.5 (ii) five kilograms or more of cannabis concentrate; or
- 159.6 (iii) edible cannabinoid products infused with more than 500 grams of

159.7 tetrahydrocannabinols.

(b) For the purposes of this subdivision, the weight of fluid used in a water pipe may
not be considered in measuring the weight of a mixture except in cases where the mixture
contains four or more fluid ounces of fluid.

### 159.11 EFFECTIVE DATE. This section is effective August 1, 2023, and applies to crimes 159.12 committed on or after that date.

159.13 Sec. 11. Minnesota Statutes 2022, section 152.023, subdivision 1, is amended to read:

Subdivision 1. Sale crimes. A person is guilty of controlled substance crime in the thirddegree if:

159.16 (1) the person unlawfully sells one or more mixtures containing a narcotic drug;

(2) on one or more occasions within a 90-day period the person unlawfully sells one or
more mixtures containing phencyclidine or hallucinogen, it is packaged in dosage units,
and equals ten or more dosage units;

(3) the person unlawfully sells one or more mixtures containing a controlled substance
classified in Schedule I, II, or III, except a Schedule I or II narcotic drug, <u>cannabis flower</u>,
<u>or cannabinoid products to a person under the age of 18; or</u>

(4) the person conspires with or employs a person under the age of 18 to unlawfully sell
one or more mixtures containing a controlled substance listed in Schedule I, II, or III, except
a Schedule I or II narcotic drug; or.

# (5) on one or more occasions within a 90-day period the person unlawfully sells one or more mixtures of a total weight of five kilograms or more containing marijuana or

159.28 Tetrahydrocannabinols.

### 159.29 EFFECTIVE DATE. This section is effective January 1, 2024, and applies to crimes 159.30 committed on or after that date.

160.1 Sec. 12. Minnesota Statutes 2022, section 152.023, subdivision 2, is amended to read:

160.2 Subd. 2. Possession crimes. (a) A person is guilty of controlled substance crime in the160.3 third degree if:

(1) on one or more occasions within a 90-day period the person unlawfully possesses
one or more mixtures of a total weight of ten grams or more containing a narcotic drug other
than heroin;

(2) on one or more occasions within a 90-day period the person unlawfully possesses
one or more mixtures of a total weight of three grams or more containing heroin;

(3) on one or more occasions within a 90-day period the person unlawfully possesses
one or more mixtures containing a narcotic drug, it is packaged in dosage units, and equals
50 or more dosage units;

(4) on one or more occasions within a 90-day period the person unlawfully possesses
any amount of a schedule I or II narcotic drug or five or more dosage units of lysergic acid
diethylamide (LSD), 3,4-methylenedioxy amphetamine, or

160.15 3,4-methylenedioxymethamphetamine in a school zone, a park zone, a public housing zone,160.16 or a drug treatment facility;

(5) on one or more occasions within a 90-day period the person unlawfully possesses
 one or more mixtures of a total weight of ten kilograms or more containing marijuana or
 Tetrahydrocannabinols:

160.20 (i) more than ten kilograms of cannabis flower;

160.21 (ii) more than two kilograms of cannabis concentrate; or

160.22 (iii) edible cannabinoid products infused with more than 200 grams of

160.23 tetrahydrocannabinol; or

(6) the person unlawfully possesses one or more mixtures containing methamphetamine
or amphetamine in a school zone, a park zone, a public housing zone, or a drug treatment
facility.

(b) For the purposes of this subdivision, the weight of fluid used in a water pipe may
not be considered in measuring the weight of a mixture except in cases where the mixture
contains four or more fluid ounces of fluid.

160.30 EFFECTIVE DATE. This section is effective August 1, 2023, and applies to crimes
 160.31 committed on or after that date.

161.1 Sec. 13. Minnesota Statutes 2022, section 152.024, subdivision 1, is amended to read:

- Subdivision 1. Sale crimes. A person is guilty of controlled substance crime in the fourthdegree if:
- (1) the person unlawfully sells one or more mixtures containing a controlled substance
   classified in Schedule I, II, or III, except marijuana or Tetrahydrocannabinols;
- (2) the person unlawfully sells one or more mixtures containing a controlled substance
  classified in Schedule IV or V to a person under the age of 18; or
- (3) the person conspires with or employs a person under the age of 18 to unlawfully sell
  a controlled substance classified in Schedule IV or V; or.
- (4) the person unlawfully sells any amount of marijuana or Tetrahydrocannabinols in a
   school zone, a park zone, a public housing zone, or a drug treatment facility, except a small
   amount for no remuneration.
- 161.13 EFFECTIVE DATE. This section is effective January 1, 2024, and applies to crimes
   161.14 committed on or after that date.
- 161.15 Sec. 14. Minnesota Statutes 2022, section 152.025, subdivision 1, is amended to read:
- 161.16 Subdivision 1. Sale crimes. A person is guilty of a controlled substance crime in the
- 161.17 fifth degree and upon conviction may be sentenced as provided in subdivision 4 if:
- 161.18 (1) the person unlawfully sells one or more mixtures containing marijuana or
- 161.19 tetrahydrocannabinols, except a small amount of marijuana for no remuneration; or
- 161.20 (2) the person unlawfully sells one or more mixtures containing a controlled substance
   161.21 classified in Schedule IV.

## 161.22 EFFECTIVE DATE. This section is effective January 1, 2024, and applies to crimes 161.23 committed on or after that date.

- 161.24 Sec. 15. Minnesota Statutes 2022, section 152.025, subdivision 2, is amended to read:
- 161.25 Subd. 2. **Possession and other crimes.** A person is guilty of controlled substance crime 161.26 in the fifth degree and upon conviction may be sentenced as provided in subdivision 4 if:
- (1) the person unlawfully possesses one or more mixtures containing a controlled
   substance classified in Schedule I, II, III, or IV, except a small amount of marijuana cannabis
- 161.29 <u>flower or cannabinoid products;</u> or

- 162.1 (2) the person procures, attempts to procure, possesses, or has control over a controlled162.2 substance by any of the following means:
- 162.3 (i) fraud, deceit, misrepresentation, or subterfuge;

162.4 (ii) using a false name or giving false credit; or

(iii) falsely assuming the title of, or falsely representing any person to be, a manufacturer,
wholesaler, pharmacist, physician, doctor of osteopathic medicine licensed to practice
medicine, dentist, podiatrist, veterinarian, or other authorized person for the purpose of
obtaining a controlled substance.

162.9 EFFECTIVE DATE. This section is effective August 1, 2023, and applies to crimes
 162.10 committed on or after that date.

#### 162.11 Sec. 16. [152.0263] CANNABIS POSSESSION CRIMES.

162.12 Subdivision 1. Possession of cannabis in the first degree. A person is guilty of cannabis

162.13 possession in the first degree and may be sentenced to imprisonment of not more than five

162.14 years or to payment of a fine of not more than \$10,000, or both, if the person unlawfully

- 162.15 possesses any of the following:
- 162.16 (1) more than two pounds but not more than ten kilograms of cannabis flower in any
- 162.17 place other than the person's residence;
- 162.18 (2) more than five pounds but not more than ten kilograms of cannabis flower in the162.19 person's residence;
- 162.20 (3) more than 160 grams but not more than two kilograms of cannabis concentrate; or
- (4) edible cannabinoid products infused with more than 16 grams but not more than 200
   grams of tetrahydrocannabinol.
- 162.23
   Subd. 2. Possession of cannabis in the second degree. A person is guilty of cannabis
- 162.24 possession in the second degree and may be sentenced to imprisonment of not more than
- 162.25 one year or to payment of a fine of not more than \$3,000, or both, if the person unlawfully
  162.26 possesses any of the following:
- 162.27 (1) more than one pound but not more than two pounds of cannabis flower in any place
  162.28 other than the person's residence;
- 162.29 (2) more than 80 grams but not more than 160 grams of cannabis concentrate; or
- 162.30 (3) edible cannabinoid products infused with more than eight grams but not more than
- 162.31 16 grams of tetrahydrocannabinol.

- Subd. 3. Possession of cannabis in the third degree. A person is guilty of cannabis 163.1 possession in the third degree and may be sentenced to imprisonment of not more than 90 163.2 163.3 days or to payment of a fine of not more than \$1,000, or both, if the person unlawfully possesses any of the following: 163.4 163.5 (1) more than four ounces but not more than one pound of cannabis flower in any place 163.6 other than the person's residence; (2) more than 16 grams but not more than 80 grams of cannabis concentrate; or 163.7 163.8 (3) edible cannabinoid products infused with more than 1,600 milligrams but not more than eight grams of tetrahydrocannabinol. 163.9 Subd. 4. **Possession of cannabis in the fourth degree.** A person is guilty of a petty 163.10 misdemeanor if the person unlawfully possesses any of the following: 163.11 (1) more than two ounces but not more than four ounces of cannabis flower in any place 163.12 other than the person's residence; 163.13 163.14 (2) more than eight grams but not more than 16 grams of cannabis concentrate; or (3) edible cannabinoid products infused with more than 800 milligrams but not more 163.15 than 1,600 milligrams of tetrahydrocannabinol. 163.16 163.17 Subd. 5. Use of cannabis in public. A local unit of government may adopt an ordinance establishing a petty misdemeanor offense for a person who unlawfully uses cannabis flower 163.18 or cannabinoid products in a public place provided that the definition of public place does 163.19 not include the following: 163.20 (1) a private residence, including the person's curtilage or yard; 163.21 (2) private property not generally accessible by the public, unless the person is explicitly 163.22 prohibited from consuming cannabis flower or cannabinoid products on the property by the 163.23 163.24 owner of the property; or (3) the premises of an establishment or event licensed to permit on-site consumption. 163.25 163.26 EFFECTIVE DATE. This section is effective August 1, 2023, and applies to crimes committed on or after that date. 163.27 Sec. 17. [152.0264] CANNABIS SALE CRIMES. 163.28
- 163.29 <u>Subdivision 1.</u> Sale of cannabis in the first degree. A person is guilty of the sale of

163.30 cannabis in the first degree and may be sentenced to imprisonment of not more than five

163.31 years or to payment of a fine of not more than \$10,000, or both, if the person unlawfully

164.1	sells more than two ounces of cannabis flower, more than eight grams of cannabis		
164.2	concentrate, or edible cannabinoid products infused with more than 800 milligrams of		
164.3	tetrahydrocannabinol:		
164.4	(1) to a minor and the defendant is an adult who is more than 36 months older than the		
164.5	<u>minor;</u>		
164.6	(2) within ten years of two or more convictions under subdivision 2 or 3; or		
164.7	(3) within ten years of a conviction under this subdivision.		
164.8	Subd. 2. Sale of cannabis in the second degree. A person is guilty of sale of cannabis		
164.9	in the second degree and may be sentenced to imprisonment of not more than one year or		
164.10	to payment of a fine of not more than \$3,000, or both, if the person unlawfully sells:		
164.11	(1) more than two ounces of cannabis flower, more than eight grams of cannabis		
164.12	concentrate, or edible cannabinoid products infused with more than 800 milligrams of		
164.13	tetrahydrocannabinol:		
164.14	(i) to a minor and the defendant is an adult who is not more than 36 months older than		
164.15	the minor;		
164.16	(ii) in a school zone, a park zone, a public housing zone, or a drug treatment facility; or		
164.17	(iii) within ten years of a conviction under subdivision 1, 2, or 3; or		
164.18	(2) up to two ounces of cannabis flower, up to eight grams of cannabis concentrate, or		
164.19	edible cannabinoid products infused with up to 800 milligrams of tetrahydrocannabinol to		
164.20	<u>a minor.</u>		
164.21	Subd. 3. Sale of cannabis in the third degree. A person is guilty of sale of cannabis in		
164.22	the third degree and may be sentenced to imprisonment of not more than 90 days or to		
164.23	payment of a fine of not more than \$1,000, or both, if the person unlawfully sells:		
164.24	(1) more than two ounces of cannabis flower;		
164.25	(2) more than eight grams of cannabis concentrate; or		
164.26	(3) edible cannabinoid products infused with more than 800 milligrams of		
164.27	tetrahydrocannabinol.		
164.28	Subd. 4. Sale of cannabis in the fourth degree. (a) A person is guilty of a petty		
164.29	misdemeanor if the person unlawfully sells:		
164.30	(1) not more than two ounces of cannabis flower;		
164.31	(2) not more than eight grams of cannabis concentrate; or		

	HF100 SEVENTH ENGROSSMENT	REVISOR	BD	H0100-7	
165.1	(3) edible cannabinoid products in	nfused with not mo	re than 800 milligran	ns of	
165.2	tetrahydrocannabinol.				
165.3	(b) A sale for no remuneration by	an individual over	the age of 21 to anoth	her individual	
165.4	over the age of 21 is not an unlawful	sale under this sub	division.		
165.5	Subd. 5. Sale of cannabis by a minor. (a) A minor is guilty of a petty misdemeanor if				
165.6	(1) the minor unlawfully sells cannabis flower, cannabis concentrate, or cannabinoid				
165.7	products; and				
165.8	(2) the minor has not previously received a petty misdemeanor disposition or been				
165.9	adjudicated delinquent for committin	g an act in violatio	n of this section.		
165.10	(b) A minor sentenced under this su	ubdivision is require	ed to participate in a d	rug education	
165.11	program unless the court enters a write	tten finding that a o	drug education progra	am is	
165.12	inappropriate. The program must be approved by an area mental health board with a				
165.13	curriculum approved by the state alcohol and drug abuse authority.				
165.14	(c) A minor who receives a disposi	tion pursuant to this	s subdivision is requir	red to perform	
165.15	community service.				
165.16	<b>EFFECTIVE DATE.</b> This section is effective January 1, 2024, and applies to crimes				
165.17	committed on or after that date.				
165.18	Sec. 18. [152.0265] CANNABIS C	ULTIVATION C	RIMES.		
165.19	Subdivision 1. Cultivation of cannabis in the first degree. A person is guilty of				
165.20	cultivation of cannabis in the first deg	gree and may be se	ntenced to imprisonn	nent of not	
165.21	more than five years or to payment of	a fine of not more	than \$10,000, or both	, if the person	
165.22	unlawfully cultivates more than 23 cannabis plants.				
165.23	Subd. 2. Cultivation of cannabis	in the second degr	ee. A person is guilty	ofcultivation	
165.24	of cannabis in the second degree and	may be sentenced	to imprisonment of n	ot more than	
165.25	one year or to payment of a fine of no	ot more than \$3,000	), or both, if the perso	on unlawfully	
165.26	cultivates more than 16 cannabis plan	ts but not more that	an 23 cannabis plants		
165.27	EFFECTIVE DATE. This sectio	n is effective Augu	ust 1, 2023, and appli	es to crimes	
165.28	committed on or after that date.				
165.29	Sec. 19. Minnesota Statutes 2022, s	ection 152.11, sub	division 2, is amende	d to read:	
165.30	Subd. 2. Prescription requireme	nts for Schedule II	I or IV controlled su	ıbstances. <u>(a)</u>	

165.31 Except as provided in paragraph (b), no person may dispense a controlled substance included

H0100-7

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in Schedule III or IV of section 152.02 without a prescription issued, as permitted under 166.1 subdivision 1, by a doctor of medicine, a doctor of osteopathic medicine licensed to practice 166.2 medicine, a doctor of dental surgery, a doctor of dental medicine, a doctor of podiatry, a 166.3 doctor of optometry limited to Schedule IV, or a doctor of veterinary medicine, lawfully 166.4 licensed to prescribe in this state or from a practitioner licensed to prescribe controlled 166.5 substances by the state in which the prescription is issued, and having a current federal drug 166.6 enforcement administration registration number. Such prescription may not be dispensed 166.7 166.8 or refilled except with the documented consent of the prescriber, and in no event more than 166.9 six months after the date on which such prescription was issued and no such prescription may be refilled more than five times. 166.10

(b) This subdivision does not apply to cannabis plants, cannabis flower, or cannabinoid
 products sold or transferred in compliance with chapter 342.

Sec. 20. Minnesota Statutes 2022, section 169A.03, is amended by adding a subdivisionto read:

Subd. 3a. Artificially derived cannabinoid. "Artificially derived cannabinoid" has the
 meaning given in section 342.01, subdivision 6.

166.17 Sec. 21. Minnesota Statutes 2022, section 169A.03, is amended by adding a subdivision166.18 to read:

Subd. 3b. Cannabinoid product. "Cannabinoid product" has the meaning given in
section 342.01, subdivision 12.

Sec. 22. Minnesota Statutes 2022, section 169A.03, is amended by adding a subdivisionto read:

166.23 Subd. 3c. Cannabis flower. "Cannabis flower" has the meaning given in section 342.01,
166.24 subdivision 16.

166.25 Sec. 23. Minnesota Statutes 2022, section 169A.03, is amended by adding a subdivision 166.26 to read:

166.27 Subd. 10a. Hemp-derived consumer product. "Hemp-derived consumer product" has
166.28 the meaning given in section 342.01, subdivision 33.

167.1 Sec. 24. Minnesota Statutes 2022, section 169A.20, subdivision 1, is amended to read:

Subdivision 1. Driving while impaired crime; motor vehicle. It is a crime for any
person to drive, operate, or be in physical control of any motor vehicle, as defined in section
167.4 169A.03, subdivision 15, within this state or on any boundary water of this state when:

167.5 (1) the person is under the influence of alcohol;

167.6 (2) the person is under the influence of a controlled substance;

(3) the person is under the influence of an intoxicating substance and the person knowsor has reason to know that the substance has the capacity to cause impairment;

(4) the person is under the influence of a combination of any two or more of the elements
named in clauses (1) to (3) or (8);

(5) the person's alcohol concentration at the time, or as measured within two hours of
the time, of driving, operating, or being in physical control of the motor vehicle is 0.08 or
more;

(6) the vehicle is a commercial motor vehicle and the person's alcohol concentration at
the time, or as measured within two hours of the time, of driving, operating, or being in
physical control of the commercial motor vehicle is 0.04 or more; or

167.17 (7) the person's body contains any amount of a controlled substance listed in Schedule
167.18 I or II, or its metabolite, other than marijuana cannabis flower, a cannabinoid product, an
167.19 artificially derived cannabinoid, or tetrahydrocannabinols; or

167.20 (8) the person is under the influence of cannabis flower, a cannabinoid product, an
 167.21 artificially derived cannabinoid, or tetrahydrocannabinols.

167.22 Sec. 25. [169A.36] OPEN PACKAGE LAW.

167.23 Subdivision 1. Definitions. As used in this section:

167.24 (1) "motor vehicle" does not include motorboats in operation or off-road recreational

167.25 vehicles except while operated on a roadway or shoulder of a roadway that is not part of a

167.26 grant-in-aid trail or trail designated for that vehicle by the commissioner of natural resources;
 167.27 and

167.28 (2) "possession" means either that the person had actual possession of the package or
 167.29 that the person consciously exercised dominion and control over the package.

Subd. 2. Use; crime described. It is a crime for a person to use cannabis flower, a 168.1 cannabinoid product, or any product containing an artificially derived cannabinoid in a 168.2 168.3 motor vehicle when the vehicle is on a street or highway. Subd. 3. Possession; crime described. It is a crime for a person to have in possession, 168.4 168.5 while in a private motor vehicle on a street or highway, any cannabis flower, a cannabinoid product, or any product containing an artificially derived cannabinoid that: 168.6 (1) is in packaging or another container that does not comply with the relevant packaging 168.7 requirements in chapter 152 or 342; 168.8 (2) has been removed from the packaging in which it was sold; 168.9 (3) is in packaging that has been opened or the seal has been broken; or 168.10 (4) is in packaging of which the contents have been partially removed. 168.11 Subd. 4. Liability of nonpresent owner; crime described. It is a crime for the owner 168.12 of any private motor vehicle or the driver, if the owner is not present in the motor vehicle, 168.13 to keep or allow to be kept in a motor vehicle when the vehicle is on a street or highway 168.14 any cannabis flower, a cannabinoid product, or any product containing an artificially derived 168.15 cannabinoid that: 168.16 (1) is in packaging or another container that does not comply with the relevant packaging 168.17 requirements in chapter 152 or 342; 168.18 (2) has been removed from the packaging in which it was sold; 168.19 (3) is in packaging that has been opened or the seal has been broken; or 168.20 (4) is in packaging of which the contents have been partially removed. 168.21 Subd. 5. Criminal penalty. A person who violates subdivision 2, 3, or 4 is guilty of a 168.22 misdemeanor. 168.23 Subd. 6. Exceptions. (a) This section does not prohibit the possession or consumption 168.24 of cannabis flower or a cannabinoid product or any other product containing an artificially 168.25 derived cannabinoid by passengers in: 168.26 (1) a bus that is operated by a motor carrier of passengers as defined in section 221.012, 168.27 subdivision 26; 168.28 (2) a vehicle that is operated for commercial purposes in a manner similar to a bicycle 168.29 as defined in section 169.011, subdivision 4, with five or more passengers who provide 168.30 pedal power to the drive train of the vehicle; or 168.31 Article 4 Sec. 25. 168

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169.1	(3) a vehicle providing limousine service as defined in section 221.84, subdivision 1.
169.2	(b) Subdivisions 3 and 4 do not apply to: (1) a package that is in the trunk of the vehicle
169.3	if the vehicle is equipped with a trunk; or (2) a package that is in another area of the vehicle
169.4	not normally occupied by the driver and passengers if the vehicle is not equipped with a
169.5	trunk. A utility compartment or glove compartment is deemed to be within the area occupied
169.6	by the driver and passengers.

Subdivision 1. Implied consent; conditions; election of test. (a) Any person who drives, 169.8 operates, or is in physical control of a motor vehicle within this state or on any boundary 169.9 water of this state consents, subject to the provisions of sections 169A.50 to 169A.53 (implied 169.10 consent law), and section 169A.20 (driving while impaired), to a chemical test of that 169.11 person's blood, breath, or urine for the purpose of determining the presence of alcohol;; a 169.12 controlled substance or its metabolite;; cannabis flower, a cannabinoid product, artificially 169.13 derived cannabinoids, or tetrahydrocannabinols; or an intoxicating substance. The test must 169.14 be administered at the direction of a peace officer. 169.15

Sec. 26. Minnesota Statutes 2022, section 169A.51, subdivision 1, is amended to read:

(b) The test may be required of a person when an officer has probable cause to believe the person was driving, operating, or in physical control of a motor vehicle in violation of section 169A.20 (driving while impaired), and one of the following conditions exist:

(1) the person has been lawfully placed under arrest for violation of section 169A.20 oran ordinance in conformity with it;

(2) the person has been involved in a motor vehicle accident or collision resulting inproperty damage, personal injury, or death;

(3) the person has refused to take the screening test provided for by section 169A.41(preliminary screening test); or

(4) the screening test was administered and indicated an alcohol concentration of 0.08or more.

(c) The test may also be required of a person when an officer has probable cause to
believe the person was driving, operating, or in physical control of a commercial motor
vehicle with the presence of any alcohol.

170.1 Sec. 27. Minnesota Statutes 2022, section 169A.51, subdivision 4, is amended to read:

Subd. 4. Requirement of urine or blood test. A blood or urine test may be required
pursuant to a search warrant under sections 626.04 to 626.18 even after a breath test has
been administered if there is probable cause to believe that:

170.5 (1) there is impairment by a controlled substance <del>or</del>; an intoxicating substance; or

170.6 cannabis flower, a cannabinoid product, artificially derived cannabinoids, or

170.7 <u>tetrahydrocannabinols</u> that is not subject to testing by a breath test;

170.8 (2) a controlled substance listed in Schedule I or II or its metabolite, other than marijuana

170.9 cannabis flower, a cannabinoid product, artificially derived cannabinoids, or

170.10 tetrahydrocannabinols, is present in the person's body; or

(3) the person is unconscious or incapacitated to the point that the peace officer providing
a breath test advisory, administering a breath test, or serving the search warrant has a
good-faith belief that the person is mentally or physically unable to comprehend the breath
test advisory or otherwise voluntarily submit to chemical tests.

Action may be taken against a person who refuses to take a blood test under this subdivision only if a urine test was offered and action may be taken against a person who refuses to take a urine test only if a blood test was offered. This limitation does not apply to an unconscious person under the circumstances described in clause (3).

170.19 Sec. 28. Minnesota Statutes 2022, section 169A.72, is amended to read:

#### 170.20 **169A.72 DRIVER EDUCATION PROGRAMS.**

Driver training courses offered through the public schools and driver training courses offered by private or commercial schools or institutes shall include instruction which must encompass at least:

(1) information on the effects of consumption of beverage alcohol products and the use
 of illegal drugs, cannabis flower, cannabinoid products, artificially derived cannabinoids,

170.26 <u>tetrahydrocannabinol derived from any source</u>, prescription drugs, and nonprescription

170.27 drugs on the ability of a person to operate a motor vehicle;

(2) the hazards of driving while under the influence of alcohol, a controlled substance,
or drugs an intoxicating substance; and

(3) the legal penalties and financial consequences resulting from violations of laws
prohibiting the operation of a motor vehicle while under the influence of alcohol, a controlled
substance, or drugs an intoxicating substance.

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H0100-7

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- Sec. 29. Minnesota Statutes 2022, section 244.05, subdivision 2, is amended to read:
  Subd. 2. Rules. (a) The commissioner of corrections shall adopt by rule standards and procedures for the establishment of conditions of release and the revocation of supervised or conditional release, and shall specify the period of revocation for each violation of release.
  Procedures for the revocation of release shall provide due process of law for the inmate.
  (b) The commissioner may prohibit an inmate placed on parole, supervised release, or conditional release from using adult-use cannabis flower as defined in section 342.01,
- subdivision 4, or adult-use cannabinoid products as defined in section 342.01, subdivision
- 171.9 2, if the inmate undergoes a chemical use assessment and abstinence is consistent with a
- 171.10 recommended level of care for the defendant in accordance with the criteria in rules adopted
- 171.11 by the commissioner of human services under section 254A.03, subdivision 3.
- 171.12 (c) The commissioner of corrections shall not prohibit an inmate placed on parole,
- 171.13 supervised release, or conditional release from participating in the registry program as
- 171.14 defined in section 342.01, subdivision 58, as a condition of release or revoke a patient's
- 171.15 parole, supervised release, or conditional release or otherwise sanction a patient on parole,
- 171.16 supervised release, or conditional release solely for participating in the registry program or
- 171.17 for a positive drug test for cannabis components or metabolites.
- EFFECTIVE DATE. This section is effective August 1, 2023, and applies to supervised
  release granted on or after that date.
- 171.20 Sec. 30. Minnesota Statutes 2022, section 609.135, subdivision 1, is amended to read:
- Subdivision 1. **Terms and conditions.** (a) Except when a sentence of life imprisonment is required by law, or when a mandatory minimum sentence is required by section 609.11, any court may stay imposition or execution of sentence and:
- 171.24 (1) may order intermediate sanctions without placing the defendant on probation; or
- (2) may place the defendant on probation with or without supervision and on the terms 171.25 the court prescribes, including intermediate sanctions when practicable. The court may order 171.26 the supervision to be under the probation officer of the court, or, if there is none and the 171.27 conviction is for a felony or gross misdemeanor, by the commissioner of corrections, or in 171.28 any case by some other suitable and consenting person. Unless the court directs otherwise, 171.29 state parole and probation agents and probation officers may impose community work 171.30 service or probation violation sanctions, consistent with section 243.05, subdivision 1; 171.31 sections 244.196 to 244.199; or 401.02, subdivision 5. 171.32

H0100-7

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No intermediate sanction may be ordered performed at a location that fails to observe
applicable requirements or standards of chapter 181A or 182, or any rule promulgated under
them.

(b) For purposes of this subdivision, subdivision 6, and section 609.14, the term
"intermediate sanctions" includes but is not limited to incarceration in a local jail or
workhouse, home detention, electronic monitoring, intensive probation, sentencing to service,
reporting to a day reporting center, chemical dependency or mental health treatment or
counseling, restitution, fines, day-fines, community work service, work service in a restorative
justice program, work in lieu of or to work off fines and, with the victim's consent, work in
lieu of or to work off restitution.

(c) A court may not stay the revocation of the driver's license of a person convicted ofviolating the provisions of section 169A.20.

(d) If the court orders a fine, day-fine, or restitution as an intermediate sanction, payment
is due on the date imposed unless the court otherwise establishes a due date or a payment
plan.

(e) The court may prohibit a defendant from using adult-use cannabis flower as defined 172.16 in section 342.01, subdivision 4, or adult-use cannabinoid products as defined in section 172.17 342.01, subdivision 2, if the defendant undergoes a chemical use assessment and abstinence 172.18 is consistent with a recommended level of care for the defendant in accordance with the 172.19 criteria in rules adopted by the commissioner of human services under section 254A.03, 172.20 subdivision 3. The assessment must be conducted by an assessor qualified under rules 172.21 adopted by the commissioner of human services under section 254A.03, subdivision 3. An 172.22 assessor providing a chemical use assessment may not have any direct or shared financial 172.23 interest or referral relationship resulting in shared financial gain with a treatment provider, 172.24 except as authorized under section 254A.19, subdivision 3. If an independent assessor is 172.25 not available, the probation officer may use the services of an assessor authorized to perform 172.26 assessments for the county social services agency under a variance granted under rules 172.27 adopted by the commissioner of human services under section 254A.03, subdivision 3. 172.28 172.29 (f) A court shall not impose an intermediate sanction that has the effect of prohibiting a person from participating in the registry program as defined in section 342.01, subdivision 172.30 58. 172.31

172.32 EFFECTIVE DATE. This section is effective August 1, 2023, and applies to sentences
 172.33 ordered on or after that date.

Sec. 31. Minnesota Statutes 2022, section 609.2112, subdivision 1, is amended to read: 173.1 Subdivision 1. Criminal vehicular homicide. (a) Except as provided in paragraph (b), 173.2 a person is guilty of criminal vehicular homicide and may be sentenced to imprisonment 173.3 for not more than ten years or to payment of a fine of not more than \$20,000, or both, if the 173.4 173.5 person causes the death of a human being not constituting murder or manslaughter as a result of operating a motor vehicle: 173.6 (1) in a grossly negligent manner; 173.7 (2) in a negligent manner while under the influence of: 173.8 (i) alcohol; 173.9 (ii) a controlled substance; or 173.10 (iii) cannabis flower, a cannabinoid product, artificially derived cannabinoids, or 173.11 tetrahydrocannabinols; or 173.12

173.13 (iii) (iv) any combination of those elements;

173.14 (3) while having an alcohol concentration of 0.08 or more;

(4) while having an alcohol concentration of 0.08 or more, as measured within two hours
of the time of driving;

(5) in a negligent manner while under the influence of an intoxicating substance and theperson knows or has reason to know that the substance has the capacity to cause impairment;

(6) in a negligent manner while any amount of a controlled substance listed in Schedule
I or II, or its metabolite, other than marijuana cannabis flower, a cannabinoid product,

173.21 <u>artificially derived cannabinoids</u>, or tetrahydrocannabinols, is present in the person's body;

(7) where the driver who causes the collision leaves the scene of the collision in violationof section 169.09, subdivision 1 or 6; or

(8) where the driver had actual knowledge that a peace officer had previously issued a
citation or warning that the motor vehicle was defectively maintained, the driver had actual
knowledge that remedial action was not taken, the driver had reason to know that the defect
created a present danger to others, and the death was caused by the defective maintenance.

(b) If a person is sentenced under paragraph (a) for a violation under paragraph (a),
clauses (2) to (6), occurring within ten years of a qualified prior driving offense, the statutory
maximum sentence of imprisonment is 15 years.

Sec. 32. Minnesota Statutes 2022, section 609.2113, subdivision 1, is amended to read:
Subdivision 1. Great bodily harm. A person is guilty of criminal vehicular operation
resulting in great bodily harm and may be sentenced to imprisonment for not more than five
years or to payment of a fine of not more than \$10,000, or both, if the person causes great

bodily harm to another not constituting attempted murder or assault as a result of operatinga motor vehicle:

174.7 (1) in a grossly negligent manner;

174.8 (2) in a negligent manner while under the influence of:

174.9 (i) alcohol;

174.10 (ii) a controlled substance; or

174.11 (iii) cannabis flower, a cannabinoid product, artificially derived cannabinoids, or

174.12 tetrahydrocannabinols; or

174.13 (iii) (iv) any combination of those elements;

174.14 (3) while having an alcohol concentration of 0.08 or more;

(4) while having an alcohol concentration of 0.08 or more, as measured within two hours
of the time of driving;

174.17 (5) in a negligent manner while under the influence of an intoxicating substance and the 174.18 person knows or has reason to know that the substance has the capacity to cause impairment;

(6) in a negligent manner while any amount of a controlled substance listed in Schedule
I or II, or its metabolite, other than marijuana cannabis flower, a cannabinoid product,

174.21 <u>artificially derived cannabinoids</u>, or tetrahydrocannabinols, is present in the person's body;

(7) where the driver who causes the accident leaves the scene of the accident in violationof section 169.09, subdivision 1 or 6; or

(8) where the driver had actual knowledge that a peace officer had previously issued a citation or warning that the motor vehicle was defectively maintained, the driver had actual knowledge that remedial action was not taken, the driver had reason to know that the defect created a present danger to others, and the injury was caused by the defective maintenance.

Sec. 33. Minnesota Statutes 2022, section 609.2113, subdivision 2, is amended to read:

Subd. 2. Substantial bodily harm. A person is guilty of criminal vehicular operation
resulting in substantial bodily harm and may be sentenced to imprisonment for not more

than three years or to payment of a fine of not more than \$10,000, or both, if the person

175.2 causes substantial bodily harm to another as a result of operating a motor vehicle:

175.3 (1) in a grossly negligent manner;

175.4 (2) in a negligent manner while under the influence of:

175.5 (i) alcohol;

175.6 (ii) a controlled substance; or

175.7 (iii) cannabis flower, a cannabinoid product, artificially derived cannabinoids, or
175.8 tetrahydrocannabinols; or

175.9 (iii) (iv) any combination of those elements;

175.10 (3) while having an alcohol concentration of 0.08 or more;

(4) while having an alcohol concentration of 0.08 or more, as measured within two hoursof the time of driving;

(5) in a negligent manner while under the influence of an intoxicating substance and the
person knows or has reason to know that the substance has the capacity to cause impairment;

175.15 (6) in a negligent manner while any amount of a controlled substance listed in Schedule

175.16 I or II, or its metabolite, other than marijuana cannabis flower, a cannabinoid product,

175.17 artificially derived cannabinoids, or tetrahydrocannabinols, is present in the person's body;

(7) where the driver who causes the accident leaves the scene of the accident in violationof section 169.09, subdivision 1 or 6; or

(8) where the driver had actual knowledge that a peace officer had previously issued a
citation or warning that the motor vehicle was defectively maintained, the driver had actual
knowledge that remedial action was not taken, the driver had reason to know that the defect
created a present danger to others, and the injury was caused by the defective maintenance.

175.24 Sec. 34. Minnesota Statutes 2022, section 609.2113, subdivision 3, is amended to read:

Subd. 3. **Bodily harm.** A person is guilty of criminal vehicular operation resulting in bodily harm and may be sentenced to imprisonment for not more than one year or to payment of a fine of not more than \$3,000, or both, if the person causes bodily harm to another as a result of operating a motor vehicle:

175.29 (1) in a grossly negligent manner;

175.30 (2) in a negligent manner while under the influence of:

176.1 (i) alcohol;

176.2 (ii) a controlled substance; or

176.3 (iii) cannabis flower, a cannabinoid product, artificially derived cannabinoids, or

176.4 tetrahydrocannabinols; or

176.5 (iii) (iv) any combination of those elements;

176.6 (3) while having an alcohol concentration of 0.08 or more;

(4) while having an alcohol concentration of 0.08 or more, as measured within two hoursof the time of driving;

176.9 (5) in a negligent manner while under the influence of an intoxicating substance and the 176.10 person knows or has reason to know that the substance has the capacity to cause impairment;

176.11 (6) in a negligent manner while any amount of a controlled substance listed in Schedule

176.12 I or II, or its metabolite, other than marijuana cannabis flower, a cannabinoid product,

176.13 artificially derived cannabinoids, or tetrahydrocannabinols, is present in the person's body;

(7) where the driver who causes the accident leaves the scene of the accident in violationof section 169.09, subdivision 1 or 6; or

(8) where the driver had actual knowledge that a peace officer had previously issued a citation or warning that the motor vehicle was defectively maintained, the driver had actual knowledge that remedial action was not taken, the driver had reason to know that the defect created a present danger to others, and the injury was caused by the defective maintenance.

Sec. 35. Minnesota Statutes 2022, section 609.2114, subdivision 1, is amended to read:

Subdivision 1. **Death to an unborn child.** (a) Except as provided in paragraph (b), a person is guilty of criminal vehicular operation resulting in death to an unborn child and may be sentenced to imprisonment for not more than ten years or to payment of a fine of not more than \$20,000, or both, if the person causes the death of an unborn child as a result of operating a motor vehicle:

176.26 (1) in a grossly negligent manner;

176.27 (2) in a negligent manner while under the influence of:

176.28 (i) alcohol;

176.29 (ii) a controlled substance; or

- (iii) cannabis flower, a cannabinoid product, artificially derived cannabinoids, or
- 177.2 tetrahydrocannabinols; or
- 177.3 (iii) (iv) any combination of those elements;

177.4 (3) while having an alcohol concentration of 0.08 or more;

(4) while having an alcohol concentration of 0.08 or more, as measured within two hours
of the time of driving;

177.7 (5) in a negligent manner while under the influence of an intoxicating substance and the 177.8 person knows or has reason to know that the substance has the capacity to cause impairment;

177.9 (6) in a negligent manner while any amount of a controlled substance listed in Schedule

177.10 I or II, or its metabolite, other than marijuana cannabis flower, a cannabinoid product,

177.11 <u>artificially derived cannabinoids</u>, or tetrahydrocannabinols, is present in the person's body;

(7) where the driver who causes the accident leaves the scene of the accident in violationof section 169.09, subdivision 1 or 6; or

(8) where the driver had actual knowledge that a peace officer had previously issued a citation or warning that the motor vehicle was defectively maintained, the driver had actual knowledge that remedial action was not taken, the driver had reason to know that the defect created a present danger to others, and the injury was caused by the defective maintenance.

(b) If a person is sentenced under paragraph (a) for a violation under paragraph (a),
clauses (2) to (6), occurring within ten years of a qualified prior driving offense, the statutory
maximum sentence of imprisonment is 15 years.

177.21 Sec. 36. Minnesota Statutes 2022, section 609.2114, subdivision 2, is amended to read:

Subd. 2. **Injury to an unborn child.** A person is guilty of criminal vehicular operation resulting in injury to an unborn child and may be sentenced to imprisonment for not more than five years or to payment of a fine of not more than \$10,000, or both, if the person causes the great bodily harm to an unborn child subsequently born alive as a result of operating a motor vehicle:

177.27 (1) in a grossly negligent manner;

177.28 (2) in a negligent manner while under the influence of:

177.29 (i) alcohol;

177.30 (ii) a controlled substance; <del>or</del>

- 178.1 (iii) cannabis flower, a cannabinoid product, artificially derived cannabinoids, or
- 178.2 <u>tetrahydrocannabinols; or</u>
- 178.3 (iii) (iv) any combination of those elements;

178.4 (3) while having an alcohol concentration of 0.08 or more;

(4) while having an alcohol concentration of 0.08 or more, as measured within two hours
of the time of driving;

(5) in a negligent manner while under the influence of an intoxicating substance and the
 person knows or has reason to know that the substance has the capacity to cause impairment;

178.9 (6) in a negligent manner while any amount of a controlled substance listed in Schedule

178.10 I or II, or its metabolite, other than marijuana cannabis flower, a cannabinoid product,

178.11 <u>artificially derived cannabinoids</u>, or tetrahydrocannabinols, is present in the person's body;

(7) where the driver who causes the accident leaves the scene of the accident in violationof section 169.09, subdivision 1 or 6; or

(8) where the driver had actual knowledge that a peace officer had previously issued a citation or warning that the motor vehicle was defectively maintained, the driver had actual knowledge that remedial action was not taken, the driver had reason to know that the defect created a present danger to others, and the injury was caused by the defective maintenance.

178.18 Sec. 37. Minnesota Statutes 2022, section 609.5311, subdivision 1, is amended to read:

Subdivision 1. Controlled substances. All controlled substances that were manufactured,
distributed, dispensed, or acquired in violation of chapter 152 or 342 are subject to forfeiture
under this section, except as provided in subdivision 3 and section 609.5316.

# 178.22 EFFECTIVE DATE. This section is effective August 1, 2023, and applies to violations 178.23 committed on or after that date.

Sec. 38. Minnesota Statutes 2022, section 609.5314, subdivision 1, is amended to read:

Subdivision 1. Property subject to administrative forfeiture. (a) The following are
subject to administrative forfeiture under this section:

(1) all money totaling \$1,500 or more, precious metals, and precious stones that there
is probable cause to believe represent the proceeds of a controlled substance offense;

(2) all money found in proximity to controlled substances when there is probable cause
to believe that the money was exchanged for the purchase of a controlled substance;

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(3) all conveyance devices containing controlled substances with a retail value of \$100 179.1 or more if there is probable cause to believe that the conveyance device was used in the

179.3 transportation or exchange of a controlled substance intended for distribution or sale; and

(4) all firearms, ammunition, and firearm accessories found: 179.4

179.5 (i) in a conveyance device used or intended for use to commit or facilitate the commission of a felony offense involving a controlled substance; 179.6

179.7 (ii) on or in proximity to a person from whom a felony amount of controlled substance is seized; or 179.8

(iii) on the premises where a controlled substance is seized and in proximity to the 179.9 controlled substance, if possession or sale of the controlled substance would be a felony 179.10 under chapter 152. 179.11

(b) The Department of Corrections Fugitive Apprehension Unit shall not seize items 179.12 listed in paragraph (a), clauses (3) and (4), for the purposes of forfeiture. 179.13

179.14 (c) Money is the property of an appropriate agency and may be seized and recovered by the appropriate agency if: 179.15

(1) the money is used by an appropriate agency, or furnished to a person operating on 179.16 behalf of an appropriate agency, to purchase or attempt to purchase a controlled substance; 179.17 and 179.18

(2) the appropriate agency records the serial number or otherwise marks the money for 179.19 identification. 179.20

(d) As used in this section, "money" means United States currency and coin; the currency 179.21 and coin of a foreign country; a bank check, cashier's check, or traveler's check; a prepaid 179.22 credit card; cryptocurrency; or a money order. 179.23

179.24 (e) As used in this section, "controlled substance" does not include cannabis flower as defined in section 342.01, subdivision 16, or cannabinoid product as defined in section 179.25 342.01, subdivision 12. 179.26

EFFECTIVE DATE. This section is effective August 1, 2023, and applies to crimes 179.27 committed on or after that date. 179.28

Sec. 39. Minnesota Statutes 2022, section 609.5316, subdivision 2, is amended to read: 179.29

179.30 Subd. 2. Controlled substances. (a) Controlled substances listed in Schedule I that are possessed, transferred, sold, or offered for sale in violation of chapter 152 or 342, are 179.31

contraband and must be seized and summarily forfeited. Controlled substances listed in 180.1 Schedule I that are seized or come into the possession of peace officers, the owners of which 180.2 180.3 are unknown, are contraband and must be summarily forfeited.

(b) Species of plants from which controlled substances in Schedules I and II may be 180.4 derived that have been planted or cultivated in violation of chapter 152 or of which the 180.5 owners or cultivators are unknown, or that are wild growths, may be seized and summarily 180.6 forfeited to the state. The appropriate agency or its authorized agent may seize the plants if 180.7 180.8 the person in occupancy or in control of land or premises where the plants are growing or being stored fails to produce an appropriate registration or proof that the person is the holder 180.9 of appropriate registration. 180.10

#### **EFFECTIVE DATE.** This section is effective August 1, 2023, and applies to crimes 180.11 180.12 committed on or after that date.

#### Sec. 40. ORAL FLUID PRELIMINARY TESTING; PILOT PROJECT 180.13 AUTHORIZED. 180.14

(a) The commissioner of public safety is authorized to design, plan, and implement a 180.15

pilot project intended to determine the efficacy of oral fluid roadside testing to determine 180.16

the presence of a controlled substance or intoxicating substance by trained law enforcement 180.17

personnel. The project is further intended to gain a better assessment of the prevalence of 180.18

drug-impaired drivers on Minnesota roads and to evaluate and validate the appropriate 180.19

180.20 device that could be authorized for use.

(b) The results of this preliminary oral fluid test must not be used in any court action. 180.21

180.22 (c) Following the screening test, additional tests may be required of the driver pursuant

to Minnesota Statutes, section 169A.51 (chemical tests for intoxication). 180.23

EFFECTIVE DATE. This section is effective August 1, 2023, and expires July 31, 180.24 2025. 180.25

180.26

180.27

### **ARTICLE 5**

### **EXPUNGEMENT**

Section 1. Minnesota Statutes 2022, section 609A.01, is amended to read: 180.28

#### 609A.01 EXPUNGEMENT OF CRIMINAL RECORDS. 180.29

This chapter provides the grounds and procedures for expungement of criminal records 180.30 under section 13.82; 152.18, subdivision 1; 299C.11, where a petition is authorized under 180.31

181.1 section 609A.02, subdivision 3; expungement is automatic under section 609A.05;

181.2 expungement is considered by a panel under section 609A.06; or other applicable law. The

181.3 remedy available is limited to a court order sealing the records and prohibiting the disclosure

181.4 of their existence or their opening except under court order or statutory authority. Nothing

in this chapter authorizes the destruction of records or their return to the subject of the

181.6 records.

181.7 **EFFECTIVE DATE.** This section is effective August 1, 2023.

181.8 Sec. 2. Minnesota Statutes 2022, section 609A.03, subdivision 5, is amended to read:

Subd. 5. **Nature of remedy; standard.** (a) Except as otherwise provided by paragraph (b), expungement of a criminal record <u>under this section</u> is an extraordinary remedy to be granted only upon clear and convincing evidence that it would yield a benefit to the petitioner commensurate with the disadvantages to the public and public safety of:

181.13 (1) sealing the record; and

(2) burdening the court and public authorities to issue, enforce, and monitor anexpungement order.

(b) Except as otherwise provided by this paragraph, if the petitioner is petitioning for the sealing of a criminal record under section 609A.02, subdivision 3, paragraph (a), clause (1) or (2), the court shall grant the petition to seal the record unless the agency or jurisdiction whose records would be affected establishes by clear and convincing evidence that the interests of the public and public safety outweigh the disadvantages to the petitioner of not sealing the record.

181.22 (c) In making a determination under this subdivision, the court shall consider:

181.23 (1) the nature and severity of the underlying crime, the record of which would be sealed;

181.24 (2) the risk, if any, the petitioner poses to individuals or society;

181.25 (3) the length of time since the crime occurred;

181.26 (4) the steps taken by the petitioner toward rehabilitation following the crime;

181.27 (5) aggravating or mitigating factors relating to the underlying crime, including the

181.28 petitioner's level of participation and context and circumstances of the underlying crime;

(6) the reasons for the expungement, including the petitioner's attempts to obtainemployment, housing, or other necessities;

181.31 (7) the petitioner's criminal record;

182.1 (8) the petitioner's record of employment and community involvement;

(9) the recommendations of interested law enforcement, prosecutorial, and correctionsofficials;

(10) the recommendations of victims or whether victims of the underlying crime wereminors;

(11) the amount, if any, of restitution outstanding, past efforts made by the petitioner
toward payment, and the measures in place to help ensure completion of restitution payment
after expungement of the record if granted; and

182.9 (12) other factors deemed relevant by the court.

(d) Notwithstanding section 13.82, 13.87, or any other law to the contrary, if the court
issues an expungement order it may require that the criminal record be sealed, the existence
of the record not be revealed, and the record not be opened except as required under
subdivision 7. Records must not be destroyed or returned to the subject of the record.

(e) Information relating to a criminal history record of an employee, former employee, or tenant that has been expunged before the occurrence of the act giving rise to the civil action may not be introduced as evidence in a civil action against a private employer or landlord or its employees or agents that is based on the conduct of the employee, former employee, or tenant.

# 182.19 EFFECTIVE DATE. This section is effective August 1, 2023, and applies to crimes 182.20 committed on or after that date.

182.21 Sec. 3. Minnesota Statutes 2022, section 609A.03, subdivision 9, is amended to read:

Subd. 9. Stay of order; appeal. An expungement order <u>issued under this section</u> shall be stayed automatically for 60 days after the order is filed and, if the order is appealed, during the appeal period. A person or an agency or jurisdiction whose records would be affected by the order may appeal the order within 60 days of service of notice of filing of the order. An agency or jurisdiction or its officials or employees need not file a cost bond or supersedeas bond in order to further stay the proceedings or file an appeal.

## 182.28 **EFFECTIVE DATE.** This section is effective August 1, 2023.

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183.1	Sec. 4. [609A.05] AUTOMATIC	EXPUNGEMENT	OF CERTAIN CAN	INABIS
183.2	OFFENSES.			
183.3	Subdivision 1. Eligibility; dismis	sal, exoneration, or	conviction of nonfelo	ony cannabis
183.4	offenses. (a) A person is eligible for	an order of expunge	ement:	
183.5	(1) upon the dismissal and discha	rge of proceedings	against a person unde	r section
183.6	152.18, subdivision 1, for violation of	of section 152.024, 1	52.025, or 152.027 fc	or possession
183.7	of marijuana or tetrahydrocannabino	<u>ls;</u>		
183.8	(2) if the person was convicted of	or received a stayed	sentence for a violati	on of section
183.9	152.027, subdivision 3 or 4;			
183.10	(3) if the person was arrested for	possession of mariju	ana or tetrahydrocan	nabinols and
183.11	all charges were dismissed prior to a	determination of pr	obable cause; or	
183.12	(4) if all pending actions or proce	edings involving th	e possession of marij	uana or
183.13	tetrahydrocannabinols were resolved	l in favor of the pers	on.	
183.14	(b) For purposes of this section:			
183.15	(1) a verdict of not guilty by reas	on of mental illness	is not a resolution in	favor of the
183.16	person; and			
183.17	(2) an action or proceeding is res	olved in favor of the	e person if the person	received an
183.18	order under section 590.11 determini	ing that the person i	s eligible for compens	sation based
183.19	on exoneration.			
183.20	Subd. 2. Bureau of Criminal Ap	prehension to ider	ntify eligible individu	uals. (a) The
183.21	Bureau of Criminal Apprehension sh	all identify records	that qualify for an or	der of
183.22	expungement pursuant to subdivision	<u>n 1.</u>		
183.23	(b) The Bureau of Criminal Appr	ehension shall notif	y the judicial branch	<u>of:</u>
183.24	(1) the name and date of birth of	an individual whose	e record is eligible for	an order of
183.25	expungement; and			
183.26	(2) the case number of the eligible $(2)$	e record.		
183.27	(c) The Bureau of Criminal Appre	hension shall grant a	an expungement to eac	ch qualifying
183.28	person whose records the bureau pos	ssesses and shall sea	1 the bureau's records	without
183.29	requiring an application, petition, or	motion. The bureau	shall seal records rel	ated to an
183.30	expungement within 60 days after the	e bureau sent notice	of the expungement to	o the judicial
183.31	branch pursuant to paragraph (b) unle	ess an order of the ju	dicial branch prohibit	ts sealing the
183.32	records or additional information estab	olishes that the record	ls are not eligible for e	xpungement.

- (d) Nonpublic criminal records maintained by the bureau and subject to a grant of
   expungement relief must display a notation stating "expungement relief granted pursuant
   to section 609A.05."
   (e) The bureau shall inform each arresting or citing law enforcement agency with records
   affected by the grant of expungement relief issued pursuant to paragraph (c) that expungement
- 184.6 has been granted. The bureau shall notify each arresting or citing law enforcement agency
- 184.7 of an expungement within 60 days after the bureau sent notice of the expungement to the
- 184.8 judicial branch. The bureau may notify each law enforcement agency using electronic means.
- 184.9 Upon receiving notification of an expungement, a law enforcement agency shall seal all
- 184.10 records related to the expungement, including the records of the person's arrest, indictment,
- 184.11 <u>trial, verdict, and dismissal or discharge of the case</u>.
- 184.12 (f) The Bureau of Criminal Apprehension shall make a reasonable and good faith effort
- 184.13 to notify any person whose record qualifies for an order of expungement or a grant of
- 184.14 expungement that the offense qualifies and notice is being sent to the judicial branch. Notice
- 184.15 sent pursuant to this paragraph shall inform the person that, following the order of
- 184.16 expungement, any records of an arrest, conviction, or incarceration should not appear on
- 184.17 any background check or study performed in Minnesota. Notice must also clearly state that
- 184.18 an order of expungement or a grant of expungement may not change a person's immigration
- 184.19 status and any person with questions about the effect on the person's immigration status
- 184.20 should consult with an immigration attorney.
- (g) On a schedule and in a manner established by the commissioner of human services,
  the bureau shall send the commissioner of human services a list identifying the name and
  case number or, if no case number is available, the citation number of each person who
  received a grant of expungement.
- (h) Data on a person whose offense has been expunged under this subdivision, including
  any notice sent pursuant to paragraph (e), (f), or (g), are private data on individuals as defined
  in section 13.02, subdivision 12.
- 184.28Subd. 3. Order of expungement. (a) Upon receiving notice that an offense qualifies184.29for expungement, or upon entering an order dismissing charges prior to a determination of184.30probable cause, the court shall issue an order vacating the conviction, if any, discharging184.31the person from any form of supervision, dismissing the proceedings against that person,184.32and sealing all records relating to an arrest, indictment or information, trial, verdict, or184.33dismissal and discharge for an offense described in subdivision 1.

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185.1	(b) Section 609A.03, subdivision 6, applies to an order issued under this section sealing
185.2	the record of proceedings under section 152.18.
185.3	(c) The limitations under section 609A.03, subdivision 7a, paragraph (b), do not apply
185.4	to an order issued under this section.
185.5	(d) The court administrator shall send a copy of an expungement order issued under this
185.6	section to each agency and jurisdiction whose records are affected by the terms of the order
185.7	and send a letter to the last known address of the person whose offense has been expunged
185.8	identifying each agency to which the order was sent.
185.9	(e) In consultation with the commissioner of human services, the court shall establish a
185.10	schedule on which the court shall provide the commissioner of human services and the
185.11	Professional Educator Licensing and Standards Board a list identifying the name and case
185.12	number or if no case number is available, the citation number of each person who received
185.13	an expungement order issued under this section.
185.14	(f) Data on the person whose offense has been expunged contained in a letter or other
185.15	notification sent under this subdivision are private data on individuals as defined in section
185.16	<u>13.02.</u>
185.17	Subd. 4. Report. The Bureau of Criminal Apprehension shall issue a report to the
185.18	legislative committees and divisions with jurisdiction over public safety policy and finance
185.19	upon completion of the work required under subdivision 2. The report shall contain summary
185.20	data and must include the total number of expungements granted by the Bureau of Criminal
185.21	Apprehension.
185.22	<b>EFFECTIVE DATE.</b> This section is effective August 1, 2023.
185.23	Sec. 5. [609A.06] EXPUNGEMENT AND RESENTENCING OF FELONY
185.24	CANNABIS OFFENSES.
185.25	Subdivision 1. Cannabis Expungement Board. (a) The Cannabis Expungement Board
185.26	is created with the powers and duties established by law.
185.27	(b) The Cannabis Expungement Board is composed of the following members:
185.28	(1) the chief justice of the supreme court or a designee;
185.29	(2) the attorney general or a designee;
185.30	(3) one public defender, appointed by the governor upon recommendation of the state

185.31 public defender;

186.1	(4) the commissioner of one department of the state government as defined in section
186.2	15.01, appointed by the governor; and
186.3	(5) one public member with experience as an advocate for victim's rights, appointed by
186.4	the governor.
186.5	(c) The Cannabis Expungement Board shall have the following powers and duties:
186.6	(1) to obtain and review the records, including but not limited to all matters, files,
186.7	documents, and papers incident to the arrest, indictment, information, trial, appeal, or
186.8	dismissal and discharge, which relate to a charge for possession of a controlled substance;
186.9	(2) to determine whether a person committed an act involving the possession of cannabis
186.10	flower or cannabinoid products that would either be a lesser offense or no longer be a crime
186.11	after August 1, 2023;
186.12	(3) to determine whether a person's conviction should be vacated, charges should be
186.13	dismissed, and records should be expunged, or whether the person should be resentenced
186.14	to a lesser offense; and
186.15	(4) to notify the judicial branch of individuals eligible for an expungement or resentencing
186.16	to a lesser offense.
186.17	(d) The Cannabis Expungement Board shall complete the board's work by June 30, 2028.
186.18	Subd. 2. Eligibility; possession of cannabis. (a) A person is eligible for an expungement
186.19	or resentencing to a lesser offense if:
186.20	(1) the person was convicted of, or adjudication was stayed for, a violation of any of the
186.21	following involving the possession of marijuana or tetrahydrocannabinols:
186.22	(i) section 152.021, subdivision 2, clause (6);
186.23	(ii) section 152.022, subdivision 2, clause (6);
186.24	(iii) section 152.023, subdivision 2, clause (5); or
186.25	(iv) section 152.025, subdivision 2, clause (1).
186.26	(2) the offense did not involve a dangerous weapon, the intentional infliction of bodily
186.27	harm on another, an attempt to inflict bodily harm on another, or an act committed with the
186.28	intent to cause fear in another of immediate bodily harm or death;
186.29	(3) the act on which the charge was based would either be a lesser offense or no longer
186.30	be a crime after August 1, 2023; and

187.1	(4) the person did not appeal the sentence, any appeal was denied, or the deadline to file
187.2	an appeal has expired.
187.3	(b) For purposes of this subdivision, a "lesser offense" means a nonfelony offense if the
187.4	person was charged with a felony.
187.5	Subd. 3. Bureau of Criminal Apprehension to identify eligible records. (a) The
187.6	Bureau of Criminal Apprehension shall identify convictions and sentences where adjudication
187.7	was stayed that qualify for review under subdivision 2, paragraph (a), clause (1).
187.8	(b) The Bureau of Criminal Apprehension shall notify the Cannabis Expungement Board
187.9	<u>of:</u>
187.10	(1) the name and date of birth of a person whose record is eligible for review; and
187.11	(2) the case number of the eligible conviction or stay of adjudication.
187.12	Subd. 4. Access to records. The Cannabis Expungement Board shall have free access
187.13	to records, including but not limited to all matters, files, documents, and papers incident to
187.14	the arrest, indictment, information, trial, appeal, or dismissal and discharge that relate to a
187.15	charge and conviction or stay of adjudication for possession of a controlled substance held
187.16	by law enforcement agencies, prosecuting authorities, and court administrators. The Cannabis
187.17	Expungement Board may issue subpoenas for and compel the production of books, records,
187.18	accounts, documents, and papers. If any person fails or refuses to produce any books, records,
187.19	accounts, documents, or papers material in the matter under consideration after having been
187.20	lawfully required by order or subpoena, any judge of the district court in any county of the
187.21	state where the order or subpoena was made returnable, on application of the commissioner
187.22	of management and budget or commissioner of administration, as the case may be, shall
187.23	compel obedience or punish disobedience as for contempt, as in the case of disobedience
187.24	of a similar order or subpoena issued by such court.
187.25	Subd. 5. Meetings; anonymous identifier. (a) The Cannabis Expungement Board shall
187.26	hold meetings at least monthly and shall hold a meeting whenever the board takes formal
187.27	action on a review of a conviction or stay of adjudication for an offense involving the
187.28	possession of marijuana or tetrahydrocannabinols. All board meetings shall be open to the
187.29	public and subject to chapter 13D.
187.30	(b) Any victim of a crime being reviewed and any law enforcement agency may submit
187.31	an oral or written statement at the meeting, giving a recommendation on whether a person's
187.32	record should be expunged or the person should be resentenced to a lesser offense. The

188.1	board must consider the victim's and the law enforcement agency's statement when making
188.2	the board's decision.
188.3	(c) Section 13D.05 governs the board's treatment of not public data, as defined by section
188.4	13.02, subdivision 8a, discussed at open meetings of the board. Notwithstanding section
188.5	13.03, subdivision 11, the board shall assign an anonymous, unique identifier to each victim
188.6	of a crime and person whose conviction or stay of adjudication the board reviews. The
188.7	identifier shall be used in any discussion in a meeting open to the public and on any records
188.8	available to the public to protect the identity of the person whose records are being
188.9	considered.
188.10	Subd. 6. Review and determination. (a) The Cannabis Expungement Board shall review
188.11	all available records to determine whether the conviction or stay of adjudication is eligible
188.12	for an expungement or resentencing to a lesser offense. An expungement under this section
188.13	is presumed to be in the public interest unless there is clear and convincing evidence that
188.14	an expungement or resentencing to a lesser offense would create a risk to public safety.
188.15	(b) If the Cannabis Expungement Board determines that an expungement is in the public
188.16	interest, the board shall determine whether a person's conviction should be vacated and
188.17	charges should be dismissed.
188.18	(c) If the Cannabis Expungement Board determines that an expungement is in the public
188.19	interest, the board shall determine whether the limitations under section 609A.03, subdivision
188.20	<u>5a, apply.</u>
188.21	(d) If the Cannabis Expungement Board determines that an expungement is in the public
188.22	interest, the board shall determine whether the limitations under section 609A.03, subdivision
188.23	7a, paragraph (b), clause (4) or (5), apply.
188.24	(e) If the Cannabis Expungement Board determines that an expungement is not in the
188.25	public interest, the board shall determine whether the person is eligible for resentencing to
188.26	a lesser offense.
188.27	(f) In making a determination under this subdivision, the Cannabis Expungement Board
188.28	shall consider:
188.29	(1) the nature and severity of the underlying crime, including but not limited to the total
188.30	amount of marijuana or tetrahydrocannabinols possessed by the person and whether the
188.31	offense involved a dangerous weapon, the intentional infliction of bodily harm on another,
188.32	an attempt to inflict bodily harm on another, or an act committed with the intent to cause
188.33	fear in another of immediate bodily harm or death;

189.1	(2) whether an expungement or resentencing the person a lesser offense would increase
189.2	the risk, if any, the person poses to other individuals or society;
189.3	(3) if the person is under sentence, whether an expungement or resentencing to a lesser
189.4	offense would result in the release of the person and whether release earlier than the date
189.5	that the person would be released under the sentence currently being served would present
189.6	a danger to the public or would be compatible with the welfare of society;
189.7	(4) aggravating or mitigating factors relating to the underlying crime, including the
189.8	person's level of participation and the context and circumstances of the underlying crime;
189.9	(5) statements from victims and law enforcement, if any;
189.10	(6) if an expungement or resentencing the person to a lesser offense is considered,
189.11	whether there is good cause to restore the person's right to possess firearms and ammunition;
189.12	(7) if an expungement is considered, whether an expunged record of a conviction or stay
189.13	of adjudication may be opened for purposes of a background study under section 245C.08;
189.14	(8) if an expungement is considered, whether an expunged record of a conviction or stay
189.15	of adjudication may be opened for purposes of a background check required under section
189.16	122A.18, subdivision 8; and
189.17	(9) other factors deemed relevant by the Cannabis Expungement Board.
189.18	(g) The affirmative vote of three members is required for action taken at any meeting.
189.19	Subd. 7. Annual report. Until the board completes its work, the board shall issue a
189.20	report by January 15 of each year to the legislative committees and divisions with jurisdiction
189.21	over public safety policy and finance upon completion of the work required under subdivision
189.22	2. The report shall contain summary data and must include:
189.23	(1) the total number of cases reviewed in the previous year;
189.24	(2) the total number of cases in which the board determined that an expungement is in
189.25	the public interest;
189.26	(3) the total number of cases in which the board determined that resentencing to a lesser
189.27	offense is appropriate, the original sentence in those cases, and the lesser offense
189.28	recommended by the board;
189.29	(4) the total number of cases in which the board determined that no change to the original
189.30	sentence was appropriate; and
189.31	(5) the total number of cases remaining to be reviewed.

- 190.1 Subd. 8. Notice to judicial branch and offenders. (a) The Cannabis Expungement
- 190.2 Board shall identify any conviction or stay of adjudication that qualifies for an order of
- 190.3 expungement or resentencing to a lesser offense and notify the judicial branch of:
- 190.4 (1) the name and date of birth of a person whose conviction or stay of adjudication is
- 190.5 eligible for an order of expungement or resentencing to a lesser offense;
- 190.6 (2) the case number of the eligible conviction or stay of adjudication;
- 190.7 (3) whether the person is eligible for an expungement;
- 190.8 (4) if the person is eligible for an expungement, whether the person's conviction should
- 190.9 be vacated and charges should be dismissed;
- 190.10 (5) if the person is eligible for an expungement, whether there is good cause to restore
- 190.11 the offender's right to possess firearms and ammunition;
- 190.12 (6) if the person is eligible for an expungement, whether the limitations under section
- 190.13 <u>609A.03</u>, subdivision 7a, clause (4) or (5), apply; and
- 190.14 (7) if the person is eligible for resentencing to a lesser offense, the lesser sentence to be
  190.15 imposed.
- 190.16 (b) The Cannabis Expungement Board shall make a reasonable and good faith effort to
- 190.17 notify any person whose conviction or stay of adjudication qualifies for an order of
- 190.18 expungement that the offense qualifies and notice is being sent to the judicial branch. Notice
- 190.19 sent pursuant to this paragraph shall inform the person that, following the order of
- 190.20 expungement, any records of an arrest, conviction, or incarceration should not appear on
- 190.21 any background check or study.
- 190.22 Subd. 9. Data classification. All data collected, created, received, maintained, or
- 190.23 disseminated by the Cannabis Expungement Board in which each victim of a crime and
- 190.24 person whose conviction or stay of adjudication that the Cannabis Expungement Board
- 190.25 reviews is or can be identified as the subject of the data is classified as private data on
- 190.26 individuals, as defined by section 13.02, subdivision 12.
- 190.27 Subd. 10. Order of expungement. (a) Upon receiving notice that an offense qualifies
- 190.28 for expungement, the court shall issue an order sealing all records relating to an arrest,
- 190.29 indictment or information, trial, verdict, or dismissal and discharge for an offense described
- 190.30 in subdivision 1. If the Cannabis Expungement Board determined that the person's conviction
- 190.31 should be vacated and charges should be dismissed, the order shall vacate and dismiss the
- 190.32 charges.

HF100 SEVENTH ENGROSSMENT

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191.1 (b) If the Cannabis Expungement Board determined that there is good cause to restore the person's right to possess firearms and ammunition, the court shall issue an order pursuant 191.2 191.3 to section 609.165, subdivision 1d. (c) If the Cannabis Expungement Board determined that an expunged record of a 191.4 191.5 conviction or stay of adjudication may not be opened for purposes of a background study under section 245C.08, the court shall direct the order specifically to the commissioner of 191.6 human services. 191.7 (d) If the Cannabis Expungement Board determined that an expunged record of a 191.8 conviction or stay of adjudication may not be opened for purposes of a background check 191.9 191.10 required under section 122A.18, subdivision 8, the court shall direct the order specifically to the Professional Educator Licensing and Standards Board. 191.11 191.12 (e) The court administrator shall send a copy of an expungement order issued under this section to each agency and jurisdiction whose records are affected by the terms of the order 191.13 and send a letter to the last known address of the person whose offense has been expunged 191.14 identifying each agency to which the order was sent. 191.15 191.16 (f) Data on the person whose offense has been expunged in a letter sent under this subdivision are private data on individuals as defined in section 13.02. 191.17 191.18 Subd. 11. Resentencing. (a) If the Cannabis Expungement Board determined that a person is eligible for resentencing to a lesser offense and the person is currently under 191.19 sentence, the court shall proceed as if the appellate court directed a reduction of the conviction 191.20 to an offense of lesser degree pursuant to rule 28.02, subdivision 12 of the Rules of Criminal 191.21 Procedure. 191.22 191.23 (b) If the Cannabis Expungement Board determined that a person is eligible for resentencing to a lesser offense and the person completed or has been discharged from the 191.24 sentence, the court may issue an order amending the conviction to an offense of lesser degree 191.25 191.26 without holding a hearing. (c) If the Cannabis Expungement Board determined that there is good cause to restore 191.27 the person's right to possess firearms and ammunition, the court shall, as necessary, issue 191.28 an order pursuant to section 609.165, subdivision 1d. 191.29 191.30 **EFFECTIVE DATE.** This section is effective August 1, 2023.

192.1	ARTICLE 6
192.2	<b>MISCELLANEOUS PROVISIONS</b>
192.3	Section 1. [3.9224] MEDICAL CANNABIS; COMPACTS TO BE NEGOTIATED.
192.4	Subdivision 1. Definitions. (a) As used in this section, the following terms have the
192.5	meanings given.
192.6	(b) "Indian Tribe" means a Tribe, band, nation, or other federally recognized group or
192.7	community of Indians located within the geographical boundaries of the state of Minnesota.
192.8	(c) "Medical cannabinoid product" has the meaning given in section 342.01, subdivision
192.9	<u>47.</u>
192.10	(d) "Medical cannabis flower" has the meaning given in section 342.01, subdivision 49.
192.11	Subd. 2. Negotiations authorized. Following a public hearing, the governor or the
192.12	governor's designated representatives are authorized to negotiate in good faith a compact
192.13	with an Indian Tribe regulating medical cannabis flower and medical cannabinoid products.
192.14	The attorney general is the legal counsel for the governor or the governor's representatives
192.15	in regard to negotiating a compact under this section. If the governor appoints designees to
192.16	negotiate under this subdivision, the designees must include at least two members of the
192.17	senate and two members of the house of representatives, two of whom must be the chairs
192.18	of the senate and house of representatives standing committees with jurisdiction over health
192.19	policy.
192.20	Subd. 3. Terms of compact; rights of parties. (a) A compact agreed to under this
192.21	section may address any issues related to medical cannabis flower and medical cannabinoid
192.22	products that affect the interests of both the state and Indian Tribe or otherwise have an
192.23	impact on Tribal-state relations. At a minimum, a compact agreed to on behalf of the state
192.24	under this section must address:
192.25	(1) the enforcement of criminal and civil laws;
192.26	(2) the regulation of the commercial production, processing, sale or distribution, and
192.27	possession of medical cannabis flower and medical cannabinoid products;
192.28	(3) medical and pharmaceutical research involving medical cannabis flower and medical
192.29	cannabinoid products;
192.30	(4) the taxation of medical cannabis flower and medical cannabinoid products, including
192.31	establishing an appropriate amount and method of revenue sharing;

	HF100 SEVENTH ENGROSSMENT	REVISOR	BD	H0100-7
193.1	(5) the immunities of an Indian Tr	ibe or preemption of	state law regarding the	production.
193.2	processing, or sale or distribution of			
193.3	products; and			
193.4	(6) the method of resolution for c			the use of
193.5	mediation or other alternative disput	e resolution process	es and procedures.	
193.6	(b) In addressing the issues identif	fied under paragraph	(a), the governor or th	e governor's
193.7	designated representatives shall only	enter into agreeme	nts that:	
193.8	(1) provide for the preservation of $(1)$	f public health and	safety;	
193.9	(2) ensure the security of product	ion, processing, reta	il, and research faciliti	ies on Tribal
193.10	land; and			
193.11	(3) establish provisions regulating	g business involving	g medical cannabis flo	wer and
193.12	medical cannabinoid products that pa	ss between Tribal la	nd and non-Tribal land	l in the state.
193.13	Subd. 4. Assessments and charg	ne Notwithstanding	a any law to the contro	
193.13	compact agreed to under this section			
	charges related to the production, pro			
193.15	cannabis flower and medical cannab	0,	ibution, and possessio	li ol medical
193.16	cannabis nower and medical cannab	mold products.		
193.17	Subd. 5. Civil and criminal imn	nunities. The follow	ving acts, when perform	med by a
193.18	validly licensed medical cannabis re-	tailer or an employe	e of a medical cannab	is retailer
193.19	operated by an Indian Tribe pursuant	t to a compact enter	ed into under this sect	ion, do not
193.20	constitute a criminal or civil offense	under state law:		
193.21	(1) the cultivation of cannabis flo	ower, as defined in s	ection 342.01, subdivi	sion 16;
193.22	(2) the possession, purchase, and	receipt of medical of	cannabis flower and m	edical
193.23	cannabinoid products that are proper	ly packaged and labe	eled as authorized unde	er a compact
193.24	entered into pursuant to this section;	and		
193.25	(3) the delivery, distribution, and s	ale of medical cannal	bis flower and medical	cannabinoid
193.26	products as authorized under a comp	act entered into pur	suant to this section ar	nd that takes
193.27	place on the premises of a medical c	annabis retailer on T	Tribal land to any pers	on 21 years
193.28	of age or older.			
193.29	Subd. 6. <b>Publication; report.</b> (a)	) The governor shall	post any compact ent	ered into
193.30	under this section on a publicly acce			
				•
193.31	(b) The governor, the attorney ge			
193.32	shall report to the legislative commit	ttees having jurisdic	tion over health, taxat	ion, and

194.1	commerce annually. This report shall contain information on compacts negotiated and an
194.2	outline of prospective negotiations.
194.3	Sec. 2. [3.9228] ADULT-USE CANNABIS; COMPACTS TO BE NEGOTIATED.
194.4	Subdivision 1. Definitions. (a) As used in this section, the following terms have the
194.5	meanings given.
194.6	(b) "Indian Tribe" means a Tribe, band, nation, or other federally recognized group or
194.7	community of Indians located within the geographical boundaries of the state of Minnesota.
104.9	(c) "Adult-use cannabinoid product" has the meaning given in section 342.01, subdivision
194.8 194.9	<ul><li><u>(c) Aduit-use cannabilioid product mas the meaning given in section 342.01, subdivision</u></li><li>2.</li></ul>
194.9	
194.10	(d) "Adult-use cannabis flower" has the meaning given in section 342.01, subdivision
194.11	<u>4.</u>
194.12	Subd. 2. Negotiations authorized. Following a public hearing, the governor or the
194.13	governor's designated representatives are authorized to negotiate in good faith a compact
194.14	with an Indian Tribe regulating adult-use cannabis flower and adult-use cannabinoid products.
194.15	The attorney general is the legal counsel for the governor or the governor's representatives
194.16	in regard to negotiating a compact under this section. If the governor appoints designees to
194.17	negotiate under this subdivision, the designees must include at least two members of the
194.18	senate and two members of the house of representatives, two of whom must be the chairs
194.19	of the senate and house of representatives standing committees with jurisdiction over health
194.20	policy.
194.21	Subd. 3. Terms of compact; rights of parties. (a) A compact agreed to under this
194.22	section may address any issues related to adult-use cannabis flower and adult-use cannabinoid
194.23	products that affect the interests of both the state and Indian Tribe or otherwise have an
194.24	impact on Tribal-state relations. At a minimum, a compact agreed to on behalf of the state
194.25	under this section must address:
194.26	(1) the enforcement of criminal and civil laws;
194.27	(2) the regulation of the commercial production, processing, sale or distribution, and
194.28	possession of adult-use cannabis flower and adult-use cannabinoid products;
194.29	(3) medical and pharmaceutical research involving adult-use cannabis flower and
194.30	adult-use cannabinoid products;
194.31	(4) the taxation of adult-use cannabis flower and adult-use cannabinoid products,
194.32	including establishing an appropriate amount and method of revenue sharing;

	HF100 SEVENTH ENGROSSMENT	REVISOR	BD	H0100-7
195.1	(5) the immunities of an Indian Tr	ribe or preemption of	state law regarding th	e production,
195.2	processing, or sale or distribution of	adult-use cannabis	flower and adult-use	cannabinoid
195.3	products; and			
195.4	(6) the method of resolution for	disputes involving th	ne compact, including	g the use of
195.5	mediation or other alternative disput	te resolution process	es and procedures.	
195.6	(b) In addressing the issues identi	fied under paragraph	(a), the governor or t	he governor's
195.7	designee shall only enter into agreen	ments that:		
195.8	(1) provide for the preservation $($	of public health and	safety;	
195.9	(2) ensure the security of product	tion, processing, reta	il, and research facili	ties on Tribal
195.10	land; and			
195.11	(3) establish provisions regulatir	ng business involving	g adult-use cannabis	flower and
195.12	adult-use cannabinoid products that	pass between Tribal	land and non-Tribal	land in the
195.13	state.			
195.14	Subd. 4. Assessments and char	ges. Notwithstanding	g any law to the contr	rary, any
195.15	compact agreed to under this section	n shall establish all t	axes, fees, assessmen	its, and other
195.16	charges related to the production, pro	cessing, sale or distri	bution, and possessio	n of adult-use
195.17	cannabis flower and adult-use canna	binoid products.		
195.18	Subd. 5. Civil and criminal im	nunities. The follow	ving acts, when perfo	rmed by a
195.19	validly licensed cannabis retailer or a	in employee of a can	nabis retailer operated	l by an Indian
195.20	Tribe pursuant to a compact entered	into under this secti	on, do not constitute	a criminal or
195.21	civil offense under state law:			
195.22	(1) the cultivation of cannabis flo	ower, as defined in s	ection 342.01, subdiv	vision 16;
195.23	(2) the possession, purchase, and	l receipt of adult-use	cannabis flower and	adult-use
195.24	cannabinoid products that are proper	ly packaged and lab	eled as authorized unc	ler a compact
195.25	entered into pursuant to this section	; and		
195.26	(3) the delivery, distribution, and	l sale of adult-use ca	nnabis flower and ad	ult-use
195.27	cannabinoid products as authorized	under a compact ent	ered into pursuant to	this section
195.28	and that takes place on the premises	of a medical cannal	ois retailer on Tribal l	and to any
195.29	person 21 years of age or older.			
195.30	Subd. 6. <b>Publication; report.</b> (a	) The governor shall	post any compact er	ntered into
195.31	under this section on a publicly acce	essible website.		

196.1 (b) The governor, the attorney general, and the governor's designee shall report to the

196.2 legislative committees having jurisdiction over health, taxation, and commerce annually.

196.3 This report shall contain information on compacts negotiated and an outline of prospective
196.4 negotiations.

196.5 Sec. 3. Minnesota Statutes 2022, section 13.411, is amended by adding a subdivision to196.6 read:

Subd. 12. Cannabis businesses. Data submitted to the Office of Cannabis Management
 for a cannabis business license and data relating to investigations and disciplinary proceedings
 involving cannabis businesses licensed by the Office of Cannabis Management are classified
 under section 342.185.

196.11 Sec. 4. Minnesota Statutes 2022, section 13.871, is amended by adding a subdivision to196.12 read:

196.13 Subd. 15. Cannabis Expungement Board records. Data collected, created, received,
 196.14 maintained, or disseminated by the Cannabis Expungement Board are classified under
 196.15 section 609A.06, subdivision 8.

196.16 Sec. 5. Minnesota Statutes 2022, section 34A.01, subdivision 4, is amended to read:

Subd. 4. **Food.** "Food" means every ingredient used for, entering into the consumption of, or used or intended for use in the preparation of food, drink, confectionery, or condiment for humans or other animals, whether simple, mixed, or compound; and articles used as components of these ingredients, except that edible cannabinoid products, as defined in section 151.72, subdivision 1, paragraph (c) 342.01, subdivision 29, are not food.

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

#### 196.23 Sec. 6. [120B.215] EDUCATION ON CANNABIS USE AND SUBSTANCE USE.

Subdivision 1. Model program. The commissioner of education, in consultation with 196.24 the commissioners of health and human services, local district and school health education 196.25 specialists, and other qualified experts, shall identify one or more model programs that may 196.26 196.27 be used to educate middle school and high school students on the health effects on children and adolescents of cannabis use and substance use, including but not limited to the use of 196.28 fentanyl or mixtures containing fentanyl, consistent with local standards as required in 196.29 section 120B.021, subdivision 1, paragraph (a), clause (6), for elementary and secondary 196.30 school students. The commissioner must publish a list of model programs that include 196.31

197.1	written materials, curriculum resources, and training for instructors by June 1, 2025. A
197.2	model program identified by the commissioner must be medically accurate, age and
197.3	developmentally appropriate, culturally inclusive, and grounded in science, and must address:
197.4	(1) the physical and mental health effects of cannabis use and substance use by children
197.5	and adolescents, including effects on the developing brains of children and adolescents;
197.6	(2) unsafe or unhealthy behaviors associated with cannabis use and substance use;
197.7	(3) signs of substance use disorders;
197.8	(4) treatment options; and
197.9	(5) healthy coping strategies for children and adolescents.
197.10	Subd. 2. School programs. (a) Starting in the 2026-2027 school year, a school district
197.11	or charter school must implement a comprehensive education program on cannabis use and
197.12	substance use, including but not limited to the use of fentanyl or mixtures containing fentanyl,
197.13	for students in middle school and high school. The program must include instruction on the
197.14	topics listed in subdivision 1 and must:
197.15	(1) respect community values and encourage students to communicate with parents,
197.16	guardians, and other trusted adults about cannabis use and substance use, including but not
197.17	limited to the use of fentanyl or mixtures containing fentanyl; and
197.18	(2) refer students to local resources where students may obtain medically accurate
197.19	information about cannabis use and substance use, including but not limited to the use of
197.20	fentanyl or mixtures containing fentanyl, and treatment for a substance use disorder.
197.21	(b) District efforts to develop, implement, or improve instruction or curriculum as a
197.22	result of the provisions of this section must be consistent with sections 120B.10 and 120B.11.
197.23	Subd. 3. Parental review. Notwithstanding any law to the contrary, each school district
197.24	shall have a procedure for a parent, a guardian, or an adult student 18 years of age or older
197.25	to review the content of the instructional materials to be provided to a minor child or to an
197.26	adult student pursuant to this section. The district or charter school must allow a parent or
197.27	adult student to opt out of instruction under this section with no academic or other penalty
197.28	for the student and must inform parents and adult students of this right to opt out.
197.29	Subd. 4. Youth council. A school district or charter school may establish one or more
197.30	youth councils in which student members of the council receive education and training on
197.31	cannabis use and substance use, including but not limited to the use of fentanyl or mixtures

198.1	Sec. 7. [144.196] CANNABIS DATA COLLECTION AND BIENNIAL REPORTS.
198.2	Subdivision 1. General. The commissioner of health shall engage in research and data
198.3	collection activities to measure the prevalence of cannabis flower use and the use of
198.4	cannabinoid products in the state by persons under 21 years of age and by persons 21 years
198.5	of age or older. In order to collect data, the commissioner may modify existing data collection
198.6	tools used by the department or other state agencies or may establish one or more new data
198.7	collection tools.
198.8	Subd. 2. Statewide assessment; baseline data; updates. (a) The commissioner shall
198.9	conduct a statewide assessment to establish a baseline for the prevalence of cannabis flower
198.10	use and the use of cannabinoid products in the state broken out by:
198.11	(1) the current age of the customer;
198.12	(2) the age at which the customer began consuming cannabis flower or cannabinoid
198.13	products;
198.14	(3) whether the customer consumes cannabis flower or cannabinoid products, and by
198.15	type of cannabinoid product that the customer consumes, if applicable;
198.16	(4) the amount of cannabis flower or cannabinoid product typically consumed at one
198.17	time;
198.18	(5) the typical frequency of consumption; and
198.19	(6) other criteria specified by the commissioner.
198.20	(b) The initial assessment must be completed by July 1, 2024. The commissioner shall
198.21	collect updated data under this subdivision at least every two years thereafter.
198.22	Subd. 3. Reports. Beginning January 1, 2025, and every two years thereafter, the
198.23	commissioner shall issue a public report on the prevalence of cannabis flower use and the
198.24	use of cannabinoid products in the state by persons under age 21 and by persons age 21 or
198.25	older. The report may include recommendations from the commissioner for changes to this
198.26	chapter that would discourage or prevent personal use of cannabis flower or cannabinoid
198.27	products by persons under age 21, that would discourage personal use of cannabis flower
198.28	or cannabinoid products by pregnant or breastfeeding women, that would prevent access to
198.29	cannabis flower or cannabinoid products by young children, or that would otherwise promote
198.30	public health.

### 199.1 Sec. 8. [144.197] CANNABIS EDUCATION PROGRAMS.

Subdivision 1. Youth education. The commissioner of health, in collaboration with
 local health departments, shall conduct a long-term, coordinated education program to raise
 public awareness about and address the top three adverse health effects, as determined by
 the commissioner, associated with the use of cannabis flower or cannabinoid products by
 persons under age 21. In conducting this education program, the commissioner shall engage
 and consult with youth around the state on program content and on methods to effectively
 disseminate program information to youth around the state.

- 199.9 Subd. 2. Education for pregnant and breastfeeding women; women who may become pregnant. The commissioner of health shall conduct a long-term, coordinated program to 199.10 educate pregnant women, breastfeeding women, and women who may become pregnant on 199.11 the adverse health effects of prenatal exposure to cannabis flower or cannabinoid products 199.12 and on the adverse health effects experienced by infants and children who are exposed to 199.13 cannabis flower or cannabinoid products in breast milk, from secondhand smoke, or by 199.14 ingesting cannabinoid products. This education program must also educate women on what 199.15 constitutes a substance use disorder, signs of a substance use disorder, and treatment options 199.16
- 199.17 for persons with a substance use disorder.

Subd. 3. Home visiting programs. The commissioner of health shall provide training, 199.18 technical assistance, and education materials to local public health home visiting programs 199.19 and Tribal home visiting programs regarding the safe and unsafe use of cannabis flower or 199.20 cannabinoid products in homes with infants and young children. Training, technical 199.21 assistance, and education materials shall address substance use, the signs of a substance use 199.22 disorder, treatment options for persons with a substance use disorder, the dangers of driving 199.23 under the influence of cannabis flower or cannabinoid products, how to safely consume 199.24 cannabis flower or cannabinoid products in homes with infants and young children, and 199.25 how to prevent infants and young children from being exposed to cannabis flower or 199.26 cannabinoid products by ingesting cannabinoid products or through secondhand smoke. 199.27 199.28 Subd. 4. Local and Tribal health departments. The commissioner of health shall distribute grants to local health departments and Tribal health departments for these 199.29 departments to create and disseminate educational materials on cannabis flower and 199.30 cannabinoid products and to provide safe use and prevention training, education, technical 199.31

199.32 assistance, and community engagement regarding cannabis flower and cannabinoid products.

200.1 Sec. 9. Minnesota Statutes 2022, section 144.99, subdivision 1, is amended to read:

Subdivision 1. Remedies available. The provisions of chapters 103I and 157 and sections 200.2 200.3 115.71 to 115.77; 144.12, subdivision 1, paragraphs (1), (2), (5), (6), (10), (12), (13), (14), and (15); 144.1201 to 144.1204; 144.121; 144.1215; 144.1222; 144.35; 144.381 to 144.385; 200.4 144.411 to 144.417; 144.495; 144.71 to 144.74; 144.9501 to 144.9512; 144.97 to 144.98; 200.5 144.992; <del>152.22 to 152.37;</del> 326.70 to 326.785; 327.10 to 327.131; and 327.14 to 327.28 200.6 and all rules, orders, stipulation agreements, settlements, compliance agreements, licenses, 200.7 200.8 registrations, certificates, and permits adopted or issued by the department or under any other law now in force or later enacted for the preservation of public health may, in addition 200.9 to provisions in other statutes, be enforced under this section. 200.10

### 200.11 **EFFECTIVE DATE.** This section is effective January 1, 2024.

200.12 Sec. 10. Minnesota Statutes 2022, section 144A.4791, subdivision 14, is amended to read:

Subd. 14. **Application of other law.** Home care providers may exercise the authority and are subject to the protections in section <u>152.34</u> <u>342.51</u>, <u>subdivision 2</u>.

200.15 Sec. 11. Minnesota Statutes 2022, section 175.45, subdivision 1, is amended to read:

Subdivision 1. **Duties; goal.** The commissioner of labor and industry shall convene industry representatives, identify occupational competency standards, and provide technical assistance to develop dual-training programs. The competency standards shall be identified for employment in occupations in advanced manufacturing, health care services, information technology, <del>and</del> agriculture, and the legal cannabis industry. Competency standards are not rules and are exempt from the rulemaking provisions of chapter 14, and the provisions in section 14.386 concerning exempt rules do not apply.

200.23 Sec. 12. Minnesota Statutes 2022, section 181.938, subdivision 2, is amended to read:

Subd. 2. Prohibited practice. (a) An employer may not refuse to hire a job applicant 200.24 or discipline or discharge an employee because the applicant or employee engages in or has 200.25 engaged in the use or enjoyment of lawful consumable products, if the use or enjoyment 200.26 takes place off the premises of the employer during nonworking hours. For purposes of this 200.27 section, "lawful consumable products" means products whose use or enjoyment is lawful 200.28 and which are consumed during use or enjoyment, and includes food, alcoholic or 200.29 nonalcoholic beverages, and tobacco, cannabis flower, as defined in section 342.01, 200.30 subdivision 16, and cannabinoid products, as defined in section 342.01, subdivision 12. 200.31

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(b) Cannabis flower and cannabinoid products are lawful consumable products for the

201.2 purpose of Minnesota law, regardless of whether federal or other state law considers cannabis

201.3 use, possession, impairment, sale, or transfer to be unlawful. Nothing in this section shall

201.4 be construed to limit an employer's ability to discipline or discharge an employee for cannabis

- 201.5 flower or cannabinoid product use, possession, impairment, sale, or transfer during working
- 201.6 hours, on work premises, or while operating an employer's vehicle, machinery, or equipment.

201.7 Sec. 13. Minnesota Statutes 2022, section 181.950, subdivision 2, is amended to read:

Subd. 2. **Confirmatory test; confirmatory retest.** "Confirmatory test" and "confirmatory retest" mean a drug or alcohol test <u>or cannabis test</u> that uses a method of analysis allowed under one of the programs listed in section 181.953, subdivision 1.

201.11 Sec. 14. Minnesota Statutes 2022, section 181.950, subdivision 4, is amended to read:

201.12 Subd. 4. **Drug.** "Drug" means a controlled substance as defined in section 152.01,

201.13 subdivision 4, but does not include marijuana, tetrahydrocannabinols, cannabis flower as

201.14 defined in section 342.01, subdivision 16, or cannabinoid products as defined in section

201.15 342.01, subdivision 12.

201.16 Sec. 15. Minnesota Statutes 2022, section 181.950, subdivision 5, is amended to read:

Subd. 5. **Drug and alcohol testing.** "Drug and alcohol testing," "drug or alcohol testing," and "drug or alcohol test" mean analysis of a body component sample according to the standards established under one of the programs listed in section 181.953, subdivision 1, for the purpose of measuring the presence or absence of drugs, alcohol, or their metabolites in the sample tested. "Drug and alcohol testing," "drug or alcohol testing," and "drug or alcohol test" do not include cannabis or cannabis testing, unless stated otherwise.

201.23 Sec. 16. Minnesota Statutes 2022, section 181.950, is amended by adding a subdivision 201.24 to read:

201.25Subd. 5a. Cannabis testing. "Cannabis testing" means the analysis of a body component201.26sample according to the standards established under one of the programs listed in section201.27181.953, subdivision 1, for the purpose of measuring the presence or absence of cannabis201.28flower, as defined in section 342.01, subdivision 16, cannabinoid products, as defined in201.29section 342.01, subdivision 12, or cannabis metabolites in the sample tested. The definitions201.30in this section apply to cannabis testing unless stated otherwise.

202.1 Sec. 17. Minnesota Statutes 2022, section 181.950, subdivision 8, is amended to read:

Subd. 8. Initial screening test. "Initial screening test" means a drug or alcohol test or
 <u>cannabis test</u> which uses a method of analysis under one of the programs listed in section
 181.953, subdivision 1.

202.5 Sec. 18. Minnesota Statutes 2022, section 181.950, subdivision 13, is amended to read:

Subd. 13. Safety-sensitive position. "Safety-sensitive position" means a job, including any supervisory or management position, in which an impairment caused by drug <del>or</del>, alcohol, or cannabis usage would threaten the health or safety of any person.

202.9 Sec. 19. Minnesota Statutes 2022, section 181.951, is amended by adding a subdivision 202.10 to read:

202.11 Subd. 8. Limitations on cannabis testing. (a) An employer must not request or require

202.12 a job applicant to undergo cannabis testing or drug and alcohol testing solely for the purpose

202.13 of determining the presence or absence of cannabis as a condition of employment unless

202.14 otherwise required by state or federal law.

202.15 (b) Unless otherwise required by state or federal law, an employer must not refuse to

202.16 hire a job applicant solely because the job applicant submits to a cannabis test or a drug and

202.17 <u>alcohol test authorized by this section and the results of the test indicate the presence of</u>

202.18 cannabis.

202.19 (c) An employer must not request or require an employee or job applicant to undergo
 202.20 cannabis testing on an arbitrary or capricious basis or on a random selection basis.

202.21 (d) An employer may request or require an employee to undergo cannabis testing

202.22 conducted by a testing laboratory that participates in one of the programs listed in section

202.23 <u>181.953</u>, subdivision 1, if the employer has a reasonable suspicion that while the employee

202.24 is working or while the employee is on the employer's premises or operating the employer's

202.25 vehicle, machinery, or equipment, the employee:

202.26 (1) as the result of consuming cannabis flower or a cannabinoid product, does not possess 202.27 that clearness of intellect and control of self that the employee otherwise would have;

202.28 (2) has violated the employer's written work rules prohibiting cannabis use, possession,

202.29 impairment, sale, or transfer, provided that the work rules for cannabis and cannabis testing

202.30 are in writing and in a written policy that contains the minimum information required in

202.31 section 181.952; or

203.1	(3) has sustained a personal injury or has a caused a work-related accident as provided
203.2	in subdivision 5, clauses (3) and (4).
203.3	(e) Cannabis testing authorized under paragraph (d) must comply with the safeguards
203.4	for testing employees provided in sections 181.953 and 181.954.
202.5	Sec. 20. Minnesota Statutes 2022, section 181.951, is amended by adding a subdivision
203.5 203.6	to read:
	Subd. 9. Cannabis testing exceptions. For the following positions, cannabis and its
203.7	
203.8	metabolites are considered a drug and subject to the drug and alcohol testing provisions in
203.9	sections 181.950 to 181.957:
203.10	(1) a safety-sensitive position, as defined in section 181.950, subdivision 13;
203.11	(2) a peace officer position, as defined in section 626.84, subdivision 1;
203.12	(3) a firefighter position, as defined in section 299N.01, subdivision 3;
203.13	(4) a position requiring face-to-face care, training, education, supervision, counseling,
203.14	consultation, or medical assistance to:
203.15	(i) children;
203.16	(ii) vulnerable adults, as defined in section 626.5572, subdivision 21; or
203.17	(iii) patients who receive health care services from a provider for the treatment,
203.18	examination, or emergency care of a medical, psychiatric, or mental condition;
203.19	(5) a position requiring a commercial driver's license or requiring an employee to operate
203.20	a motor vehicle for which state or federal law requires drug or alcohol testing of a job
203.21	applicant or an employee;
203.22	(6) a position of employment funded by a federal grant; or
203.23	(7) any other position for which state or federal law requires testing of a job applicant
203.24	or an employee for cannabis.
203.25	Sec. 21. Minnesota Statutes 2022, section 181.952, is amended by adding a subdivision
203.25	to read:
203.27	Subd. 3. Cannabis policy. (a) Unless otherwise provided by state or federal law, an
203.28	employer is not required to permit or accommodate cannabis flower or cannabinoid product
203.29	use, possession, impairment, sale, or transfer while an employee is working or while an

204.1 employee is on the employer's premises or operating the employer's vehicle, machinery, or
 204.2 equipment.

(b) An employer may enact and enforce written work rules prohibiting cannabis flower
and cannabinoid product use, possession, impairment, sale, or transfer while an employee
is working or while an employee is on the employer's premises or operating the employer's
vehicle, machinery, or equipment in a written policy that contains the minimum information
required by this section.

204.8 Sec. 22. Minnesota Statutes 2022, section 181.953, is amended to read:

## 204.9 **181.953 RELIABILITY AND FAIRNESS SAFEGUARDS.**

Subdivision 1. Use of licensed, accredited, or certified laboratory required. (a) An employer who requests or requires an employee or job applicant to undergo drug or alcohol testing or cannabis testing shall use the services of a testing laboratory that meets one of the following criteria for drug testing:

(1) is certified by the National Institute on Drug Abuse as meeting the mandatory
guidelines published at 53 Federal Register 11970 to 11989, April 11, 1988;

204.16 (2) is accredited by the College of American Pathologists, 325 Waukegan Road,

Northfield, Illinois, 60093-2750, under the forensic urine drug testing laboratory program;or

(3) is licensed to test for drugs by the state of New York, Department of Health, underPublic Health Law, article 5, title V, and rules adopted under that law.

204.21 (b) For alcohol testing, the laboratory must either be:

(1) licensed to test for drugs and alcohol by the state of New York, Department of Health,
under Public Health Law, article 5, title V, and the rules adopted under that law; or

204.24 (2) accredited by the College of American Pathologists, 325 Waukegan Road, Northfield,
204.25 Illinois, 60093-2750, in the laboratory accreditation program.

Subd. 3. Laboratory testing, reporting, and sample retention requirements. A testing laboratory that is not certified by the National Institute on Drug Abuse according to subdivision 1 shall follow the chain-of-custody procedures prescribed for employers in subdivision 5. A testing laboratory shall conduct a confirmatory test on all samples that produced a positive test result on an initial screening test. A laboratory shall disclose to the employer a written test result report for each sample tested within three working days after a negative test result on an initial screening test or, when the initial screening test produced

a positive test result, within three working days after a confirmatory test. A test report must

205.2 indicate the drugs, alcohol, <del>or</del> drug or alcohol metabolites, or cannabis or cannabis

205.3 metabolites tested for and whether the test produced negative or positive test results. A

205.4 laboratory shall retain and properly store for at least six months all samples that produced205.5 a positive test result.

Subd. 4. **Prohibitions on employers.** An employer may not conduct drug or alcohol testing <u>or cannabis testing</u> of its own employees and job applicants using a testing laboratory owned and operated by the employer; except that, one agency of the state may test the employees of another agency of the state. Except as provided in subdivision 9, an employer may not request or require an employee or job applicant to contribute to, or pay the cost of, drug or alcohol testing or cannabis testing under sections 181.950 to 181.954.

Subd. 5. Employer chain-of-custody procedures. An employer shall establish its own reliable chain-of-custody procedures to ensure proper record keeping, handling, labeling, and identification of the samples to be tested. The procedures must require the following:

(1) possession of a sample must be traceable to the employee from whom the sample is
collected, from the time the sample is collected through the time the sample is delivered to
the laboratory;

(2) the sample must always be in the possession of, must always be in view of, or mustbe placed in a secured area by a person authorized to handle the sample;

205.20 (3) a sample must be accompanied by a written chain-of-custody record; and

(4) individuals relinquishing or accepting possession of the sample must record the time
the possession of the sample was transferred and must sign and date the chain-of-custody
record at the time of transfer.

Subd. 6. **Rights of employees and job applicants.** (a) Before requesting an employee or job applicant to undergo drug or alcohol testing <u>or requesting cannabis testing</u>, an employer shall provide the employee or job applicant with a form, developed by the employer, on which to acknowledge that the employee or job applicant has seen the employer's drug and alcohol testing <u>or cannabis testing policy</u>.

(b) If an employee or job applicant tests positive for drug use, the employee must be given written notice of the right to explain the positive test and the employer may request that the employee or job applicant indicate any over-the-counter or prescription medication that the individual is currently taking or has recently taken and any other information relevant to the reliability of, or explanation for, a positive test result.

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(c) Within three working days after notice of a positive test result on a confirmatory test,
the employee or job applicant may submit information to the employer, in addition to any
information already submitted under paragraph (b), to explain that result, or may request a
confirmatory retest of the original sample at the employee's or job applicant's own expense
as provided under subdivision 9.

Subd. 7. Notice of test results. Within three working days after receipt of a test result 206.6 report from the testing laboratory, an employer shall inform in writing an employee or job 206.7 206.8 applicant who has undergone drug or alcohol testing or cannabis testing of (1) a negative test result on an initial screening test or of a negative or positive test result on a confirmatory 206.9 test and (2) the right provided in subdivision 8. In the case of a positive test result on a 206.10 confirmatory test, the employer shall also, at the time of this notice, inform the employee 206.11 or job applicant in writing of the rights provided in subdivisions 6, paragraph (b), 9, and 206.12 either subdivision 10 or 11, whichever applies. 206.13

Subd. 8. **Right to test result report.** An employee or job applicant has the right to request and receive from the employer a copy of the test result report on any drug or alcohol test or cannabis test.

Subd. 9. Confirmatory retests. An employee or job applicant may request a confirmatory 206.17 retest of the original sample at the employee's or job applicant's own expense after notice 206.18 of a positive test result on a confirmatory test. Within five working days after notice of the 206.19 confirmatory test result, the employee or job applicant shall notify the employer in writing 206.20 of the employee's or job applicant's intention to obtain a confirmatory retest. Within three 206.21 working days after receipt of the notice, the employer shall notify the original testing 206.22 laboratory that the employee or job applicant has requested the laboratory to conduct the 206.23 confirmatory retest or transfer the sample to another laboratory licensed under subdivision 206.24 1 to conduct the confirmatory retest. The original testing laboratory shall ensure that the 206.25 chain-of-custody procedures in subdivision 3 are followed during transfer of the sample to 206.26 the other laboratory. The confirmatory retest must use the same drug or, alcohol, or cannabis 206.27 threshold detection levels as used in the original confirmatory test. If the confirmatory retest 206.28 does not confirm the original positive test result, no adverse personnel action based on the 206.29 original confirmatory test may be taken against the employee or job applicant. 206.30

Subd. 10. Limitations on employee discharge, discipline, or discrimination. (a) An employer may not discharge, discipline, discriminate against, or request or require rehabilitation of an employee on the basis of a positive test result from an initial screening test that has not been verified by a confirmatory test.

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207.1 (b) In addition to the limitation under paragraph (a), an employer may not discharge an 207.2 employee for whom a positive test result on a confirmatory test was the first such result for 207.3 the employee on a drug or alcohol test <u>or cannabis test</u> requested by the employer unless 207.4 the following conditions have been met:

(1) the employer has first given the employee an opportunity to participate in, at the
employee's own expense or pursuant to coverage under an employee benefit plan, either a
drug <del>or</del>, alcohol, or cannabis counseling or rehabilitation program, whichever is more
appropriate, as determined by the employer after consultation with a certified chemical use
counselor or a physician trained in the diagnosis and treatment of substance use disorder;
and

(2) the employee has either refused to participate in the counseling or rehabilitation
program or has failed to successfully complete the program, as evidenced by withdrawal
from the program before its completion or by a positive test result on a confirmatory test
after completion of the program.

(c) Notwithstanding paragraph (a), an employer may temporarily suspend the tested
employee or transfer that employee to another position at the same rate of pay pending the
outcome of the confirmatory test and, if requested, the confirmatory retest, provided the
employer believes that it is reasonably necessary to protect the health or safety of the
employee, coemployees, or the public. An employee who has been suspended without pay
must be reinstated with back pay if the outcome of the confirmatory test or requested
confirmatory retest is negative.

207.22 (d) An employer may not discharge, discipline, discriminate against, or request or require 207.23 rehabilitation of an employee on the basis of medical history information revealed to the 207.24 employer pursuant to subdivision 6 unless the employee was under an affirmative duty to 207.25 provide the information before, upon, or after hire.

(e) An employee must be given access to information in the employee's personnel file
relating to positive test result reports and other information acquired in the drug and alcohol
testing process <u>or cannabis testing process</u> and conclusions drawn from and actions taken
based on the reports or other acquired information.

207.30 Subd. 10a. Additional limitations for cannabis. An employer may discipline, discharge,

207.31 or take other adverse personnel action against an employee for cannabis flower or

207.32 cannabinoid product use, possession, impairment, sale, or transfer while an employee is

207.33 working, on the employer's premises, or operating the employer's vehicle, machinery, or

207.34 equipment as follows:

208.1	(1) if, as the result of consuming cannabis flower or a cannabinoid product, the employee
208.2	does not possess that clearness of intellect and control of self that the employee otherwise
208.3	would have;
208.4	(2) if cannabis testing that the employer requested or required pursuant to section 181.951,

208.5 subdivision 8, paragraphs (d) and (e), verifies the presence of cannabis following a

208.6 <u>confirmatory test;</u>

208.7 (3) as provided in the employer's written work rules for cannabis and cannabis testing,

208.8 provided that the rules are in writing and in a written policy that contains the minimum

208.9 information required by section 181.952; or

208.10 (4) as otherwise authorized under state or federal law.

Subd. 11. Limitation on withdrawal of job offer. If a job applicant has received a job offer made contingent on the applicant passing drug and alcohol testing, the employer may not withdraw the offer based on a positive test result from an initial screening test that has not been verified by a confirmatory test.

208.15 Sec. 23. Minnesota Statutes 2022, section 181.954, is amended to read:

## 208.16 **181.954 PRIVACY, CONFIDENTIALITY, AND PRIVILEGE SAFEGUARDS.**

Subdivision 1. **Privacy limitations.** A laboratory may only disclose to the employer test result data regarding the presence or absence of drugs, alcohol, or their metabolites in a sample tested.

Subd. 2. **Confidentiality limitations.** Test result reports and other information acquired in the drug or alcohol testing <u>or cannabis testing</u> process are, with respect to private sector employees and job applicants, private and confidential information, and, with respect to public sector employees and job applicants, private data on individuals as that phrase is defined in chapter 13, and may not be disclosed by an employer or laboratory to another employer or to a third-party individual, governmental agency, or private organization without the written consent of the employee or job applicant tested.

208.27 Subd. 3. Exceptions to privacy and confidentiality disclosure

208.28 limitations. Notwithstanding subdivisions 1 and 2, evidence of a positive test result on a 208.29 confirmatory test may be: (1) used in an arbitration proceeding pursuant to a collective bargaining agreement, an administrative hearing under chapter 43A or other applicable state 208.30 or local law, or a judicial proceeding, provided that information is relevant to the hearing 208.32 or proceeding; (2) disclosed to any federal agency or other unit of the United States 208.33 government as required under federal law, regulation, or order, or in accordance with

209.1 compliance requirements of a federal government contract; and (3) disclosed to a substance
209.2 abuse treatment facility for the purpose of evaluation or treatment of the employee.

Subd. 4. **Privilege.** Positive test results from an employer drug or alcohol testing <u>or</u> cannabis testing program may not be used as evidence in a criminal action against the employee or job applicant tested.

209.6 Sec. 24. Minnesota Statutes 2022, section 181.955, is amended to read:

209.7 **181.955 CONSTRUCTION.** 

Subdivision 1. Freedom to collectively bargain. Sections 181.950 to 181.954 shall not be construed to limit the parties to a collective bargaining agreement from bargaining and agreeing with respect to a drug and alcohol testing <u>or a cannabis testing policy that meets</u> or exceeds, and does not otherwise conflict with, the minimum standards and requirements for employee protection provided in those sections.

209.13 Subd. 2. Employee protections under existing collective bargaining

agreements. Sections 181.950 to 181.954 shall not be construed to interfere with or diminish
any employee protections relating to drug and alcohol testing or cannabis testing already
provided under collective bargaining agreements in effect on the effective date of those
sections that exceed the minimum standards and requirements for employee protection
provided in those sections.

209.19 Subd. 3. **Professional athletes.** Sections 181.950 to 181.954 shall not be construed to 209.20 interfere with the operation of a drug and alcohol testing <u>or cannabis testing program if</u>:

209.21 (1) the drug and alcohol testing program is permitted under a contract between the 209.22 employer and employees; and

209.23 (2) the covered employees are employed as professional athletes.

Upon request of the commissioner of labor and industry, the exclusive representative of the employees and the employer shall certify to the commissioner of labor and industry that the drug and alcohol testing <u>or cannabis testing</u> program permitted under the contract should operate without interference from the sections specified in this subdivision. This subdivision must not be construed to create an exemption from controlled substance crimes in chapter 152.

Sec. 25. Minnesota Statutes 2022, section 181.957, subdivision 1, is amended to read:

Subdivision 1. Excluded employees and job applicants. Except as provided under subdivision 2, the employee and job applicant protections provided under sections 181.950 to 181.956 do not apply to employees and job applicants where the specific work performed requires those employees and job applicants to be subject to drug and alcohol testing pursuant to:

(1) federal regulations that specifically preempt state regulation of drug and alcohol
 testing or cannabis testing with respect to those employees and job applicants;

210.9 (2) federal regulations or requirements necessary to operate federally regulated facilities;

(3) federal contracts where the drug and alcohol testing <u>or cannabis testing</u> is conducted
for security, safety, or protection of sensitive or proprietary data; or

(4) state agency rules that adopt federal regulations applicable to the interstate component
of a federally regulated industry, and the adoption of those rules is for the purpose of
conforming the nonfederally regulated intrastate component of the industry to identical
regulation.

210.16 Sec. 26. Minnesota Statutes 2022, section 245C.08, subdivision 1, is amended to read:

Subdivision 1. Background studies conducted by Department of Human Services. (a)
For a background study conducted by the Department of Human Services, the commissioner
shall review:

(1) information related to names of substantiated perpetrators of maltreatment of
vulnerable adults that has been received by the commissioner as required under section
626.557, subdivision 9c, paragraph (j);

(2) the commissioner's records relating to the maltreatment of minors in licensed
programs, and from findings of maltreatment of minors as indicated through the social
service information system;

(3) information from juvenile courts as required in subdivision 4 for individuals listed
in section 245C.03, subdivision 1, paragraph (a), when there is reasonable cause;

(4) information from the Bureau of Criminal Apprehension, including information
regarding a background study subject's registration in Minnesota as a predatory offender
under section 243.166;

(5) except as provided in clause (6), information received as a result of submission of
fingerprints for a national criminal history record check, as defined in section 245C.02,

subdivision 13c, when the commissioner has reasonable cause for a national criminal history
record check as defined under section 245C.02, subdivision 15a, or as required under section
144.057, subdivision 1, clause (2);

(6) for a background study related to a child foster family setting application for licensure,
foster residence settings, children's residential facilities, a transfer of permanent legal and
physical custody of a child under sections 260C.503 to 260C.515, or adoptions, and for a
background study required for family child care, certified license-exempt child care, child
care centers, and legal nonlicensed child care authorized under chapter 119B, the
commissioner shall also review:

(i) information from the child abuse and neglect registry for any state in which thebackground study subject has resided for the past five years;

(ii) when the background study subject is 18 years of age or older, or a minor under
section 245C.05, subdivision 5a, paragraph (c), information received following submission
of fingerprints for a national criminal history record check; and

(iii) when the background study subject is 18 years of age or older or a minor under
section 245C.05, subdivision 5a, paragraph (d), for licensed family child care, certified
license-exempt child care, licensed child care centers, and legal nonlicensed child care
authorized under chapter 119B, information obtained using non-fingerprint-based data
including information from the criminal and sex offender registries for any state in which
the background study subject resided for the past five years and information from the national
crime information database and the national sex offender registry; and

(7) for a background study required for family child care, certified license-exempt child
care centers, licensed child care centers, and legal nonlicensed child care authorized under
chapter 119B, the background study shall also include, to the extent practicable, a name
and date-of-birth search of the National Sex Offender Public website.

(b) Except as otherwise provided in this paragraph, notwithstanding expungement by a 211.26 court, the commissioner may consider information obtained under paragraph (a), clauses 211.27 (3) and (4), unless the commissioner received notice of the petition for expungement and 211.28 the court order for expungement is directed specifically to the commissioner. The 211.29 commissioner may not consider information obtained under paragraph (a), clauses (3) and 211.30 (4), or from any other source that identifies a violation of chapter 152 without determining 211.31 if the offense involved the possession of marijuana or tetrahydrocannabinol and, if so, 211.32 whether the person received a grant of expungement or order of expungement, or the person 211.33

211.34 was resentenced to a lesser offense. If the person received a grant of expungement or order

of expungement, the commissioner may not consider information related to that violation
but may consider any other relevant information arising out of the same incident.

(c) The commissioner shall also review criminal case information received according
to section 245C.04, subdivision 4a, from the Minnesota court information system that relates
to individuals who have already been studied under this chapter and who remain affiliated
with the agency that initiated the background study.

(d) When the commissioner has reasonable cause to believe that the identity of a
background study subject is uncertain, the commissioner may require the subject to provide
a set of classifiable fingerprints for purposes of completing a fingerprint-based record check
with the Bureau of Criminal Apprehension. Fingerprints collected under this paragraph
shall not be saved by the commissioner after they have been used to verify the identity of
the background study subject against the particular criminal record in question.

(e) The commissioner may inform the entity that initiated a background study under
NETStudy 2.0 of the status of processing of the subject's fingerprints.

212.15 Sec. 27. Minnesota Statutes 2022, section 256.01, subdivision 18c, is amended to read:

Subd. 18c. **Drug convictions.** (a) The state court administrator shall provide a report every six months by electronic means to the commissioner of human services, including the name, address, date of birth, and, if available, driver's license or state identification card number, date of the sentence, effective date of the sentence, and county in which the conviction occurred, of each person convicted of a felony under chapter 152, except for convictions under section 152.0263 or 152.0264, during the previous six months.

(b) The commissioner shall determine whether the individuals who are the subject of the data reported under paragraph (a) are receiving public assistance under chapter 256D or 256J, and if the <u>an</u> individual is receiving assistance under chapter 256D or 256J, the commissioner shall instruct the county to proceed under section 256D.024 or 256J.26, whichever is applicable, for this individual.

(c) The commissioner shall not retain any data received under paragraph (a) or (d) that
does not relate to an individual receiving publicly funded assistance under chapter 256D or
212.29 256J.

(d) In addition to the routine data transfer under paragraph (a), the state court
administrator shall provide a onetime report of the data fields under paragraph (a) for
individuals with a felony drug conviction under chapter 152 dated from July 1, 1997, until

213.1 the date of the data transfer. The commissioner shall perform the tasks identified under

213.2 paragraph (b) related to this data and shall retain the data according to paragraph (c).

213.3 Sec. 28. Minnesota Statutes 2022, section 256B.0625, subdivision 13d, is amended to
213.4 read:

Subd. 13d. **Drug formulary.** (a) The commissioner shall establish a drug formulary. Its establishment and publication shall not be subject to the requirements of the Administrative Procedure Act, but the Formulary Committee shall review and comment on the formulary contents.

(b) The formulary shall not include:

(1) drugs, active pharmaceutical ingredients, or products for which there is no federalfunding;

213.12 (2) over-the-counter drugs, except as provided in subdivision 13;

(3) drugs or active pharmaceutical ingredients when used for the treatment of impotenceor erectile dysfunction;

(4) drugs or active pharmaceutical ingredients for which medical value has not beenestablished;

(5) drugs from manufacturers who have not signed a rebate agreement with the
Department of Health and Human Services pursuant to section 1927 of title XIX of the
Social Security Act; and

213.20 (6) medical cannabis <u>flower as defined in section 152.22, subdivision 6\_342.01,</u>
213.21 <u>subdivision 49, or medical cannabinoid products as defined in section 342.01, subdivision</u>
213.22 <u>47</u>.

(c) If a single-source drug used by at least two percent of the fee-for-service medical
assistance recipients is removed from the formulary due to the failure of the manufacturer
to sign a rebate agreement with the Department of Health and Human Services, the
commissioner shall notify prescribing practitioners within 30 days of receiving notification
from the Centers for Medicare and Medicaid Services (CMS) that a rebate agreement was
not signed.

Sec. 29. Minnesota Statutes 2022, section 256D.024, subdivision 1, is amended to read:
Subdivision 1. Person convicted of drug offenses. (a) If an applicant or recipient has
been convicted of a drug offense after July 1, 1997, except for convictions related to cannabis,

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marijuana, or tetrahydrocannabinols, the assistance unit is ineligible for benefits under this 214.1 chapter until five years after the applicant has completed terms of the court-ordered sentence, 214.2 214.3 unless the person is participating in a drug treatment program, has successfully completed a drug treatment program, or has been assessed by the county and determined not to be in 214.4 need of a drug treatment program. Persons subject to the limitations of this subdivision who 214.5 become eligible for assistance under this chapter shall be subject to random drug testing as 214.6 a condition of continued eligibility and shall lose eligibility for benefits for five years 214.7 214.8 beginning the month following:

(1) any positive test result for an illegal controlled substance <u>under chapter 152</u>; or

214.10 (2) discharge of sentence after conviction for another drug felony.

(b) For the purposes of this subdivision, "drug offense" means a conviction that occurred
after July 1, 1997, of sections 152.021 to 152.025, 152.0261, 152.0262, or 152.096. Drug
offense also means a conviction in another jurisdiction of the possession, use, or distribution
of a controlled substance, or conspiracy to commit any of these offenses, if the offense
occurred after July 1, 1997, and the conviction is a felony offense in that jurisdiction, or in
the case of New Jersey, a high misdemeanor for a crime that would be a felony if committed
in Minnesota.

214.18 Sec. 30. Minnesota Statutes 2022, section 256D.024, subdivision 3, is amended to read:

Subd. 3. Fleeing felons. An individual who is fleeing to avoid prosecution, or custody, or confinement after conviction for a crime that is a felony under the laws of the jurisdiction from which the individual flees, or in the case of New Jersey, is a high misdemeanor, would be a felony if committed in Minnesota, is ineligible to receive benefits under this chapter.

214.23 Sec. 31. Minnesota Statutes 2022, section 256J.26, subdivision 1, is amended to read:

Subdivision 1. **Person convicted of drug offenses.** (a) An individual who has been convicted of a felony level drug offense committed during the previous ten years from the date of application or recertification, except for convictions related to cannabis, marijuana, or tetrahydrocannabinols, is subject to the following:

(1) Benefits for the entire assistance unit must be paid in vendor form for shelter andutilities during any time the applicant is part of the assistance unit.

(2) The convicted applicant or participant shall be subject to random drug testing as a
condition of continued eligibility and following any positive test for an illegal controlled
substance under chapter 152 is subject to the following sanctions:

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(i) for failing a drug test the first time, the residual amount of the participant's grant after 215.1 making vendor payments for shelter and utility costs, if any, must be reduced by an amount 215.2 equal to 30 percent of the MFIP standard of need for an assistance unit of the same size. 215.3 When a sanction under this subdivision is in effect, the job counselor must attempt to meet 215.4 with the person face-to-face. During the face-to-face meeting, the job counselor must explain 215.5 the consequences of a subsequent drug test failure and inform the participant of the right to 215.6 appeal the sanction under section 256J.40. If a face-to-face meeting is not possible, the 215.7 215.8 county agency must send the participant a notice of adverse action as provided in section 256J.31, subdivisions 4 and 5, and must include the information required in the face-to-face 215.9 meeting; or 215.10

(ii) for failing a drug test two times, the participant is permanently disqualified from 215.11 receiving MFIP assistance, both the cash and food portions. The assistance unit's MFIP 215.12 grant must be reduced by the amount which would have otherwise been made available to 215.13 the disqualified participant. Disqualification under this item does not make a participant 215.14 ineligible for the Supplemental Nutrition Assistance Program (SNAP). Before a 215.15 disqualification under this provision is imposed, the job counselor must attempt to meet 215.16 with the participant face-to-face. During the face-to-face meeting, the job counselor must 215.17 identify other resources that may be available to the participant to meet the needs of the 215.18 family and inform the participant of the right to appeal the disqualification under section 215.19 256J.40. If a face-to-face meeting is not possible, the county agency must send the participant 215.20 a notice of adverse action as provided in section 256J.31, subdivisions 4 and 5, and must 215.21 include the information required in the face-to-face meeting. 215.22

(3) A participant who fails a drug test the first time and is under a sanction due to other
MFIP program requirements is considered to have more than one occurrence of
noncompliance and is subject to the applicable level of sanction as specified under section
256J.46, subdivision 1, paragraph (d).

(b) Applicants requesting only SNAP benefits or participants receiving only SNAP
benefits, who have been convicted of a drug offense that occurred after July 1, 1997, except
for convictions related to cannabis, marijuana, or tetrahydrocannabinols, may, if otherwise
eligible, receive SNAP benefits if the convicted applicant or participant is subject to random
drug testing as a condition of continued eligibility. Following a positive test for an illegal
controlled substance <u>under chapter 152</u>, the applicant is subject to the following sanctions:

(1) for failing a drug test the first time, SNAP benefits shall be reduced by an amount
equal to 30 percent of the applicable SNAP benefit allotment. When a sanction under this
clause is in effect, a job counselor must attempt to meet with the person face-to-face. During

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the face-to-face meeting, a job counselor must explain the consequences of a subsequent drug test failure and inform the participant of the right to appeal the sanction under section 256J.40. If a face-to-face meeting is not possible, a county agency must send the participant a notice of adverse action as provided in section 256J.31, subdivisions 4 and 5, and must include the information required in the face-to-face meeting; and

(2) for failing a drug test two times, the participant is permanently disqualified from 216.6 receiving SNAP benefits. Before a disqualification under this provision is imposed, a job 216.7 counselor must attempt to meet with the participant face-to-face. During the face-to-face 216.8 meeting, the job counselor must identify other resources that may be available to the 216.9 participant to meet the needs of the family and inform the participant of the right to appeal 216.10 the disqualification under section 256J.40. If a face-to-face meeting is not possible, a county 216.11 agency must send the participant a notice of adverse action as provided in section 256J.31, 216.12 subdivisions 4 and 5, and must include the information required in the face-to-face meeting. 216.13

(c) For the purposes of this subdivision, "drug offense" means an offense that occurred 216.14 during the previous ten years from the date of application or recertification of sections 216.15 152.021 to 152.025, 152.0261, 152.0262, 152.096, or 152.137. Drug offense also means a 216.16 conviction in another jurisdiction of the possession, use, or distribution of a controlled 216.17 substance, or conspiracy to commit any of these offenses, if the offense occurred during 216.18 the previous ten years from the date of application or recertification and the conviction is 216.19 a felony offense in that jurisdiction, or in the case of New Jersey, a high misdemeanor for 216.20 a crime that would be a felony if committed in Minnesota. 216.21

216.22 Sec. 32. Minnesota Statutes 2022, section 256J.26, subdivision 3, is amended to read:

Subd. 3. Fleeing felons. An individual who is fleeing to avoid prosecution, or custody, or confinement after conviction for a crime that is a felony under the laws of the jurisdiction from which the individual flees, or in the case of New Jersey, is a high misdemeanor, would be a felony if committed in Minnesota, is disqualified from receiving MFIP.

# 216.27 Sec. 33. [340A.4022] RETAIL LICENSE NOT PROHIBITED; LOWER POTENCY 216.28 EDIBLE PRODUCTS.

(a) Nothing in this chapter:

216.30 (1) prohibits the issuance of a retail license or permit to a person also holding a lower
216.31 potency edible product retailer license;

	HF100 SEVENTH ENGROSSMENT	REVISOR	BD	H0100-7
217.1	(2) allows any agreement between	a licensing authorit	y and retail license or	permit holder
217.2	that prohibits the license or permit ho	older from also hold	ing a lower potency e	dible product
217.3	retailer license; or			
217.4	(3) allows the revocation or susp	ension of a retail lic	ense or permit, or the	e imposition
217.5	of a penalty on a retail license or per	mit holder, due to t	he retail license or pe	rmit holder
217.6	also holding a lower potency edible	product retailer lice	nse.	
217.7	(b) For purposes of this section, '	'lower potency edib	ele product retailer lic	ense" means
217.8	a license issued by the Office of Can	nabis Management	under section 342.40	<u>).</u>
217.9	Sec. 34. Minnesota Statutes 2022, s	section 340A 412 s	ubdivision 14 is ame	ended to read:
217.10	Subd. 14. Exclusive liquor store		-	s subdivision,
217.11	an exclusive liquor store may sell on	ity the following ite	ms:	
217.12	(1) alcoholic beverages;			
217.13	(2) tobacco products;			
217.14	(3) ice;			
217.15	(4) beverages, either liquid or pow	der, specifically desi	ignated for mixing wit	th intoxicating
217.16	liquor;			
217.17	(5) soft drinks;			
217.18	(6) liqueur-filled candies;			
217.19	(7) food products that contain mo	ore than one-half of	one percent alcohol	by volume;
217.20	(8) cork extraction devices;			
217.21	(9) books and videos on the use of	of alcoholic beverag	ges;	
217.22	(10) magazines and other publicat	ions published prim	arily for information	and education
217.23	on alcoholic beverages;			
217.24	(11) multiple-use bags designed t	to carry purchased i	tems;	
217.25	(12) devices designed to ensure s	afe storage and mo	nitoring of alcohol in	the home, to
217.26	prevent access by underage drinkers	•		
217.27	(13) home brewing equipment;			
217.28	(14) clothing marked with the spe	ecific name, brand, o	or identifying logo of	the exclusive
217.29	liquor store, and bearing no other na	me, brand, or identi	fying logo;	

218.1 (15) citrus fruit; and
218.2 (16) glassware: and
218.3 (17) lower potency edible products as defined in section 342.01, subdivision 45.

(b) An exclusive liquor store that has an on-sale, or combination on-sale and off-sale
license may sell food for on-premise consumption when authorized by the municipality
issuing the license.

218.7 (c) An exclusive liquor store may offer live or recorded entertainment.

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

218.9 Sec. 35. Minnesota Statutes 2022, section 484.014, subdivision 3, is amended to read:

Subd. 3. **Mandatory expungement.** <u>(a)</u> The court shall order expungement of an eviction case commenced solely on the grounds provided in section 504B.285, subdivision 1, clause (1), if the court finds that the defendant occupied real property that was subject to contract for deed cancellation or mortgage foreclosure and:

(1) the time for contract cancellation or foreclosure redemption has expired and thedefendant vacated the property prior to commencement of the eviction action; or

(2) the defendant was a tenant during the contract cancellation or foreclosure redemption
period and did not receive a notice under section 504B.285, subdivision 1a, 1b, or 1c, to
vacate on a date prior to commencement of the eviction case.

(b) If a tenant brings a motion for the expungement of an eviction, the court shall order
 the expungement of an eviction case that was commenced on the grounds of a violation of
 section 504B.171 or any other claim of breach regardless of when the original eviction was
 ordered, if the tenant could receive an automatic expungement under section 609A.05, or
 if the breach was based solely on the possession of marijuana or tetrahydrocannabinols.

Sec. 36. Minnesota Statutes 2022, section 504B.171, subdivision 1, is amended to read:

218.25 Subdivision 1. **Terms of covenant.** (a) In every lease or license of residential premises, 218.26 whether in writing or parol, the landlord or licensor and the tenant or licensee covenant that:

218.27 (1) neither will:

(i) unlawfully allow controlled substances in those premises or in the common area and
 curtilage of the premises in violation of any criminal provision of chapter 152;

(ii) allow prostitution or prostitution-related activity as defined in section 617.80,

subdivision 4, to occur on the premises or in the common area and curtilage of the premises;

(iii) allow the unlawful use or possession of a firearm in violation of section 609.66,
subdivision 1a, 609.67, or 624.713, on the premises or in the common area and curtilage of
the premises; or

(iv) allow stolen property or property obtained by robbery in those premises or in the
common area and curtilage of the premises; and

(2) the common area and curtilage of the premises will not be used by either the landlord or licensor or the tenant or licensee or others acting under the control of either to manufacture, sell, give away, barter, deliver, exchange, distribute, purchase, or possess a controlled substance in violation of any criminal provision of chapter 152. The covenant is not violated when a person other than the landlord or licensor or the tenant or licensee possesses or allows controlled substances in the premises, common area, or curtilage, unless the landlord or licensor or the tenant or licensee knew or had reason to know of that activity.

(b) In every lease or license of residential premises, whether in writing or parol, the tenant or licensee covenant that the tenant or licensee will not commit an act enumerated under section 504B.206, subdivision 1, paragraph (a), against a tenant or licensee or any authorized occupant.

219.19 (c) A landlord cannot prohibit a tenant from legally possessing, and a tenant cannot
 219.20 waive the right to legally possess, any cannabinoid products or hemp-derived consumer
 219.21 products, or using any cannabinoid product or hemp-derived consumer product, other than
 219.22 consumption by combustion or vaporization of the product and inhalation of smoke, aerosol,
 219.23 or vapor from the product.

## 219.24 Sec. 37. [504B.1715] COVENANTS; SOBER HOMES.

219.25A sober housing program for people with substance use disorders may prohibit people219.26in the program from the possession and use of cannabinoid products or hemp-derived219.27consumer products.

219.28 Sec. 38. Minnesota Statutes 2022, section 609B.425, subdivision 2, is amended to read:

Subd. 2. Benefit eligibility. (a) A person convicted of a drug offense after July 1, 1997,

219.30 except for convictions related to cannabis, marijuana, or tetrahydrocannabinols, is ineligible

- 219.31 for general assistance benefits and Supplemental Security Income under chapter 256D until:
- (1) five years after completing the terms of a court-ordered sentence; or

(2) unless the person is participating in a drug treatment program, has successfully
completed a program, or has been determined not to be in need of a drug treatment program.
(b) A person who becomes eligible for assistance under chapter 256D is subject to

random drug testing and shall lose eligibility for benefits for five years beginning the monthfollowing:

(1) any positive test for an illegal controlled substance <u>under chapter 152</u>; or

220.7 (2) discharge of sentence for conviction of another drug felony.

(c) Parole violators and fleeing felons are ineligible for benefits and persons fraudulently
 misrepresenting eligibility are also ineligible to receive benefits for ten years.

220.10 Sec. 39. Minnesota Statutes 2022, section 609B.435, subdivision 2, is amended to read:

Subd. 2. **Drug offenders; random testing; sanctions.** A person who is an applicant for benefits from the Minnesota family investment program or MFIP, the vehicle for temporary assistance for needy families or TANF, and who has been convicted of a drug offense, <u>except for convictions related to cannabis, marijuana, or tetrahydrocannabinols, shall be</u> subject to certain conditions, including random drug testing, in order to receive MFIP benefits. Following any positive test for a controlled substance <u>under chapter 152</u>, the convicted applicant or participant is subject to the following sanctions:

(1) a first time drug test failure results in a reduction of benefits in an amount equal to30 percent of the MFIP standard of need; and

(2) a second time drug test failure results in permanent disqualification from receivingMFIP assistance.

A similar disqualification sequence occurs if the applicant is receiving Supplemental NutritionAssistance Program (SNAP) benefits.

220.24 Sec. 40. Minnesota Statutes 2022, section 624.712, is amended by adding a subdivision 220.25 to read:

220.26 <u>Subd. 13.</u> Adult-use cannabis flower. "Adult-use cannabis flower" has the meaning 220.27 given in section 342.01, subdivision 4.

Sec. 41. Minnesota Statutes 2022, section 624.712, is amended by adding a subdivisionto read:

221.3 <u>Subd. 14.</u> Adult-use cannabinoid product. "Adult-use cannabis product" has the
221.4 meaning given in section 342.01, subdivision 2.

Sec. 42. Minnesota Statutes 2022, section 624.712, is amended by adding a subdivision
to read:

221.7 Subd. 15. Medical cannabis flower. "Medical cannabis flower" has the meaning given
221.8 in section 342.01, subdivision 49.

221.9 Sec. 43. Minnesota Statutes 2022, section 624.712, is amended by adding a subdivision 221.10 to read:

221.11 <u>Subd. 16.</u> <u>Medical cannabinoid product.</u> "Medical cannabinoid product" has the 221.12 <u>meaning given in section 342.01, subdivision 47.</u>

221.13 Sec. 44. Minnesota Statutes 2022, section 624.712, is amended by adding a subdivision 221.14 to read:

221.15 Subd. 17. Patient. "Patient" has the meaning given in section 342.01, subdivision 54.

221.16 Sec. 45. Minnesota Statutes 2022, section 624.712, is amended by adding a subdivision 221.17 to read:

221.18 Subd. 18. Qualifying medical condition. "Qualifying medical condition" has the meaning
221.19 given in section 342.01, subdivision 56.

221.20 Sec. 46. Minnesota Statutes 2022, section 624.712, is amended by adding a subdivision 221.21 to read:

221.22 <u>Subd. 19.</u> **Registry or registry program.** "Registry" or "registry program" has the 221.23 meaning given in section 342.01, subdivision 58.

221.24 Sec. 47. Minnesota Statutes 2022, section 624.713, subdivision 1, is amended to read:

Subdivision 1. Ineligible persons. The following persons shall not be entitled to possess ammunition or a pistol or semiautomatic military-style assault weapon or, except for clause (1), any other firearm:

H0100-7

(1) a person under the age of 18 years except that a person under 18 may possess 222.1 ammunition designed for use in a firearm that the person may lawfully possess and may 222.2 carry or possess a pistol or semiautomatic military-style assault weapon (i) in the actual 222.3 presence or under the direct supervision of the person's parent or guardian, (ii) for the 222.4 purpose of military drill under the auspices of a legally recognized military organization 222.5 and under competent supervision, (iii) for the purpose of instruction, competition, or target 222.6 practice on a firing range approved by the chief of police or county sheriff in whose 222.7 222.8 jurisdiction the range is located and under direct supervision; or (iv) if the person has successfully completed a course designed to teach marksmanship and safety with a pistol 222.9 or semiautomatic military-style assault weapon and approved by the commissioner of natural 222.10 resources; 222.11

(2) except as otherwise provided in clause (9), a person who has been convicted of, or adjudicated delinquent or convicted as an extended jurisdiction juvenile for committing, in this state or elsewhere, a crime of violence. For purposes of this section, crime of violence includes crimes in other states or jurisdictions which would have been crimes of violence as herein defined if they had been committed in this state;

(3) a person who is or has ever been committed in Minnesota or elsewhere by a judicial
determination that the person is mentally ill, developmentally disabled, or mentally ill and
dangerous to the public, as defined in section 253B.02, to a treatment facility, or who has
ever been found incompetent to stand trial or not guilty by reason of mental illness, unless
the person's ability to possess a firearm and ammunition has been restored under subdivision
4;

(4) a person who has been convicted in Minnesota or elsewhere of a misdemeanor or
gross misdemeanor violation of chapter 152, unless three years have elapsed since the date
of conviction and, during that time, the person has not been convicted of any other such
violation of chapter 152 or a similar law of another state; or a person who is or has ever
been committed by a judicial determination for treatment for the habitual use of a controlled
substance or marijuana, as defined in sections 152.01 and 152.02, unless the person's ability
to possess a firearm and ammunition has been restored under subdivision 4;

(5) a person who has been committed to a treatment facility in Minnesota or elsewhere
by a judicial determination that the person is chemically dependent as defined in section
253B.02, unless the person has completed treatment or the person's ability to possess a
firearm and ammunition has been restored under subdivision 4. Property rights may not be
abated but access may be restricted by the courts;

H0100-7

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(6) a peace officer who is informally admitted to a treatment facility pursuant to section
253B.04 for chemical dependency, unless the officer possesses a certificate from the head
of the treatment facility discharging or provisionally discharging the officer from the
treatment facility. Property rights may not be abated but access may be restricted by the
courts;

(7) a person, including a person under the jurisdiction of the juvenile court, who has
been charged with committing a crime of violence and has been placed in a pretrial diversion
program by the court before disposition, until the person has completed the diversion program
and the charge of committing the crime of violence has been dismissed;

(8) except as otherwise provided in clause (9), a person who has been convicted in
another state of committing an offense similar to the offense described in section 609.224,
subdivision 3, against a family or household member or section 609.2242, subdivision 3,
unless three years have elapsed since the date of conviction and, during that time, the person
has not been convicted of any other violation of section 609.224, subdivision 3, or 609.2242,
subdivision 3, or a similar law of another state;

(9) a person who has been convicted in this state or elsewhere of assaulting a family or
household member and who was found by the court to have used a firearm in any way
during commission of the assault is prohibited from possessing any type of firearm or
ammunition for the period determined by the sentencing court;

223.20 (10) a person who:

(i) has been convicted in any court of a crime punishable by imprisonment for a termexceeding one year;

(ii) is a fugitive from justice as a result of having fled from any state to avoid prosecutionfor a crime or to avoid giving testimony in any criminal proceeding;

(iii) is an unlawful user of any controlled substance as defined in chapter 152. The use

223.26 of medical cannabis flower or medical cannabinoid products by a patient enrolled in the

223.27 registry program or the use of adult-use cannabis flower or adult-use cannabinoid products

223.28 by a person 21 years of age or older does not constitute the unlawful use of a controlled

223.29 substance under this item;

(iv) has been judicially committed to a treatment facility in Minnesota or elsewhere as
a person who is mentally ill, developmentally disabled, or mentally ill and dangerous to the
public, as defined in section 253B.02;

223.33 (v) is an alien who is illegally or unlawfully in the United States;

(vi) has been discharged from the armed forces of the United States under dishonorableconditions;

(vii) has renounced the person's citizenship having been a citizen of the United States;
or

(viii) is disqualified from possessing a firearm under United States Code, title 18, section
922(g)(8) or (9), as amended through March 1, 2014;

224.7 (11) a person who has been convicted of the following offenses at the gross misdemeanor level, unless three years have elapsed since the date of conviction and, during that time, the 224.8 person has not been convicted of any other violation of these sections: section 609.229 224.9 (crimes committed for the benefit of a gang); 609.2231, subdivision 4 (assaults motivated 224.10 by bias); 609.255 (false imprisonment); 609.378 (neglect or endangerment of a child); 224.11 609.582, subdivision 4 (burglary in the fourth degree); 609.665 (setting a spring gun); 609.71 224.12 (riot); or 609.749 (harassment or stalking). For purposes of this paragraph, the specified 224.13 gross misdemeanor convictions include crimes committed in other states or jurisdictions 224.14 which would have been gross misdemeanors if conviction occurred in this state; 224.15

(12) a person who has been convicted of a violation of section 609.224 if the court determined that the assault was against a family or household member in accordance with section 609.2242, subdivision 3 (domestic assault), unless three years have elapsed since the date of conviction and, during that time, the person has not been convicted of another violation of section 609.224 or a violation of a section listed in clause (11); or

(13) a person who is subject to an order for protection as described in section 260C.201,
subdivision 3, paragraph (d), or 518B.01, subdivision 6, paragraph (g).

A person who issues a certificate pursuant to this section in good faith is not liable for damages resulting or arising from the actions or misconduct with a firearm or ammunition committed by the individual who is the subject of the certificate.

The prohibition in this subdivision relating to the possession of firearms other than pistols and semiautomatic military-style assault weapons does not apply retroactively to persons who are prohibited from possessing a pistol or semiautomatic military-style assault weapon under this subdivision before August 1, 1994.

The lifetime prohibition on possessing, receiving, shipping, or transporting firearms and ammunition for persons convicted or adjudicated delinquent of a crime of violence in clause (2), applies only to offenders who are discharged from sentence or court supervision for a crime of violence on or after August 1, 1993.

- Participation as a patient in the registry program or use of adult-use cannabis flower or
   adult-use cannabinoid products by a person 21 years of age or older does not disqualify the
   person from possessing firearms and ammunition under this section.
- For purposes of this section, "judicial determination" means a court proceeding pursuant to sections 253B.07 to 253B.09 or a comparable law from another state.
- 225.6 Sec. 48. Minnesota Statutes 2022, section 624.714, subdivision 6, is amended to read:
- Subd. 6. Granting and denial of permits. (a) The sheriff must, within 30 days after the
  date of receipt of the application packet described in subdivision 3:
- (1) issue the permit to carry;
- (2) deny the application for a permit to carry solely on the grounds that the applicantfailed to qualify under the criteria described in subdivision 2, paragraph (b); or
- (3) deny the application on the grounds that there exists a substantial likelihood that theapplicant is a danger to self or the public if authorized to carry a pistol under a permit.
- (b) Failure of the sheriff to notify the applicant of the denial of the application within 225.14 225.15 30 days after the date of receipt of the application packet constitutes issuance of the permit to carry and the sheriff must promptly fulfill the requirements under paragraph (c). To deny 225.16 the application, the sheriff must provide the applicant with written notification and the 225.17 specific factual basis justifying the denial under paragraph (a), clause (2) or (3), including 225.18 the source of the factual basis. The sheriff must inform the applicant of the applicant's right 225.19 to submit, within 20 business days, any additional documentation relating to the propriety 225.20 of the denial. Upon receiving any additional documentation, the sheriff must reconsider the 225.21 denial and inform the applicant within 15 business days of the result of the reconsideration. 225.22 Any denial after reconsideration must be in the same form and substance as the original 225.23 denial and must specifically address any continued deficiencies in light of the additional 225.24 documentation submitted by the applicant. The applicant must be informed of the right to 225.25 seek de novo review of the denial as provided in subdivision 12. 225.26
- (c) Upon issuing a permit to carry, the sheriff must provide a laminated permit card to
  the applicant by first class mail unless personal delivery has been made. Within five business
  days, the sheriff must submit the information specified in subdivision 7, paragraph (a), to
  the commissioner for inclusion solely in the database required under subdivision 15,
  paragraph (a). The sheriff must transmit the information in a manner and format prescribed
  by the commissioner.

(d) Within five business days of learning that a permit to carry has been suspended or
revoked, the sheriff must submit information to the commissioner regarding the suspension
or revocation for inclusion solely in the databases required or permitted under subdivision
15.

226.5 (e) Notwithstanding paragraphs (a) and (b), the sheriff may suspend the application 226.6 process if a charge is pending against the applicant that, if resulting in conviction, will 226.7 prohibit the applicant from possessing a firearm.

(f) A sheriff shall not deny an application for a permit to carry solely because the applicant
 is a patient enrolled in the registry program and uses medical cannabis flower or medical
 cannabinoid products for a qualifying medical condition or because the person is 21 years
 of age or older and uses adult-use cannabis flower or adult-use cannabinoid products.

226.12 Sec. 49. Minnesota Statutes 2022, section 624.7142, subdivision 1, is amended to read:

226.13 Subdivision 1. Acts prohibited. A person may not carry a pistol on or about the person's 226.14 clothes or person in a public place:

(1) when the person is under the influence of a controlled substance, as defined in section
152.01, subdivision 4;

226.17 (2) when the person is under the influence of a combination of any two or more of the 226.18 elements named in clauses (1) and (4);

(3) when the person is under the influence of an intoxicating substance as defined in
section 169A.03, subdivision 11a, and the person knows or has reason to know that the
substance has the capacity to cause impairment;

226.22 (4) when the person is under the influence of alcohol;

(5) when the person's alcohol concentration is 0.10 or more; or

(6) when the person's alcohol concentration is less than 0.10, but more than 0.04-; or

- 226.25 (7) when the person is enrolled as a patient in the registry program, uses medical cannabis
- 226.26 flower or medical cannabinoid products, and knows or has reason to know that the medical
- 226.27 <u>cannabis flower or medical cannabinoid products used by the person has the capacity to</u>
- 226.28 cause impairment.

227.1 Sec. 50. Minnesota Statutes 2022, section 624.7151, is amended to read:

## 227.2 **624.7151 STANDARDIZED FORMS.**

By December 1, 1992, the commissioner shall adopt statewide standards governing the form and contents, as required by sections 624.7131 to 624.714, of every application for a pistol transferee permit, pistol transferee permit, report of transfer of a pistol, application for a permit to carry a pistol, and permit to carry a pistol that is granted or renewed on or after January 1, 1993.

Every application for a pistol transferee permit, pistol transferee permit, report of transfer 227.8 of a pistol, application for a permit to carry a pistol, and permit to carry a pistol that is 227.9 received, granted, or renewed by a police chief or county sheriff on or after January 1, 1993, 227.10 must meet the statewide standards adopted by the commissioner. Notwithstanding the 227.11 previous sentence, neither failure of the Department of Public Safety to adopt standards nor 227.12 failure of the police chief or county sheriff to meet them shall delay the timely processing 227.13 of applications nor invalidate permits issued on other forms meeting the requirements of 227.14 sections 624.7131 to 624.714. 227.15

Any form used for the purpose of approving or disapproving a person from purchasing, owning, possessing, or carrying a firearm that inquires about the applicant's use of controlled substances shall specifically authorize a patient in the registry program to refrain from reporting the use of medical cannabis flower and medical cannabinoid products and shall specifically authorize a person 21 years of age or older from refraining from reporting the use of adult-use cannabis flower or adult-use cannabinoid products.

## 227.22 Sec. 51. [624.7152] LAWFUL CANNABIS USERS.

(a) A person may not be denied the right to purchase, own, possess, or carry a firearm
solely on the basis that the person is a patient in the registry program.

227.25 (b) A person may not be denied the right to purchase, own, possess, or carry a firearm 227.26 solely on the basis that the person is 21 years of age or older and uses adult-use cannabis

- 227.27 flower or adult-use cannabinoid products.
- 227.28 (c) A state or local agency may not access a database containing the identities of patients

227.29 in the registry program to obtain information for the purpose of approving or disapproving

- 227.30 <u>a person from purchasing, owning, possessing, or carrying a firearm.</u>
- 227.31 (d) A state or local agency may not use information gathered from a database containing
- 227.32 the identities of patients in the registry program to obtain information for the purpose of

- 228.1 approving or disapproving a person from purchasing, owning, possessing, or carrying a
   228.2 <u>firearm.</u>
- (e) A state or local agency may not inquire about a person's status as a patient in the
- registry program for the purpose of approving or disapproving the person from purchasing,
  owning, possessing, or carrying a firearm.
- (f) A state or local agency may not inquire about the use of adult-use cannabis flower
   or adult-use cannabinoid products by a person 21 years of age or older for the purpose of
   approving or disapproving the person from purchasing, owning, possessing, or carrying a
- 228.10 Sec. 52. REPEALER.

firearm.

228.9

- (a) Minnesota Statutes 2022, sections 152.22, subdivisions 1, 2, 3, 4, 5, 5a, 5b, 6, 7, 8,
- 228.12 9, 10, 11, 12, 13, and 14; 152.23; 152.24; 152.25, subdivisions 1, 1a, 1b, 1c, 2, 3, and 4;
- 228.13 <u>152.26</u>; 152.261; 152.27, subdivisions 1, 2, 3, 4, 5, 6, and 7; 152.28, subdivisions 1, 2, and
- 228.14 3; 152.29, subdivisions 1, 2, 3, 3a, and 4; 152.30; 152.31; 152.32, subdivisions 1, 2, and 3;
- 228.15 <u>152.33</u>, subdivisions 1, 1a, 2, 3, 4, 5, and 6; 152.34; 152.35; 152.36, subdivisions 1, 1a, 2,
- 228.16 <u>3, 4, and 5; and 152.37, are repealed.</u>
- (b) Minnesota Statutes 2022, section 152.027, subdivisions 3 and 4, are repealed.
- 228.18 (c) Minnesota Statutes 2022, section 152.21, is repealed.
- 228.19 EFFECTIVE DATE. Paragraph (a) is effective January 1, 2024. Paragraph (b) is
   228.20 effective August 1, 2023. Paragraph (c) is effective July 1, 2023.
- 228.21 **ARTICLE 7**
- 228.22 TEMPORARY REGULATION OF CERTAIN PRODUCTS
- 228.23 Section 1. Minnesota Statutes 2022, section 34A.01, subdivision 4, is amended to read:

Subd. 4. **Food.** "Food" means every ingredient used for, entering into the consumption of, or used or intended for use in the preparation of food, drink, confectionery, or condiment for humans or other animals, whether simple, mixed, or compound; and articles used as components of these ingredients, except that edible cannabinoid products, as defined in section 151.72, subdivision 1, paragraph (c) (f), are not food.

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

229.1	Sec. 2. Minnesota Statutes 2022, section 151.72, is amended to read:
229.2	151.72 SALE OF CERTAIN CANNABINOID PRODUCTS.
229.3	Subdivision 1. Definitions. (a) For the purposes of this section, the following terms have
229.4	the meanings given.
229.5	(a) "Artificially derived cannabinoid" means a cannabinoid extracted from a hemp plant
229.6	or hemp plant parts whose chemical makeup is changed after extraction to create a different
229.7	cannabinoid or other chemical compound by applying a catalyst other than heat or light.
229.8	Artificially derived cannabinoid includes but is not limited to any tetrahydrocannabinol
229.9	created from cannabidiol.
229.10	(b) "Batch" means a specific quantity of a specific product containing cannabinoids
229.11	derived from hemp, including an edible cannabinoid product, that is manufactured at the
229.12	same time and using the same methods, equipment, and ingredients that is uniform and
229.13	intended to meet specifications for identity, strength, purity, and composition, and that is
229.14	manufactured, packaged, and labeled according to a single batch production record executed
229.15	and documented during the same cycle of manufacture and produced by a continuous
229.16	process.
229.17	(b) (c) "Certified hemp" means hemp plants that have been tested and found to meet the
229.18	requirements of chapter 18K and the rules adopted thereunder.
229.19	(d) "Commissioner" means the commissioner of health.
229.20	(e) "Distributor" means a person who sells, arranges a sale, or delivers a product
229.21	containing cannabinoids derived from hemp, including an edible cannabinoid product, that
229.22	the person did not manufacture to a retail establishment for sale to consumers. Distributor
229.23	does not include a common carrier used only to complete delivery to a retailer.
229.24	(c) (f) "Edible cannabinoid product" means any product that is intended to be eaten or
229.25	consumed as a beverage by humans, contains a cannabinoid in combination with food
229.26	ingredients, and is not a drug.
229.27	$\frac{(d)(g)}{(g)}$ "Hemp" has the meaning given to "industrial hemp" in section 18K.02, subdivision
229.28	3.
229.29	(e) (h) "Label" has the meaning given in section 151.01, subdivision 18.
229.30	(f) (i) "Labeling" means all labels and other written, printed, or graphic matter that are:
229.31	(1) affixed to the immediate container in which a product regulated under this section
229.32	is sold;

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(2) provided, in any manner, with the immediate container, including but not limited to
 outer containers, wrappers, package inserts, brochures, or pamphlets; or

(3) provided on that portion of a manufacturer's website that is linked by a scannablebarcode or matrix barcode.

230.5  $(\underline{g})(\underline{j})$  "Matrix barcode" means a code that stores data in a two-dimensional array of 230.6 geometrically shaped dark and light cells capable of being read by the camera on a 230.7 smartphone or other mobile device.

230.8 (h)(k) "Nonintoxicating cannabinoid" means substances extracted from certified hemp 230.9 plants that do not produce intoxicating effects when consumed by any route of administration.

230.10 (1) "Synthetic cannabinoid" means a substance with a similar chemical structure and

230.11 pharmacological activity to a cannabinoid, but which is not extracted or derived from hemp

230.12 plants, or hemp plant parts and is instead created or produced by chemical or biochemical
230.13 synthesis.

230.14 Subd. 2. Scope. (a) This section applies to the sale of any product that contains

cannabinoids extracted from hemp and that is an edible cannabinoid product or is intendedfor human or animal consumption by any route of administration.

(b) This section does not apply to any product dispensed by a registered medical cannabismanufacturer pursuant to sections 152.22 to 152.37.

(c) The <u>board commissioner</u> must have no authority over food products, as defined in
section 34A.01, subdivision 4, that do not contain cannabinoids extracted or derived from
hemp.

Subd. 3. Sale of cannabinoids derived from hemp. (a) Notwithstanding any other section of this chapter, a product containing nonintoxicating cannabinoids, including an edible cannabinoid product, may be sold for human or animal consumption only if all of the requirements of this section are met, provided that a product sold for human or animal consumption does not contain more than 0.3 percent of any tetrahydrocannabinol and an edible cannabinoid product does not contain an amount of any tetrahydrocannabinol that exceeds the limits established in subdivision 5a, paragraph (f).

(b) No other substance extracted or otherwise derived from hemp may be sold for humanconsumption if the substance is intended:

(1) for external or internal use in the diagnosis, cure, mitigation, treatment, or preventionof disease in humans or other animals; or

231.1 (2) to affect the structure or any function of the bodies of humans or other animals.

(c) No product containing any cannabinoid or tetrahydrocannabinol extracted or otherwise
derived from hemp may be sold to any individual who is under the age of 21.

(d) Products that meet the requirements of this section are not controlled substancesunder section 152.02.

231.6 Subd. 4. **Testing requirements.** (a) A manufacturer of a product regulated under this

231.7 section must submit representative samples <u>of each batch</u> of the product to an independent,

accredited laboratory in order to certify that the product complies with the standards adopted
by the board on or before July 1, 2023, or the standards adopted by the commissioner.

Testing must be consistent with generally accepted industry standards for herbal and botanicalsubstances, and, at a minimum, the testing must confirm that the product:

(1) contains the amount or percentage of cannabinoids that is stated on the label of theproduct;

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

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

231.17 (b) A manufacturer of a product regulated under this section must disclose all known

231.18 information regarding pesticides, fertilizers, solvents, or other foreign materials applied to

231.19 industrial hemp or added to industrial hemp during any production or processing stages of

any batch from which a representative sample has been sent for testing, including any

231.21 catalysts used to create artificially derived cannabinoids. Disclosure must be made to the

231.22 laboratory performing testing or sampling and, upon request, to the commissioner. Disclosure

231.23 must include all information known to the licensee regardless of whether the application or

addition was made intentionally or accidentally, or by the manufacturer or any other person.

231.25 (b) (c) Upon the request of the board commissioner, the manufacturer of the product 231.26 must provide the board commissioner with the results of the testing required in this section.

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

231.31 (e) (e) Testing of the hemp from which the nonintoxicating cannabinoid was derived, 231.32 or possession of a certificate of analysis for such hemp, does not meet the testing requirements

231.33 of this section.

- Subd. 5. Labeling requirements. (a) A product regulated under this section must beara label that contains, at a minimum:
- (1) the name, location, contact phone number, and website of the manufacturer of theproduct;
- (2) the name and address of the independent, accredited laboratory used by the
  manufacturer to test the product; and
- 232.7 (3) the batch number; and
- 232.8 (3)(4) an accurate statement of the amount or percentage of cannabinoids found in each 232.9 unit of the product meant to be consumed.
- (b) The information in paragraph (a) may be provided on an outer package if theimmediate container that holds the product is too small to contain all of the information.
- (c) The information required in paragraph (a) may be provided through the use of a
  scannable barcode or matrix barcode that links to a page on the manufacturer's website if
  that page contains all of the information required by this subdivision.
- (d) The label must also include a statement stating that the product does not claim to
  diagnose, treat, cure, or prevent any disease and has not been evaluated or approved by the
  United States Food and Drug Administration (FDA) unless the product has been so approved.
- (e) The information required by this subdivision must be prominently and conspicuously
  placed on the label or displayed on the website in terms that can be easily read and understood
  by the consumer.
- (f) The labeling must not contain any claim that the product may be used or is effective for the prevention, treatment, or cure of a disease or that it may be used to alter the structure or function of human or animal bodies, unless the claim has been approved by the FDA.
- 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.
- 232.27 (b) An edible cannabinoid product must not:
- (1) bear the likeness or contain cartoon-like characteristics of a real or fictional person,animal, or fruit that appeals to children;
- 232.30 (2) be modeled after a brand of products primarily consumed by or marketed to children;

(3) be made by applying an extracted or concentrated hemp-derived cannabinoid to acommercially available candy or snack food item;

(4) contain an ingredient, other than a hemp-derived cannabinoid, that is not approvedby the United States Food and Drug Administration for use in food;

(5) be packaged in a way that resembles the trademarked, characteristic, orproduct-specialized packaging of any commercially available food product; or

(6) 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 and which contains no more than a trace

233.15 amount of any tetrahydrocannabinol total of 0.25 milligrams of all tetrahydrocannabinols.

(d) If an edible cannabinoid product 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 packagingor container of all edible cannabinoid products sold to consumers:

233.21 (1) the serving size;

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

233.23 (3) a list of ingredients, including identification of any major food allergens declared233.24 by name; and

233.25 (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, or more than a total of 50 milligrams of any
tetrahydrocannabinol per package.

233.29 (g) An edible cannabinoid product may contain delta-8 tetrahydrocannabinol or delta-9

233.30 tetrahydrocannabinol that is extracted from hemp plants or hemp plant parts or is an

233.31 artificially derived cannabinoid. Edible cannabinoid products are prohibited from containing

233.32 any other artificially derived cannabinoid, including but not limited to THC-P, THC-O, and

234.1	HHC, unless the commissioner authorizes use of the artificially derived cannabinoid in
234.2	edible cannabinoid products. Edible cannabinoid products are prohibited from containing
234.3	synthetic cannabinoids.
234.4	Subd. 5b. Registration; prohibitions. (a) On or before October 1, 2023, every person
234.5	selling edible cannabinoid products to consumers must apply for registration with the
234.6	commissioner in a form and manner established by the commissioner. After October 1,
234.7	2023, the sale of edible cannabinoid products by a person that is not registered is prohibited.
234.8	(b) The commissioner shall approve completed registration applications unless the
234.9	applicant is operating in violation of this section or the commissioner reasonably believes
234.10	that the applicant will operate in violation of this section.
234.11	(c) The commissioner shall not charge a fee for registration under this subdivision.
234.12	(d) A registered retailer shall not:
234.13	(1) permit the on-site consumption of edible cannabinoid products; or
234.14	(2) provide free samples of edible cannabinoid products, except that a retailer may
234.15	provide a single package of an edible cannabinoid product with the purchase of a childproof
234.16	packaging container or other device designed to ensure the safe storage and monitoring of
234.17	edible cannabinoid products in the home to prevent access by individuals under 21 years
234.18	of age.
234.19	Subd. 5c. Age verification. (a) Prior to initiating a sale of an edible cannabinoid product,
234.20	an employee of a retailer must verify that the customer is at least 21 years of age.
234.21	(b) Proof of age may be established only by one of the following:
234.22	(1) a valid driver's license or identification card issued by Minnesota, another state, or
234.23	a province of Canada and including the photograph and date of birth of the licensed person;
234.24	(2) a valid Tribal identification card as defined in section 171.072, paragraph (b);
234.25	(3) a valid passport issued by the United States;
234.26	(4) a valid instructional permit issued under section 171.05 to a person of legal age to
234.27	purchase edible cannabinoid products, which includes a photograph and the date of birth
234.28	of the person issued the permit; or
234.29	(5) in the case of a foreign national, by a valid passport.
234.30	(c) A registered retailer may seize a form of identification listed under paragraph (b) if

234.31 the registered retailer has reasonable grounds to believe that the form of identification has

been altered or falsified or is being used to violate any law. A registered retailer that seizes 235.1

a form of identification as authorized under this paragraph must deliver it to a law 235.2

235.3 enforcement agency within 24 hours of seizing it.

Subd. 6. Noncompliant products; enforcement. (a) A product regulated under this 235.4 section, including an edible cannabinoid product, shall be considered an adulterated drug 235.5 a noncompliant product if the product is offered for sale in this state or if the product is 235.6

manufactured, imported, distributed, or stored with the intent to be offered for sale in this 235.7

state in violation of any provision of this section, including but not limited to if: 235.8

(1) it consists, in whole or in part, of any filthy, putrid, or decomposed substance; 235.9

(2) it has been produced, prepared, packed, or held under unsanitary conditions where 235.10 it may have been rendered injurious to health, or where it may have been contaminated with 235.11 235.12 filth;

(3) its container is composed, in whole or in part, of any poisonous or deleterious 235.13 substance that may render the contents injurious to health; 235.14

(4) it contains any food additives, color additives, or excipients that have been found by 235.15 the FDA to be unsafe for human or animal consumption; 235.16

(5) it contains an amount or percentage of nonintoxicating cannabinoids that is different 235.17 than the amount or percentage stated on the label; 235.18

(6) it contains more than 0.3 percent of any tetrahydrocannabinol or, if the product is 235.19 an edible cannabinoid product, an amount of tetrahydrocannabinol that exceeds the limits 235.20 established in subdivision 5a, paragraph (f); or 235.21

(7) it contains more than trace amounts of mold, residual solvents, pesticides, fertilizers, 235.22 or heavy metals. 235.23

(b) A product regulated under this section shall be considered a misbranded drug 235.24 noncompliant product if the product's labeling is false or misleading in any manner or in 235.25 violation of the requirements of this section. 235.26

(c) The board's authority to issue cease and desist orders under section 151.06; to embargo 235.27 adulterated and misbranded drugs under section 151.38; and to seek injunctive relief under 235.28 section 214.11, extends to any commissioner may assume that any product regulated under 235.29 this section that is present in the state, other than a product lawfully possessed for personal 235.30 use, has been manufactured, imported, distributed, or stored with the intent to be offered 235.31

for sale in this state if a product of the same type and brand was sold in the state on or after 235.32

236.1	July 1, 2023, or if the product is in the possession of a person who has sold any product in
236.2	violation of this section.
236.3	(d) The commissioner may enforce this section, including enforcement against a
236.4	manufacturer or distributor of a product regulated under this section, under sections 144.989
236.5	<u>to 144.993.</u>
236.6	(e) The commissioner may enter into an interagency agreement with the Office of
236.7	Cannabis Management to perform inspections and take other enforcement actions on behalf
236.8	of the commissioner.
236.9	Subd. 7. Violations; criminal penalties. (a) Notwithstanding section 144.99, subdivision
236.10	11, a person who does any of the following regarding a product regulated under this section
236.11	is guilty of a gross misdemeanor and may be sentenced to imprisonment for not more than
236.12	one year or to payment of a fine of not more than \$3,000, or both:
236.13	(1) knowingly alters or otherwise falsifies testing results;
236.14	(2) intentionally alters or falsifies any information required to be included on the label
236.15	of an edible cannabinoid product; or
236.16	(3) intentionally makes a false material statement to the commissioner.
236.17	(b) Notwithstanding section 144.99, subdivision 11, a person who does any of the
236.18	following on the premises of a registered retailer or another business that sells retail goods
236.19	to customers is guilty of a gross misdemeanor and may be sentenced to imprisonment for
236.20	not more than one year or to payment of a fine of not more than \$3,000, or both:
236.21	(1) sells an edible cannabinoid product knowing that the product does not comply with
236.22	the limits on the amount or types of cannabinoids that a product may contain;
236.23	(2) sells an edible cannabinoid product knowing that the product does not comply with
236.24	the applicable testing, packaging, or labeling requirements; or
236.25	(3) sells an edible cannabinoid product to a person under the age of 21, except that it is
236.26	an affirmative defense to a charge under this clause if the defendant proves by a
236.27	preponderance of the evidence that the defendant reasonably and in good faith relied on
	proponation of the officiate may the actentiant reacting and in good ratin renear on
236.28	proof of age as described in subdivision 5c.

237.1 Sec. 3. Minnesota Statutes 2022, section 340A.412, subdivision 14, is amended to read:

Subd. 14. Exclusive liquor stores. (a) Except as otherwise provided in this subdivision,
an exclusive liquor store may sell only the following items:

- 237.4 (1) alcoholic beverages;
- 237.5 (2) tobacco products;
- 237.6 (3) ice;

237.7 (4) beverages, either liquid or powder, specifically designated for mixing with intoxicating237.8 liquor;

237.9 (5) soft drinks;

237.10 (6) liqueur-filled candies;

- 237.11 (7) food products that contain more than one-half of one percent alcohol by volume;
- 237.12 (8) cork extraction devices;
- 237.13 (9) books and videos on the use of alcoholic beverages;
- (10) magazines and other publications published primarily for information and education
  on alcoholic beverages;
- 237.16 (11) multiple-use bags designed to carry purchased items;

(12) devices designed to ensure safe storage and monitoring of alcohol in the home, toprevent access by underage drinkers;

237.19 (13) home brewing equipment;

(14) clothing marked with the specific name, brand, or identifying logo of the exclusiveliquor store, and bearing no other name, brand, or identifying logo;

- 237.22 (15) citrus fruit; and
- 237.23 (16) glassware-; and
- 237.24 (17) edible cannabinoid products as defined in section 151.72, subdivision 1, paragraph237.25 (f).
- (b) An exclusive liquor store that has an on-sale, or combination on-sale and off-sale
  license may sell food for on-premise consumption when authorized by the municipality
  issuing the license.
- 237.29 (c) An exclusive liquor store may offer live or recorded entertainment.

238.1	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
238.2	Sec. 4. EDIBLE CANNABINOID PRODUCTS; ENFORCEMENT.
238.3	(a) The Department of Health shall enforce the provisions of Minnesota Statutes, section
238.4	151.72, and all rules, orders, stipulation agreements, settlements, compliance agreements,
238.5	and registrations related to that section adopted or issued by the Office of Medical Cannabis
238.6	or the Department of Health pursuant to the Health Enforcement Consolidation Act of 1993
238.7	contained in Minnesota Statutes, sections 144.989 to 144.993. The commissioner of health
238.8	may assign enforcement responsibilities to the Office of Medical Cannabis.
238.9	(b) The enforcement authority under paragraph (a) shall transfer to the Office of Cannabis
238.10	Management at any such time that the powers and duties of the Department of Health with
238.11	respect to the medical cannabis program under Minnesota Statutes, sections 152.22 to
238.12	152.37, are transferred to the Office of Cannabis Management. The director of the Office
238.13	of Cannabis Management may assign enforcement responsibilities to the Division of Medical
238.14	Cannabis.
238.15	(c) This section shall expire on July 1, 2024.
238.16	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
238.17	Sec. 5. <u>REPEALER.</u>
238.18	Minnesota Statutes 2022, section 151.72, is repealed.
238.19	<b>EFFECTIVE DATE.</b> This section is effective July 1, 2024.
238.20	ARTICLE 8
238.21	SCHEDULING OF MARIJUANA
238.22	Section 1. Minnesota Statutes 2022, section 152.02, subdivision 2, is amended to read:
238.23	Subd. 2. Schedule I. (a) Schedule I consists of the substances listed in this subdivision.
238.24	(b) Opiates. Unless specifically excepted or unless listed in another schedule, any of the
238.25	following substances, including their analogs, isomers, esters, ethers, salts, and salts of
238.26	isomers, esters, and ethers, whenever the existence of the analogs, isomers, esters, ethers,
238.27	and salts is possible:
238.28	(1) acetylmethadol;
238.29	(2) allylprodine;

REVISOR

H0100-7

HF100 SEVENTH ENGROSSMENT

239.1	(3) alphacetylmethadol (except levo-alphacetylmethadol, also known as levomethadyl
239.2	acetate);
239.3	(4) alphameprodine;
239.4	(5) alphamethadol;
239.5	(6) alpha-methylfentanyl benzethidine;
239.6	(7) betacetylmethadol;
239.7	(8) betameprodine;
239.8	(9) betamethadol;
239.9	(10) betaprodine;
239.10	(11) clonitazene;
239.11	(12) dextromoramide;
239.12	(13) diampromide;
239.13	(14) diethyliambutene;
239.14	(15) difenoxin;
239.15	(16) dimenoxadol;
239.16	(17) dimepheptanol;
239.17	(18) dimethyliambutene;
239.18	(19) dioxaphetyl butyrate;
239.19	(20) dipipanone;
239.20	(21) ethylmethylthiambutene;
239.21	(22) etonitazene;
239.22	(23) etoxeridine;
239.23	(24) furethidine;
239.24	(25) hydroxypethidine;
239.25	(26) ketobemidone;
239.26	(27) levomoramide;
239.27	(28) levophenacylmorphan;

240.1	(29) 3-methylfentanyl;
240.2	(30) acetyl-alpha-methylfentanyl;
240.3	(31) alpha-methylthiofentanyl;
240.4	(32) benzylfentanyl beta-hydroxyfentanyl;
240.5	(33) beta-hydroxy-3-methylfentanyl;
240.6	(34) 3-methylthiofentanyl;
240.7	(35) thenylfentanyl;
240.8	(36) thiofentanyl;
240.9	(37) para-fluorofentanyl;
240.10	(38) morpheridine;
240.11	(39) 1-methyl-4-phenyl-4-propionoxypiperidine;
240.12	(40) noracymethadol;
240.13	(41) norlevorphanol;
240.14	(42) normethadone;
240.15	(43) norpipanone;
240.16	(44) 1-(2-phenylethyl)-4-phenyl-4-acetoxypiperidine (PEPAP);
240.17	(45) phenadoxone;
240.18	(46) phenampromide;
240.19	(47) phenomorphan;
240.20	(48) phenoperidine;
240.21	(49) piritramide;
240.22	(50) proheptazine;
240.23	(51) properidine;
240.24	(52) propiram;
240.25	(53) racemoramide;
240.26	(54) tilidine;
240.27	(55) trimeperidine;

241.1 (56) N-(1-Phenethylpiperidin-4-yl)-N-phenylacetamide (acetyl fentanyl);

241.2 (57) 3,4-dichloro-N-[(1R,2R)-2-(dimethylamino)cyclohexyl]-N-

241.3 methylbenzamide(U47700);

241.4 (58) N-phenyl-N-[1-(2-phenylethyl)piperidin-4-yl]furan-2-carboxamide(furanylfentanyl);

241.5 (59) 4-(4-bromophenyl)-4-dimethylamino-1-phenethylcyclohexanol (bromadol);

(60) N-(1-phenethylpiperidin-4-yl)-N-phenylcyclopropanecarboxamide (Cyclopropryl
 fentanyl);

241.8 (61) N-(1-phenethylpiperidin-4-yl)-N-phenylbutanamide) (butyryl fentanyl);

241.9 (62) 1-cyclohexyl-4-(1,2-diphenylethyl)piperazine) (MT-45);

241.10 (63) N-(1-phenethylpiperidin-4-yl)-N-phenylcyclopentanecarboxamide (cyclopentyl
241.11 fentanyl);

241.12 (64) N-(1-phenethylpiperidin-4-yl)-N-phenylisobutyramide (isobutyryl fentanyl);

241.13 (65) N-(1-phenethylpiperidin-4-yl)-N-phenylpentanamide (valeryl fentanyl);

241.14 (66) N-(4-chlorophenyl)-N-(1-phenethylpiperidin-4-yl)isobutyramide

241.15 (para-chloroisobutyryl fentanyl);

241.16 (67) N-(4-fluorophenyl)-N-(1-phenethylpiperidin-4-yl)butyramide (para-fluorobutyryl
241.17 fentanyl);

241.18 (68) N-(4-methoxyphenyl)-N-(1-phenethylpiperidin-4-yl)butyramide

241.19 (para-methoxybutyryl fentanyl);

241.20 (69) N-(2-fluorophenyl)-2-methoxy-N-(1-phenethylpiperidin-4-yl)acetamide (ocfentanil);

241.21 (70) N-(4-fluorophenyl)-N-(1-phenethylpiperidin-4-yl)isobutyramide (4-fluoroisobutyryl
241.22 fentanyl or para-fluoroisobutyryl fentanyl);

241.23 (71) N-(1-phenethylpiperidin-4-yl)-N-phenylacrylamide (acryl fentanyl or
241.24 acryloylfentanyl);

241.25 (72) 2-methoxy-N-(1-phenethylpiperidin-4-yl)-N-phenylacetamide (methoxyacetyl
241.26 fentanyl);

241.27 (73) N-(2-fluorophenyl)-N-(1-phenethylpiperidin-4-yl)propionamide (ortho-fluorofentanyl)
241.28 or 2-fluorofentanyl);

241.29 (74) N-(1-phenethylpiperidin-4-yl)-N-phenyltetrahydrofuran-2-carboxamide
241.30 (tetrahydrofuranyl fentanyl); and

(75) Fentanyl-related substances, their isomers, esters, ethers, salts and salts of isomers,
esters and ethers, meaning any substance not otherwise listed under another federal

242.3 Administration Controlled Substance Code Number or not otherwise listed in this section,

and for which no exemption or approval is in effect under section 505 of the Federal Food,
Drug, and Cosmetic Act, United States Code, title 21, section 355, that is structurally related
to fentanyl by one or more of the following modifications:

(i) replacement of the phenyl portion of the phenethyl group by any monocycle, whetheror not further substituted in or on the monocycle;

(ii) substitution in or on the phenethyl group with alkyl, alkenyl, alkoxyl, hydroxyl, halo,
haloalkyl, amino, or nitro groups;

(iii) substitution in or on the piperidine ring with alkyl, alkenyl, alkoxyl, ester, ether,

242.12 hydroxyl, halo, haloalkyl, amino, or nitro groups;

(iv) replacement of the aniline ring with any aromatic monocycle whether or not furthersubstituted in or on the aromatic monocycle; or

242.15 (v) replacement of the N-propionyl group by another acyl group.

242.16 (c) Opium derivatives. Any of the following substances, their analogs, salts, isomers,

242.17 and salts of isomers, unless specifically excepted or unless listed in another schedule,

242.18 whenever the existence of the analogs, salts, isomers, and salts of isomers is possible:

- 242.19 (1) acetorphine;
- 242.20 (2) acetyldihydrocodeine;
- 242.21 (3) benzylmorphine;
- 242.22 (4) codeine methylbromide;
- 242.23 (5) codeine-n-oxide;
- 242.24 (6) cyprenorphine;
- 242.25 (7) desomorphine;
- 242.26 (8) dihydromorphine;
- 242.27 **(9)** drotebanol;
- 242.28 (10) etorphine;
- 242.29 (11) heroin;
- 242.30 (12) hydromorphinol;

Article 8 Section 1.

	HF100 SEVENTH ENGROSSMENT	REVISOR	BD	H0100-7
243.1	(13) methyldesorphine;			
243.2	(14) methyldihydromorphine;			
243.3	(15) morphine methylbromide;			
243.4	(16) morphine methylsulfonate;			
243.5	(17) morphine-n-oxide;			
243.6	(18) myrophine;			
243.7	(19) nicocodeine;			
243.8	(20) nicomorphine;			
243.9	(21) normorphine;			
243.10	(22) pholcodine; and			
243.11	(23) thebacon.			
243.12	(d) Hallucinogens. Any material, o	compound, mixture	e or preparation which	h contains any
243.13	quantity of the following substances, the	heir analogs, salts, is	somers (whether opti	cal, positional,
243.14	or geometric), and salts of isomers, u	nless specifically e	excepted or unless lis	ted in another
243.15	schedule, whenever the existence of	the analogs, salts, is	somers, and salts of	isomers is
243.16	possible:			
243.17	(1) methylenedioxy amphetamine	;		
243.18	(2) methylenedioxymethamphetar	nine;		
243.19	(3) methylenedioxy-N-ethylamph	etamine (MDEA);		
243.20	(4) n-hydroxy-methylenedioxyam	phetamine;		
243.21	(5) 4-bromo-2,5-dimethoxyampho	etamine (DOB);		
243.22	(6) 2,5-dimethoxyamphetamine (2	2,5-DMA);		
243.23	(7) 4-methoxyamphetamine;			

- (7) 4-methoxyamphetamine; 243.23
- (8) 5-methoxy-3, 4-methylenedioxyamphetamine; 243.24
- (9) alpha-ethyltryptamine; 243.25
- (10) bufotenine; 243.26
- (11) diethyltryptamine; 243.27
- (12) dimethyltryptamine; 243.28

244.1	(13) 3,4,5-trimethoxyamphetamine;
244.2	(14) 4-methyl-2, 5-dimethoxyamphetamine (DOM);
244.3	(15) ibogaine;
244.4	(16) lysergic acid diethylamide (LSD);
244.5	(17) mescaline;
244.6	(18) parahexyl;
244.7	(19) N-ethyl-3-piperidyl benzilate;
244.8	(20) N-methyl-3-piperidyl benzilate;
244.9	(21) psilocybin;
244.10	(22) psilocyn;
244.11	(23) tenocyclidine (TPCP or TCP);
244.12	(24) N-ethyl-1-phenyl-cyclohexylamine (PCE);
244.13	(25) 1-(1-phenylcyclohexyl) pyrrolidine (PCPy);
244.14	(26) 1-[1-(2-thienyl)cyclohexyl]-pyrrolidine (TCPy);
244.15	(27) 4-chloro-2,5-dimethoxyamphetamine (DOC);
244.16	(28) 4-ethyl-2,5-dimethoxyamphetamine (DOET);
244.17	(29) 4-iodo-2,5-dimethoxyamphetamine (DOI);
244.18	(30) 4-bromo-2,5-dimethoxyphenethylamine (2C-B);
244.19	(31) 4-chloro-2,5-dimethoxyphenethylamine (2C-C);
244.20	(32) 4-methyl-2,5-dimethoxyphenethylamine (2C-D);
244.21	(33) 4-ethyl-2,5-dimethoxyphenethylamine (2C-E);
244.22	(34) 4-iodo-2,5-dimethoxyphenethylamine (2C-I);
244.23	(35) 4-propyl-2,5-dimethoxyphenethylamine (2C-P);
244.24	(36) 4-isopropylthio-2,5-dimethoxyphenethylamine (2C-T-4);
244.25	(37) 4-propylthio-2,5-dimethoxyphenethylamine (2C-T-7);
244.26	(38) 2-(8-bromo-2,3,6,7-tetrahydrofuro [2,3-f][1]benzofuran-4-yl)ethanamine
244.27	(2-CB-FLY);

- (39) bromo-benzodifuranyl-isopropylamine (Bromo-DragonFLY); 245.1 (40) alpha-methyltryptamine (AMT); 245.2 (41) N,N-diisopropyltryptamine (DiPT); 245.3 (42) 4-acetoxy-N,N-dimethyltryptamine (4-AcO-DMT); 245.4 (43) 4-acetoxy-N,N-diethyltryptamine (4-AcO-DET); 245.5 (44) 4-hydroxy-N-methyl-N-propyltryptamine (4-HO-MPT); 245.6 (45) 4-hydroxy-N,N-dipropyltryptamine (4-HO-DPT); 245.7 (46) 4-hydroxy-N,N-diallyltryptamine (4-HO-DALT); 245.8 245.9 (47) 4-hydroxy-N,N-diisopropyltryptamine (4-HO-DiPT); (48) 5-methoxy-N,N-diisopropyltryptamine (5-MeO-DiPT); 245.10 (49) 5-methoxy-α-methyltryptamine (5-MeO-AMT); 245.11 (50) 5-methoxy-N,N-dimethyltryptamine (5-MeO-DMT); 245.12 (51) 5-methylthio-N,N-dimethyltryptamine (5-MeS-DMT); 245.13 (52) 5-methoxy-N-methyl-N-isopropyltryptamine (5-MeO-MiPT); 245.14 (53) 5-methoxy-α-ethyltryptamine (5-MeO-AET); 245.15
  - 245.16 (54) 5-methoxy-N,N-dipropyltryptamine (5-MeO-DPT);
  - 245.17 (55) 5-methoxy-N,N-diethyltryptamine (5-MeO-DET);
  - 245.18 (56) 5-methoxy-N,N-diallyltryptamine (5-MeO-DALT);
  - 245.19 (57) methoxetamine (MXE);
  - 245.20 (58) 5-iodo-2-aminoindane (5-IAI);
  - 245.21 (59) 5,6-methylenedioxy-2-aminoindane (MDAI);
  - 245.22 (60) 2-(4-bromo-2,5-dimethoxyphenyl)-N-(2-methoxybenzyl)ethanamine (25B-NBOMe);
  - 245.23 (61) 2-(4-chloro-2,5-dimethoxyphenyl)-N-(2-methoxybenzyl)ethanamine (25C-NBOMe);
  - 245.24 (62) 2-(4-iodo-2,5-dimethoxyphenyl)-N-(2-methoxybenzyl)ethanamine (25I-NBOMe);
  - 245.25 (63) 2-(2,5-Dimethoxyphenyl)ethanamine (2C-H);
  - 245.26 (64) 2-(4-Ethylthio-2,5-dimethoxyphenyl)ethanamine (2C-T-2);
  - 245.27 (65) N,N-Dipropyltryptamine (DPT);

- 246.1 (66) 3-[1-(Piperidin-1-yl)cyclohexyl]phenol (3-HO-PCP);
- 246.2 (67) N-ethyl-1-(3-methoxyphenyl)cyclohexanamine (3-MeO-PCE);
- 246.3 (68) 4-[1-(3-methoxyphenyl)cyclohexyl]morpholine (3-MeO-PCMo);
- 246.4 (69) 1-[1-(4-methoxyphenyl)cyclohexyl]-piperidine (methoxydine, 4-MeO-PCP);
- 246.5 (70) 2-(2-Chlorophenyl)-2-(ethylamino)cyclohexan-1-one (N-Ethylnorketamine,
- 246.6 ethketamine, NENK);
- 246.7 (71) methylenedioxy-N,N-dimethylamphetamine (MDDMA);
- 246.8 (72) 3-(2-Ethyl(methyl)aminoethyl)-1H-indol-4-yl (4-AcO-MET); and
- 246.9 (73) 2-Phenyl-2-(methylamino)cyclohexanone (deschloroketamine).

(e) Peyote. All parts of the plant presently classified botanically as Lophophora williamsii 246.10 Lemaire, whether growing or not, the seeds thereof, any extract from any part of the plant, 246.11 and every compound, manufacture, salts, derivative, mixture, or preparation of the plant, 246.12 its seeds or extracts. The listing of peyote as a controlled substance in Schedule I does not 246.13 apply to the nondrug use of peyote in bona fide religious ceremonies of the American Indian 246.14 Church, and members of the American Indian Church are exempt from registration. Any 246.15 person who manufactures peyote for or distributes peyote to the American Indian Church, 246.16 however, is required to obtain federal registration annually and to comply with all other 246.17 requirements of law. 246.18

(f) Central nervous system depressants. Unless specifically excepted or unless listed in
another schedule, any material compound, mixture, or preparation which contains any
quantity of the following substances, their analogs, salts, isomers, and salts of isomers
whenever the existence of the analogs, salts, isomers, and salts of isomers is possible:

- 246.23 (1) mecloqualone;
- 246.24 (2) methaqualone;
- 246.25 (3) gamma-hydroxybutyric acid (GHB), including its esters and ethers;
- 246.26 (4) flunitrazepam;

246.27 (5) 2-(2-Methoxyphenyl)-2-(methylamino)cyclohexanone (2-MeO-2-deschloroketamine,
246.28 methoxyketamine);

- 246.29 (6) tianeptine;
- 246.30 (7) clonazolam;

247.1	(8) etizolam;
247.2	(9) flubromazolam; and
247.3	(10) flubromazepam.
247.4	(g) Stimulants. Unless specifically excepted or unless listed in another schedule, any
247.5	material compound, mixture, or preparation which contains any quantity of the following
247.6	substances, their analogs, salts, isomers, and salts of isomers whenever the existence of the
247.7	analogs, salts, isomers, and salts of isomers is possible:
247.8	(1) aminorex;
247.9	(2) cathinone;
247.10	(3) fenethylline;
247.11	(4) methcathinone;
247.12	(5) methylaminorex;
247.13	(6) N,N-dimethylamphetamine;
247.14	(7) N-benzylpiperazine (BZP);
247.15	(8) methylmethcathinone (mephedrone);
247.16	(9) 3,4-methylenedioxy-N-methylcathinone (methylone);
247.17	(10) methoxymethcathinone (methedrone);
247.18	(11) methylenedioxypyrovalerone (MDPV);
247.19	(12) 3-fluoro-N-methylcathinone (3-FMC);
247.20	(13) methylethcathinone (MEC);
247.21	(14) 1-benzofuran-6-ylpropan-2-amine (6-APB);
247.22	(15) dimethylmethcathinone (DMMC);
247.23	(16) fluoroamphetamine;
247.24	(17) fluoromethamphetamine;
247.25	(18) α-methylaminobutyrophenone (MABP or buphedrone);
247.26	(19) 1-(1,3-benzodioxol-5-yl)-2-(methylamino)butan-1-one (butylone);
247.27	(20) 2-(methylamino)-1-(4-methylphenyl)butan-1-one (4-MEMABP or BZ-6378);

- 248.1 (21) 1-(naphthalen-2-yl)-2-(pyrrolidin-1-yl) pentan-1-one (naphthylpyrovalerone or
  248.2 naphyrone);
- 248.3 (22) (alpha-pyrrolidinopentiophenone (alpha-PVP);
- 248.4 (23) (RS)-1-(4-methylphenyl)-2-(1-pyrrolidinyl)-1-hexanone (4-Me-PHP or MPHP);
- 248.5 (24) 2-(1-pyrrolidinyl)-hexanophenone (Alpha-PHP);
- 248.6 (25) 4-methyl-N-ethylcathinone (4-MEC);
- 248.7 (26) 4-methyl-alpha-pyrrolidinopropiophenone (4-MePPP);
- 248.8 (27) 2-(methylamino)-1-phenylpentan-1-one (pentedrone);
- 248.9 (28) 1-(1,3-benzodioxol-5-yl)-2-(methylamino)pentan-1-one (pentylone);
- 248.10 (29) 4-fluoro-N-methylcathinone (4-FMC);
- 248.11 (30) 3,4-methylenedioxy-N-ethylcathinone (ethylone);
- 248.12 (31) alpha-pyrrolidinobutiophenone ( $\alpha$ -PBP);
- 248.13 (32) 5-(2-Aminopropyl)-2,3-dihydrobenzofuran (5-APDB);
- 248.14 (33) 1-phenyl-2-(1-pyrrolidinyl)-1-heptanone (PV8);
- 248.15 (34) 6-(2-Aminopropyl)-2,3-dihydrobenzofuran (6-APDB);
- 248.16 (35) 4-methyl-alpha-ethylaminopentiophenone (4-MEAPP);
- 248.17 (36) 4'-chloro-alpha-pyrrolidinopropiophenone (4'-chloro-PPP);
- 248.18 (37) 1-(1,3-Benzodioxol-5-yl)-2-(dimethylamino)butan-1-one (dibutylone, bk-DMBDB);
- 248.19 (38) 1-(3-chlorophenyl) piperazine (meta-chlorophenylpiperazine or mCPP);

(39) 1-(1,3-benzodioxol-5-yl)-2-(ethylamino)-pentan-1-one (N-ethylpentylone, ephylone);
and

(40) any other substance, except bupropion or compounds listed under a different
schedule, that is structurally derived from 2-aminopropan-1-one by substitution at the
1-position with either phenyl, naphthyl, or thiophene ring systems, whether or not the
compound is further modified in any of the following ways:

(i) by substitution in the ring system to any extent with alkyl, alkylenedioxy, alkoxy,
haloalkyl, hydroxyl, or halide substituents, whether or not further substituted in the ring
system by one or more other univalent substituents;

248.29 (ii) by substitution at the 3-position with an acyclic alkyl substituent;

(iii) by substitution at the 2-amino nitrogen atom with alkyl, dialkyl, benzyl, or
methoxybenzyl groups; or

249.3 (iv) by inclusion of the 2-amino nitrogen atom in a cyclic structure.

(h) Marijuana, tetrahydrocannabinols, and synthetic cannabinoids. Unless specifically
excepted or unless listed in another schedule, any natural or synthetic material, compound,
mixture, or preparation that contains any quantity of the following substances, their analogs,
isomers, esters, ethers, salts, and salts of isomers, esters, and ethers, whenever the existence
of the isomers, esters, ethers, or salts is possible:

249.9 (1) marijuana;

(2) tetrahydrocannabinols naturally contained in a plant of the genus Cannabis, except 249.10 that tetrahydrocannabinols do not include any material, compound, mixture, or preparation 249.11 that qualifies as industrial hemp as defined in section 18K.02, subdivision 3; synthetic 249.12 equivalents of the substances contained in the cannabis plant or in the resinous extractives 249.13 of the plant; or synthetic substances with similar chemical structure and pharmacological 249.14 activity to those substances contained in the plant or resinous extract, including, but not 249.15 limited to, 1 cis or trans tetrahydrocannabinol, 6 cis or trans tetrahydrocannabinol, and 3,4 249.16 cis or trans tetrahydrocannabinol; 249.17

249.18 (3) (h) Synthetic cannabinoids, including the following substances:

(i) (1) Naphthoylindoles, which are any compounds containing a 3-(1-napthoyl)indole
structure with substitution at the nitrogen atom of the indole ring by an alkyl, haloalkyl,
alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl or
2-(4-morpholinyl)ethyl group, whether or not further substituted in the indole ring to any
extent and whether or not substituted in the naphthyl ring to any extent. Examples of
naphthoylindoles include, but are not limited to:

- 249.25 (A) (i) 1-Pentyl-3-(1-naphthoyl)indole (JWH-018 and AM-678);
- 249.26 (B) (ii) 1-Butyl-3-(1-naphthoyl)indole (JWH-073);
- 249.27 (C) (iii) 1-Pentyl-3-(4-methoxy-1-naphthoyl)indole (JWH-081);
- 249.28 (D) (iv) 1-[2-(4-morpholinyl)ethyl]-3-(1-naphthoyl)indole (JWH-200);
- (E) (v) 1-Propyl-2-methyl-3-(1-naphthoyl)indole (JWH-015);
- 249.30 (F) (vi) 1-Hexyl-3-(1-naphthoyl)indole (JWH-019);
- 249.31 (G) (vii) 1-Pentyl-3-(4-methyl-1-naphthoyl)indole (JWH-122);

250.1	(H) (viii) 1-Pentyl-3-(4-ethyl-1-naphthoyl)indole (JWH-210);
250.2	(I) (ix) 1-Pentyl-3-(4-chloro-1-naphthoyl)indole (JWH-398);
250.3	(J) (x) 1-(5-fluoropentyl)-3-(1-naphthoyl)indole (AM-2201).
250.4	(ii) (2) Napthylmethylindoles, which are any compounds containing a
250.5	1H-indol-3-yl-(1-naphthyl)methane structure with substitution at the nitrogen atom of the
250.6	indole ring by an alkyl, haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl,
250.7	1-(N-methyl-2-piperidinyl)methyl or 2-(4-morpholinyl)ethyl group, whether or not further
250.8	substituted in the indole ring to any extent and whether or not substituted in the naphthyl
250.9	ring to any extent. Examples of naphthylmethylindoles include, but are not limited to:
250.10	(A) (i) 1-Pentyl-1H-indol-3-yl-(1-naphthyl)methane (JWH-175);
250.11	(B) (ii) 1-Pentyl-1H-indol-3-yl-(4-methyl-1-naphthyl)methane (JWH-184).
250.12	(iii) (3) Naphthoylpyrroles, which are any compounds containing a 3-(1-naphthoyl)pyrrole
250.13	structure with substitution at the nitrogen atom of the pyrrole ring by an alkyl, haloalkyl,
250.14	alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl or
250.15	2-(4-morpholinyl)ethyl group whether or not further substituted in the pyrrole ring to any
250.16	extent, whether or not substituted in the naphthyl ring to any extent. Examples of
250.17	naphthoylpyrroles include, but are not limited to,
250.18	(5-(2-fluorophenyl)-1-pentylpyrrol-3-yl)-naphthalen-1-ylmethanone (JWH-307).
250.19	(iv) (4) Naphthylmethylindenes, which are any compounds containing a
250.20	naphthylideneindene structure with substitution at the 3-position of the indene ring by an
250.21	alkyl, haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl,
250.22	1-(N-methyl-2-piperidinyl)methyl or 2-(4-morpholinyl)ethyl group whether or not further
250.23	substituted in the indene ring to any extent, whether or not substituted in the naphthyl ring
250.24	to any extent. Examples of naphthylemethylindenes include, but are not limited to,
250.25	E-1-[1-(1-naphthalenylmethylene)-1H-inden-3-yl]pentane (JWH-176).
250.26	(v) (5) Phenylacetylindoles, which are any compounds containing a 3-phenylacetylindole
250.27	structure with substitution at the nitrogen atom of the indole ring by an alkyl, haloalkyl,
250.28	alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl or
250.29	2-(4-morpholinyl)ethyl group whether or not further substituted in the indole ring to any
250.30	extent, whether or not substituted in the phenyl ring to any extent. Examples of
250.31	phenylacetylindoles include, but are not limited to:
250.32	(A) (i) 1-(2-cyclohexylethyl)-3-(2-methoxyphenylacetyl)indole (RCS-8);

250.33 (B) (ii) 1-pentyl-3-(2-methoxyphenylacetyl)indole (JWH-250);

Article 8 Section 1.

251.1 (C) (iii) 1-pentyl-3-(2-methylphenylacetyl)indole (JWH-251);

251.2 (D) (iv) 1-pentyl-3-(2-chlorophenylacetyl)indole (JWH-203).

251.3 (vi) (6) Cyclohexylphenols, which are compounds containing a

251.4 2-(3-hydroxycyclohexyl)phenol structure with substitution at the 5-position of the phenolic

251.5 ring by an alkyl, haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl,

251.6 1-(N-methyl-2-piperidinyl)methyl or 2-(4-morpholinyl)ethyl group whether or not substituted

<sup>251.7</sup> in the cyclohexyl ring to any extent. Examples of cyclohexylphenols include, but are not

251.8 limited to:

(A) (i) 5-(1,1-dimethylheptyl)-2-[(1R,3S)-3-hydroxycyclohexyl]-phenol (CP 47,497);

(B) (ii) 5-(1,1-dimethyloctyl)-2-[(1R,3S)-3-hydroxycyclohexyl]-phenol

251.11 (Cannabicyclohexanol or CP 47,497 C8 homologue);

251.12 (C) (iii) 5-(1,1-dimethylheptyl)-2-[(1R,2R)-5-hydroxy-2-(3-hydroxypropyl)cyclohexyl] 251.13 -phenol (CP 55,940).

251.14 (vii) (7) Benzoylindoles, which are any compounds containing a 3-(benzoyl)indole

251.15 structure with substitution at the nitrogen atom of the indole ring by an alkyl, haloalkyl,

251.16 alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl or

251.17 2-(4-morpholinyl)ethyl group whether or not further substituted in the indole ring to any

251.18 extent and whether or not substituted in the phenyl ring to any extent. Examples of

- 251.19 benzoylindoles include, but are not limited to:
- (A) (i) 1-Pentyl-3-(4-methoxybenzoyl)indole (RCS-4);

251.21 (B) (ii) 1-(5-fluoropentyl)-3-(2-iodobenzoyl)indole (AM-694);

251.22 (C) (iii) (4-methoxyphenyl-[2-methyl-1-(2-(4-morpholinyl)ethyl)indol-3-yl]methanone 251.23 (WIN 48,098 or Pravadoline).

251.24 (viii) (8) Others specifically named:

(A) (i) (6aR,10aR)-9-(hydroxymethyl)-6,6-dimethyl-3-(2-methyloctan-2-yl)

- 251.26 -6a,7,10,10a-tetrahydrobenzo[c]chromen-1-ol (HU-210);
- (B) (ii) (6aS,10aS)-9-(hydroxymethyl)-6,6-dimethyl-3-(2-methyloctan-2-yl)
- 251.28 -6a,7,10,10a-tetrahydrobenzo[c]chromen-1-ol (Dexanabinol or HU-211);
- (C) (iii) 2,3-dihydro-5-methyl-3-(4-morpholinylmethyl)pyrrolo[1,2,3-de]
- 251.30 -1,4-benzoxazin-6-yl-1-naphthalenylmethanone (WIN 55,212-2);
- (D) (iv) (1-pentylindol-3-yl)-(2,2,3,3-tetramethylcyclopropyl)methanone (UR-144);

252.1  $(\underline{E})(\underline{v})$  (1-(5-fluoropentyl)-1H-indol-3-yl)(2,2,3,3-tetramethylcyclopropyl)methanone 252.2 (XLR-11); 252.3  $(\underline{F})$  (vi) 1-pentyl-N-tricyclo[3.3.1.13,7]dec-1-yl-1H-indazole-3-carboxamide

252.4 (AKB-48(APINACA));

- 252.5 (G) (vii) N-((3s,5s,7s)-adamantan-1-yl)-1-(5-fluoropentyl)-1H-indazole-3-carboxamide
   252.6 (5-Fluoro-AKB-48);
- 252.7 (H) (viii) 1-pentyl-8-quinolinyl ester-1H-indole-3-carboxylic acid (PB-22);
- 252.8 (I) (ix) 8-quinolinyl ester-1-(5-fluoropentyl)-1H-indole-3-carboxylic acid (5-Fluoro
   252.9 PB-22);
- 252.10 (f)(x) N-[(1S)-1-(aminocarbonyl)-2-methylpropyl]-1-pentyl-1H-indazole- 3-carboxamide 252.11 (AB-PINACA);
- 252.12 (K) (xi) N-[(1S)-1-(aminocarbonyl)-2-methylpropyl]-1-[(4-fluorophenyl)methyl]-
- 252.13 1H-indazole-3-carboxamide (AB-FUBINACA);
- (L) (xii) N-[(1S)-1-(aminocarbonyl)-2-methylpropyl]-1-(cyclohexylmethyl)-1H-
- 252.15 indazole-3-carboxamide(AB-CHMINACA);
- (M) (xiii) (S)-methyl 2-(1-(5-fluoropentyl)-1H-indazole-3-carboxamido)-3-
- 252.17 methylbutanoate (5-fluoro-AMB);
- (N) (xiv) [1-(5-fluoropentyl)-1H-indazol-3-yl](naphthalen-1-yl) methanone (THJ-2201);
- 252.19  $(\Theta)$  (xv) (1-(5-fluoropentyl)-1H-benzo[d]imidazol-2-yl)(naphthalen-1-yl)methanone) 252.20 (FUBIMINA);
- 252.21 (P) (xvi) (7-methoxy-1-(2-morpholinoethyl)-N-((1S,2S,4R)-1,3,3-trimethylbicyclo
- 252.22 [2.2.1]heptan-2-yl)-1H-indole-3-carboxamide (MN-25 or UR-12);
- 252.23  $(\bigcirc) (xvii) (S)-N-(1-amino-3-methyl-1-oxobutan-2-yl)-1-(5-fluoropentyl)$
- 252.24 -1H-indole-3-carboxamide (5-fluoro-ABICA);
- 252.25 (R) (xviii) N-(1-amino-3-phenyl-1-oxopropan-2-yl)-1-(5-fluoropentyl)
- 252.26 -1H-indole-3-carboxamide;
- 252.27  $(\underline{S})(\underline{xix})$  N-(1-amino-3-phenyl-1-oxopropan-2-yl)-1-(5-fluoropentyl)
- 252.28 -1H-indazole-3-carboxamide;
- 252.29 (T) (xx) methyl 2-(1-(cyclohexylmethyl)-1H-indole-3-carboxamido)
- 252.30 -3,3-dimethylbutanoate;

- (U) (xxi) N-(1-amino-3,3-dimethyl-1-oxobutan-2-yl)-1(cyclohexylmethyl)-1
- 253.2 H-indazole-3-carboxamide (MAB-CHMINACA);
- 253.3 <del>(V)</del>(xxii)
- 253.4 N-(1-Amino-3,3-dimethyl-1-oxo-2-butanyl)-1-pentyl-1H-indazole-3-carboxamide
- 253.5 (ADB-PINACA);
- 253.6 (W)(xxiii) methyl (1-(4-fluorobenzyl)-1H-indazole-3-carbonyl)-L-valinate (FUB-AMB);
- 253.7 (X) (xxiv)
- 253.8 N-[(1S)-2-amino-2-oxo-1-(phenylmethyl)ethyl]-1-(cyclohexylmethyl)-1H-Indazole-
- 253.9 3-carboxamide. (APP-CHMINACA);
- (Y) (xxv) quinolin-8-yl 1-(4-fluorobenzyl)-1H-indole-3-carboxylate (FUB-PB-22); and
- 253.11 (Z) (xxvi) methyl N-[1-(cyclohexylmethyl)-1H-indole-3-carbonyl]valinate
- 253.12 (MMB-CHMICA).
- 253.13 (ix) (9) Additional substances specifically named:
- 253.14 (A) (i) 1-(5-fluoropentyl)-N-(2-phenylpropan-2-yl)-1
- 253.15 H-pyrrolo[2,3-B]pyridine-3-carboxamide (5F-CUMYL-P7AICA);
- 253.16 (B) (ii) 1-(4-cyanobutyl)-N-(2- phenylpropan-2-yl)-1 H-indazole-3-carboxamide
- 253.17 (4-CN-Cumyl-Butinaca);
- (C) (iii) naphthalen-1-yl-1-(5-fluoropentyl)-1-H-indole-3-carboxylate (NM2201;
- 253.19 CBL2201);
- (D) (iv) N-(1-amino-3-methyl-1-oxobutan-2-yl)-1-(5-fluoropentyl)-1
- 253.21 H-indazole-3-carboxamide (5F-ABPINACA);
- 253.22 (E) (v) methyl-2-(1-(cyclohexylmethyl)-1H-indole-3-carboxamido)-3,3-dimethylbutanoate 253.23 (MDMB CHMICA);
- 253.24 (F)(vi) methyl 2-(1-(5-fluoropentyl)-1H-indazole-3-carboxamido)-3,3-dimethylbutanoate
- 253.25 (5F-ADB; 5F-MDMB-PINACA); and
- 253.26 (G) (vii) N-(1-amino-3,3-dimethyl-1-oxobutan-2-yl)-1-(4-fluorobenzyl)
- 253.27 1H-indazole-3-carboxamide (ADB-FUBINACA).
- (i) A controlled substance analog, to the extent that it is implicitly or explicitly intended
- 253.29 for human consumption.
- 253.30 **EFFECTIVE DATE.** This section is effective the day following final enactment.

254.1 Sec. 2. Minnesota Statutes 2022, section 152.02, subdivision 4, is amended to read:

254.2 Subd. 4. Schedule III. (a) Schedule III consists of the substances listed in this subdivision.

(b) Stimulants. Unless specifically excepted or unless listed in another schedule, any
material, compound, mixture, or preparation which contains any quantity of the following
substances having a potential for abuse associated with a stimulant effect on the central
nervous system, including its salts, isomers, and salts of such isomers whenever the existence
of such salts, isomers, and salts of isomers is possible within the specific chemical
designation:

254.9 (1) benzphetamine;

254.10 (2) chlorphentermine;

254.11 (3) clortermine;

254.12 (4) phendimetrazine.

(c) Depressants. Unless specifically excepted or unless listed in another schedule, any
material, compound, mixture, or preparation which contains any quantity of the following
substances having a potential for abuse associated with a depressant effect on the central
nervous system:

(1) any compound, mixture, or preparation containing amobarbital, secobarbital,
pentobarbital or any salt thereof and one or more other active medicinal ingredients which
are not listed in any schedule;

(2) any suppository dosage form containing amobarbital, secobarbital, pentobarbital, or
any salt of any of these drugs and approved by the food and drug administration for marketing
only as a suppository;

(3) any substance which contains any quantity of a derivative of barbituric acid, or any
salt of a derivative of barbituric acid, except those substances which are specifically listed
in other schedules;

(4) any drug product containing gamma hydroxybutyric acid, including its salts, isomers,
and salts of isomers, for which an application is approved under section 505 of the federal
Food, Drug, and Cosmetic Act;

254.29 (5) any of the following substances:

254.30 (i) chlorhexadol;

254.31 (ii) ketamine, its salts, isomers and salts of isomers;

254

255.1	(iii) lysergic acid;
255.2	(iv) lysergic acid amide;
255.3	(v) methyprylon;
255.4	(vi) sulfondiethylmethane;
255.5	(vii) sulfonenthylmethane;
255.6	(viii) sulfonmethane;
255.7	(ix) tiletamine and zolazepam and any salt thereof;
255.8	(x) embutramide;
255.9	(xi) Perampanel [2-(2-oxo-1-phenyl-5-pyridin-2-yl-1,2-Dihydropyridin-3-yl)
255.10 b	enzonitrile].

255.11 (d) Nalorphine.

(e) Narcotic drugs. Unless specifically excepted or unless listed in another schedule,
any material, compound, mixture, or preparation containing any of the following narcotic
drugs, or their salts calculated as the free anhydrous base or alkaloid, in limited quantities
as follows:

(1) not more than 1.80 grams of codeine per 100 milliliters or not more than 90 milligrams
per dosage unit, with an equal or greater quantity of an isoquinoline alkaloid of opium;

(2) not more than 1.80 grams of codeine per 100 milliliters or not more than 90 milligrams
per dosage unit, with one or more active, nonnarcotic ingredients in recognized therapeutic
amounts;

(3) not more than 1.80 grams of dihydrocodeine per 100 milliliters or not more than 90
milligrams per dosage unit, with one or more active, nonnarcotic ingredients in recognized
therapeutic amounts;

(4) not more than 300 milligrams of ethylmorphine per 100 milliliters or not more than
15 milligrams per dosage unit, with one or more active, nonnarcotic ingredients in recognized
therapeutic amounts;

(5) not more than 500 milligrams of opium per 100 milliliters or per 100 grams, or not
more than 25 milligrams per dosage unit, with one or more active, nonnarcotic ingredients
in recognized therapeutic amounts;

(6) not more than 50 milligrams of morphine per 100 milliliters or per 100 grams withone or more active, nonnarcotic ingredients in recognized therapeutic amounts.

HF100 SEVENTH ENGROSSMENT

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- (f) Anabolic steroids, human growth hormone, and chorionic gonadotropin. 256.1 (1) Anabolic steroids, for purposes of this subdivision, means any drug or hormonal 256.2 substance, chemically and pharmacologically related to testosterone, other than estrogens, 256.3 progestins, corticosteroids, and dehydroepiandrosterone, and includes: 256.4 256.5 (i) 3[beta],17[beta]-dihydroxy-5[alpha]-androstane; (ii) 3[alpha],17[beta]-dihydroxy-5[alpha]-androstane; 256.6 256.7 (iii) androstanedione (5[alpha]-androstan-3,17-dione); (iv) 1-androstenediol (3[beta],17[beta]-dihydroxy-5[alpha]-androst-l-ene; 256.8 (v) 3[alpha],17[beta]-dihydroxy-5[alpha]-androst-1-ene); 256.9 (vi) 4-androstenediol (3[beta],17[beta]-dihydroxy-androst-4-ene); 256.10 (vii) 5-androstenediol (3[beta],17[beta]-dihydroxy-androst-5-ene); 256.11 (viii) 1-androstenedione (5[alpha]-androst-1-en-3,17-dione); 256.12 (ix) 4-androstenedione (androst-4-en-3,17-dione); 256.13 (x) 5-androstenedione (androst-5-en-3,17-dione); 256.14 (xi) bolasterone (7[alpha],17[alpha]-dimethyl-17[beta]-hydroxyandrost-4-en-3-one); 256.15 (xii) boldenone (17[beta]-hydroxyandrost-1,4-diene-3-one); 256.16 (xiii) boldione (androsta-1,4-diene-3,17-dione); 256.17 (xiv) calusterone (7[beta],17[alpha]-dimethyl-17[beta]-hydroxyandrost-4-en-3-one); 256.18 (xv) clostebol (4-chloro-17[beta]-hydroxyandrost-4-en-3-one); 256.19 (xvi) dehydrochloromethyltestosterone 256.20 (4-chloro-17[beta]-hydroxy-17[alpha]-methylandrost-1,4-dien-3-one); 256.21 (xvii) desoxymethyltestosterone (17[alpha]-methyl-5[alpha]-androst-2-en-17[beta]-ol); 256.22 (xviii) [delta]1-dihydrotestosterone- (17[beta]-hydroxy-5[alpha]-androst-1-en-3-one); 256.23
  - 256.24 (xix) 4-dihydrotestosterone (17[beta]-hydroxy-androstan-3-one);
  - 256.25 (xx) drostanolone (17[beta]hydroxy-2[alpha]-methyl-5[alpha]-androstan-3-one);
  - 256.26 (xxi) ethylestrenol (17[alpha]-ethyl-17[beta]-hydroxyestr-4-ene);
  - 256.27 (xxii) fluoxymesterone
  - 256.28 (9-fluoro-17[alpha]-methyl-11[beta],17[beta]-dihydroxyandrost-4-en-3-one);

- (xxiii) formebolone 257.1 (2-formyl-17[alpha]-methyl-11[alpha],17[beta]-dihydroxyandrost-1,4-dien-3-one); 257.2 257.3 (xxiv) furazabol (17[alpha]-methyl-17[beta]-hydroxyandrostano[2,3-c]-furazan)13[beta]-ethyl-17[beta] 257.4 257.5 -hydroxygon-4-en-3-one; (xxv) 4-hydroxytestosterone (4,17[beta]-dihydroxyandrost-4-en-3-one); 257.6 257.7 (xxvi) 4-hydroxy-19-nortestosterone (4,17[beta]-dihydroxyestr-4-en-3-one); (xxvii) mestanolone (17[alpha]-methyl-17[beta]-hydroxy-5[alpha]-androstan-3-one); 257.8 257.9 (xxviii) mesterolone (1[alpha]-methyl-17[beta]-hydroxy-5[alpha]-androstan-3-one); (xxix) methandienone (17[alpha]-methyl-17[beta]-hydroxyandrost-1,4-dien-3-one); 257.10 (xxx) methandriol (17[alpha]-methyl-3[beta],17[beta]-dihydroxyandrost-5-ene); 257.11 (xxxi) methasterone (2 alpha-17 alpha-dimethyl-5 alpha-androstan-17beta-ol-3-one); 257.12 257.13 (xxxii) methenolone (1-methyl-17[beta]-hydroxy-5[alpha]-androst-1-en-3-one); (xxxiii) 17[alpha]-methyl-3[beta],17[beta]-dihydroxy-5[alpha]-androstane; 257.14 (xxxiv) 17[alpha]-methyl-3[alpha],17[beta]-dihydroxy-5[alpha]-androstane; 257.15 (xxxv) 17[alpha]-methyl-3[beta],17[beta]-dihydroxyandrost-4-ene; 257.16 (xxxvi) 17[alpha]-methyl-4-hydroxynandrolone 257.17 (17[alpha]-methyl-4-hydroxy-17[beta]-hydroxyestr-4-en-3-one); 257.18 (xxxvii) methyldienolone (17[alpha]-methyl-17[beta]-hydroxyestra-4,9(10)-dien-3-one); 257.19 257.20 (xxxviii) methyltrienolone (17[alpha]-methyl-17[beta]-hydroxyestra-4,9-11-trien-3-one); (xxxix) methyltestosterone (17[alpha]-methyl-17[beta]-hydroxyandrost-4-en-3-one); 257.21 257.22 (xl) mibolerone (7[alpha],17[alpha]-dimethyl-17[beta]-hydroxyestr-4-en-3-one); (xli) 17[alpha]-methyl-[delta]1-dihydrotestosterone 257.23 (17[beta]-hydroxy-17[alpha]-methyl-5[alpha]-androst-1-en-3-one); 257.24 (xlii) nandrolone (17[beta]-hydroxyestr-4-en-3-one); 257.25 (xliii) 19-nor-4-androstenediol (3[beta],17[beta]-dihydroxyestr-4-ene; 257.26 (xliv) 3[alpha],17[beta]-dihydroxyestr-4-ene); 19-nor-5-androstenediol 257.27 257.28 (3[beta],17[beta]-dihydroxyestr-5-ene;
- 257.29 (xlv) 3[alpha],17[beta]-dihydroxyestr-5-ene);

(xlvi) 19-nor-4,9(10)-androstadienedione (estra-4,9(10)-diene-3,17-dione); 258.1 (xlvii) 19-nor-5-androstenedione (estr-5-en-3,17-dione); 258.2 (xlviii) norbolethone (13[beta],17[alpha]-diethyl-17[beta]-hydroxygon-4-en-3-one); 258.3 (xlix) norclostebol (4-chloro-17[beta]-hydroxyestr-4-en-3-one); 258.4 (l) norethandrolone (17[alpha]-ethyl-17[beta]-hydroxyestr-4-en-3-one); 258.5 (li) normethandrolone (17[alpha]-methyl-17[beta]-hydroxyestr-4-en-3-one); 258.6 (lii) oxandrolone (17[alpha]-methyl-17[beta]-hydroxy-2-oxa-5[alpha]-androstan-3-one); 258.7 (liii) oxymesterone (17[alpha]-methyl-4,17[beta]-dihydroxyandrost-4-en-3-one); 258.8 (liv) oxymetholone 258.9 (17[alpha]-methyl-2-hydroxymethylene-17[beta]-hydroxy-5[alpha]-androstan-3-one); 258.10 (lv) prostanozol (17 beta-hydroxy-5 alpha-androstano[3,2-C]pryazole; 258.11 258.12 (lvi) stanozolol 258.13 (17[alpha]-methyl-17[beta]-hydroxy-5[alpha]-androst-2-eno[3,2-c]-pyrazole); (lvii) stenbolone (17[beta]-hydroxy-2-methyl-5[alpha]-androst-1-en-3-one); 258.14 (lviii) testolactone (13-hydroxy-3-oxo-13,17-secoandrosta-1,4-dien-17-oic acid lactone); 258.15 258.16 (lix) testosterone (17[beta]-hydroxyandrost-4-en-3-one); (lx) tetrahydrogestrinone 258.17 (13[beta],17[alpha]-diethyl-17[beta]-hydroxygon-4,9,11-trien-3-one); 258.18 (lxi) trenbolone (17[beta]-hydroxyestr-4,9,11-trien-3-one); 258.19 (lxii) any salt, ester, or ether of a drug or substance described in this paragraph. 258.20 Anabolic steroids are not included if they are: (A) expressly intended for administration 258.21 through implants to cattle or other nonhuman species; and (B) approved by the United States 258.22 Food and Drug Administration for that use; 258.23 258.24 (2) Human growth hormones. (3) Chorionic gonadotropin, except that a product containing chorionic gonadotropin is 258.25 not included if it is: 258.26 (i) expressly intended for administration to cattle or other nonhuman species; and 258.27 258.28 (ii) approved by the United States Food and Drug Administration for that use.

258

259.1	(g) Hallucinogenic substances. Dronabinol (synthetic) in sesame oil and encapsulated
259.2	in a soft gelatin capsule in a United States Food and Drug Administration approved product.
259.3	(h) Any material, compound, mixture, or preparation containing the following narcotic
259.4	drug or its salt: buprenorphine.
259.5	(i) Marijuana, tetrahydrocannabinols, and synthetic cannabinoids. Unless specifically
259.6	excepted or unless listed in another schedule, any natural or synthetic material, compound,
259.7	mixture, or preparation that contains any quantity of the following substances, their analogs,
259.8	isomers, esters, ethers, salts, and salts of isomers, esters, and ethers, whenever the existence
259.9	of the isomers, esters, ethers, or salts is possible:
259.10	(1) marijuana;
259.11	(2) tetrahydrocannabinols naturally contained in a plant of the genus Cannabis, except
259.12	that tetrahydrocannabinols do not include any material, compound, mixture, or preparation
259.13	that qualifies as industrial hemp as defined in section 18K.02, subdivision 3; synthetic
259.14	equivalents of the substances contained in the cannabis plant or in the resinous extractives
259.15	of the plant; or synthetic substances with similar chemical structure and pharmacological
259.16	activity to those substances contained in the plant or resinous extract, including but not
259.17	limited to 1 cis or trans tetrahydrocannabinol, 6 cis or trans tetrahydrocannabinol, and 3,4
259.18	cis or trans tetrahydrocannabinol.
259.19	<b>EFFECTIVE DATE.</b> This section is effective the day following final enactment.
259.20	ARTICLE 9
259.21	APPROPRIATIONS
259.22	Section 1. APPROPRIATIONS.
259.23	Subdivision 1. Office of Cannabis Management. (a) \$7,595,000 in fiscal year 2024
259.24	and \$7,659,000 in fiscal year 2025 are appropriated from the general fund to the Cannabis
259.25	Management Board for purposes of this act. The base for this appropriation is \$14,705,500
259.26	in fiscal year 2026 and \$21,004,000 in fiscal year 2027.
259.27	(b) Of the amount appropriated under paragraph (a), \$133,000 in fiscal year 2024 and
259.28	\$461,000 in fiscal year 2025 are for rulemaking. The base for this appropriation is \$151,000
259.29	in fiscal year 2024 and thereafter.
259.30	(c) Of the base established in paragraph (a), \$12,000,000 in fiscal year 2026 and
259.31	\$20,000,000 in fiscal year 2027 are for cannabis industry community renewal grants. Of

259.32 these amounts, up to three percent may be used for administrative expenses.

260.1	(d) Of the base established in paragraph (a), \$600,000 in fiscal year 2026 and \$1,004,000
260.2	in fiscal year 2027 are for the administration of substance use treatment, recovery, and
260.3	prevention grants.
260.4	Subd. 2. Department of Agriculture. \$912,000 in fiscal year 2024 and \$1,736,000 in
260.5	fiscal year 2025 are appropriated from the general fund to the commissioner of agriculture
260.6	for food safety and pesticide enforcement lab testing and rulemaking related to changes in
260.7	cannabis laws. The base for this appropriation is \$1,447,000 in fiscal year 2026 and
260.8	<u>\$1,178,000 in fiscal year 2027.</u>
260.9	Subd. 3. Cannabis Expungement Board. \$921,000 in fiscal year 2024 and \$844,000
260.10	in fiscal year 2025 are appropriated from the general fund to the Cannabis Expungement
260.11	Board for staffing and other expenses related to reviewing criminal convictions and issuing
260.12	decisions related to expungement and resentencing. The base for this appropriation is
260.13	\$844,000 in fiscal years 2026, 2027, and 2028. The base in fiscal year 2029 and thereafter
260.14	<u>is \$0.</u>
260.15	Subd. 4. Department of Commerce. \$63,000 in fiscal year 2024 and \$230,000 in fiscal
260.16	year 2025 are appropriated from the general fund to the commissioner of commerce for the
260.17	purposes of this act. The base for this appropriation is \$452,000 in fiscal year 2026 and
260.18	<u>\$626,000 in fiscal year 2027.</u>
260.19	Subd. 5. Department of Corrections. An appropriation to the commissioner of
260.20	corrections for correctional institutions is reduced by \$177,000 in fiscal year 2024 and
260.21	\$345,000 in fiscal year 2025. The base for this appropriation is reduced by \$407,000 in
260.22	fiscal year 2026 and \$458,000 in fiscal year 2027.
260.23	Subd. 6. Department of Education. \$36,000 in fiscal year 2024 and \$29,000 in fiscal
260.24	year 2025 are appropriated from the general fund to the commissioner of education for the
260.25	purposes of this act.
260.26	Subd. 7. Department of Employment and Economic Development. (a) \$10,400,000
260.27	in fiscal year 2024 and \$6,700,000 in fiscal year 2025 are appropriated from the general
260.28	fund to the commissioner of employment and economic development for the CanStartup,
260.29	CanNavigate, and CanTrain programs. Any unencumbered balances remaining in the first
260.30	year do not cancel but are available for the second year.
260.31	(b) Of the amount appropriated under paragraph (a), \$4,000,000 in fiscal year 2024 and
260.32	\$2,619,000 in fiscal year 2025 are for the CanStartup program.

261.1	(c) Of the amount appropriated under paragraph (a), \$2,000,000 in fiscal year 2024 and
261.2	\$1,884,000 in fiscal year 2025 are for the CanNavigate program.
261.3	(d) Of the amount appropriated under paragraph (a), \$4,400,000 in fiscal year 2024 and
261.4	\$2,197,000 in fiscal year 2025 are for the CanTrain program.
261.5	(e) Of these amounts, up to four percent may be used for administrative expenses.
261.6	Subd. 8. Department of Health. (a) \$6,235,000 in fiscal year 2024 and \$6,231,000 in
261.7	fiscal year 2025 are appropriated from the general fund to the commissioner of health for
261.8	the purposes of this act. The base for this appropriation is \$9,077,000 in fiscal year 2026
261.9	and \$9,132,000 in fiscal year 2027.
261.10	(b) Of the amount appropriated under paragraph (a), \$1,674,000 in fiscal year 2024 and
261.11	\$1,674,000 in fiscal year 2025 are for education for women who are pregnant, breastfeeding,
261.12	or who may become pregnant. Of this amount, \$1,000,000 each year is for media campaign
261.13	contracts. The base for this appropriation is \$3,174,000 in fiscal year 2026 and thereafter.
261.14	Of the amounts appropriated in fiscal year 2026 and thereafter, \$2,500,000 is for media
261.15	campaign contracts.
261.16	(c) Of the amount appropriated under paragraph (a), \$330,000 in fiscal year 2024 and
261.17	\$277,000 in fiscal year 2025 are for data collection and reports. The base for this
261.18	appropriation is \$227,000 in fiscal year 2026 and \$277,000 in fiscal year 2027.
261.19	(d) Of the amount appropriated under paragraph (a), \$719,000 in fiscal year 2024 and
261.20	\$771,000 in fiscal year 2025 are for testing required by this act. The base for this
261.21	appropriation is \$690,000 in fiscal year 2026 and thereafter.
261.22	(e) Of the amount appropriated under paragraph (a), \$2,998,000 in fiscal year 2024 and
261.23	\$2,998,000 in fiscal year 2025 are for education for youth. Of this amount, \$1,000,000 each
261.24	year is for statewide youth awareness campaign contracts. The base for this appropriation
261.25	is \$4,498,000 in fiscal year 2026 and thereafter. Of the amounts in fiscal year 2026 and
261.26	thereafter, \$2,500,000 is for media campaign contracts.
261.27	(f) Of the amount appropriated under paragraph (a), \$ in fiscal year 2024 and \$
261.28	in fiscal year 2025 are for grants to local health departments for: (1) creation and
261.29	dissemination of educational materials on cannabis flower and cannabinoid products; and
261.30	(2) community education, technical assistance, and outreach on prevention and safe use
261.31	regarding cannabis flower and cannabinoid products. The commissioner shall distribute
261.32	these grants according to a contract with the Local Public Health Association of Minnesota.

261.33 Of the appropriations in this paragraph, the commissioner may withhold up to ten percent

262.1	for grant administration and technical assistance to local health departments. The base for
262.2	this appropriation is \$ in fiscal year 2026 and thereafter.
262.3	(g) Of the amount appropriated under paragraph (a), \$ in fiscal year 2024 and \$
262.4	in fiscal year 2025 are for grants to Tribal health departments for: (1) creation and
262.5	dissemination of educational materials on cannabis flower and cannabinoid products; and
262.6	(2) community education, technical assistance, and outreach on prevention and safe use
262.7	regarding cannabis flower and cannabinoid products. Of the appropriations in this paragraph,
262.8	the commissioner may withhold up to ten percent for grant administration and technical
262.9	assistance to Tribal health departments. The base for this appropriation is \$ in fiscal
262.10	year 2026 and thereafter.
262.11	Subd. 9. Department of Human Services. (a) \$1,250,000 in fiscal year 2024 and
262.12	\$1,232,000 in fiscal year 2025 are appropriated from the general fund to the commissioner
262.13	of human services for the purposes of this act. The base for this appropriation is \$1,232,000
262.14	in fiscal years 2026, 2027, and 2028. The base in fiscal year 2029 and thereafter is \$411,000.
262.15	(b) Of the amount appropriated under paragraph (a), \$729,000 in fiscal year 2024 and
262.16	\$821,000 in fiscal year 2025 are for the Background Studies Legal Division. The base for
262.17	this appropriation is \$821,000 in fiscal years 2026, 2027, and 2028. The base in fiscal year
262.18	2029 and thereafter is \$0.
262.19	(c) Of the amount appropriated under paragraph (a), \$152,000 in fiscal year 2024 is for
262.20	technology system changes. This is a onetime appropriation.
262.21	(d) Of the amount appropriated under paragraph (a), \$369,000 in fiscal year 2024 and
262.22	\$411,000 in fiscal year 2025 are for costs associated with the Substance Use Disorder
262.23	Advisory Council.
262.24	Subd. 10. Department of Labor and Industry. \$121,000 in fiscal year 2024 and
262.25	\$121,000 in fiscal year 2025 are appropriated from the general fund to the commissioner
262.26	of labor and industry to identify occupational competency standards and provide technical
262.27	assistance for developing dual-training programs under Minnesota Statutes, section 175.45,
262.28	for the legal cannabis industry.
262.29	Subd. 11. Department of Natural Resources. \$299,000 in fiscal year 2024 is
262.30	appropriated from the general fund to the commissioner of natural resources for the purposes
262.31	of this act. This is a onetime appropriation.
262.32	Subd. 12. Office of Higher Education. \$1,000,000 in fiscal year 2024 and \$1,000,000
262.33	in fiscal year 2025 are appropriated from the general fund to the commissioner of higher

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education for transfer to the dual training account in the special revenue fund under Minnesota

Statutes, section 136A.246, subdivision 10, for grants to employers in the legal cannabis

industry. The commissioner shall give priority to applications from employers who are, or

who are training employees who are, eligible to be social equity applicants under Minnesota 263.4 Statutes, section 342.16. After June 30, 2025, any unencumbered balance from this 263.5 appropriation may be used for grants to any eligible employer under Minnesota Statutes, 263.6 section 136A.246. 263.7 263.8 Subd. 13. Pollution Control Agency. (a) \$518,000 in fiscal year 2024 and \$495,000 in fiscal year 2025 are appropriated from the general fund to the commissioner of the Pollution 263.9 Control Agency for the purposes of this act. The base for this appropriation is \$64,000 in 263.10 fiscal year 2026 and \$0 in fiscal year 2027 and thereafter. 263.11 (b) Of the amount appropriated under paragraph (a), \$390,000 in fiscal year 2024 and 263.12 \$431,000 in fiscal year 2025 are for rulemaking. The base for this appropriation is \$0 in 263.13 fiscal year 2026 and thereafter. 263.14 (c) Of the amount appropriated under paragraph (a), \$64,000 in fiscal year 2024 is for 263.15 wastewater staff. This is a onetime appropriation. 263.16 (d) Of the amount appropriated under paragraph (a), \$64,000 in fiscal year 2024 and 263.17 \$64,000 in fiscal year 2025 are for small business assistance staff. The base for this 263.18 appropriation is \$64,000 in fiscal year 2026 and \$0 in fiscal year 2027 and thereafter. 263.19 Subd. 14. Department of Public Safety; Bureau of Criminal Apprehension. (a) 263.20 \$3,013,000 in fiscal year 2024 and \$2,487,000 in fiscal year 2025 are appropriated from 263.21 the general fund to the commissioner of public safety for use by the Bureau of Criminal 263.22 Apprehension. The base for this appropriation is \$2,487,000 in fiscal years 2026, 2027, and 263.23 2028. The base in fiscal year 2029 and thereafter is \$1,495,000. 263.24 (b) Of the amount appropriated under paragraph (a), \$992,000 in fiscal year 2024 and 263.25 \$992,000 in fiscal year 2025 are for expenses related to identifying and providing records 263.26 of convictions for certain offenses involving the possession of cannabis that may be eligible 263.27 for expungement and resentencing. The base for this appropriation is \$992,000 in fiscal 263.28 years 2026, 2027, and 2028. The base in fiscal year 2029 and thereafter is \$0. 263.29 263.30 (c) Of the amount appropriated under paragraph (a), \$1,766,000 in fiscal year 2024 and \$1,240,000 in fiscal year 2025 are for forensic science services including additional staff, 263.31 263.32 equipment, and supplies.

263

264.1	(d) Of the amount appropriated under paragraph (a), \$255,000 in fiscal year 2024 and
264.2	\$255,000 in fiscal year 2025 are for investigation of diversion crimes.
264.3	Subd. 15. Department of Public Safety; State Patrol. \$3,621,000 in fiscal year 2024
264.4	and \$1,443,000 in fiscal year 2025 are appropriated from the trunk highway fund to the
264.5	commissioner of public safety for use by the Minnesota State Patrol for the purposes of this
264.6	act, including identifying and investigating incidents and offenses that involve driving under
264.7	the influence.
264.8	Subd. 16. Department of Revenue. \$3,085,000 in fiscal year 2024 and \$3,070,500 in
264.9	fiscal year 2025 are appropriated from the general fund to the commissioner of revenue for
264.10	the purposes of this act. The base for this appropriation is \$3,006,750 in fiscal year 2026
264.11	and \$3,006,750 in fiscal year 2027.
264.12	Subd. 17. Department of Public Safety; State Patrol. \$500,000 in fiscal year 2024
264.13	and \$500,000 in fiscal year 2025 are appropriated from the general fund to the Minnesota
264.14	State Patrol for its drug evaluation and classification program for drug recognition evaluator
264.15	training, additional phlebotomists, and drug recognition training for peace officers, as defined
264.16	in Minnesota Statutes, section 626.84, subdivision 1, paragraph (c).
264.17	Subd. 18. Supreme court. \$545,000 in fiscal year 2024 and \$545,000 in fiscal year
264.18	2025 are appropriated from the general fund to the supreme court for reviewing records and
264.19	issuing orders related to the expungement or resentencing of certain cannabis offenses. The
264.20	base for this appropriation is \$0 in fiscal year 2026 and thereafter.
264.21	Subd. 19. Substance use treatment, recovery, and prevention grant account. Money
264.22	for substance use treatment, recovery, and prevention is transferred from the general fund
264.23	to the substance use treatment, recovery, and prevention grant account established under
264.24	Minnesota Statutes, section 342.72. The transfer is \$4,000,000 in fiscal years 2024 and
264.25	2025. The base for this transfer is \$12,000,000 in fiscal year 2026 and \$16,000,000 in fiscal
264.26	<u>year 2027.</u>
264.27	Subd. 20. Department of Health; Minnesota Poison Control System. \$500,000 in
264.28	fiscal year 2024 and \$500,000 in fiscal year 2025 are appropriated from the general fund
264.29	to the commissioner of health to support the poison control system and award or supplement
264.30	grants pursuant to Minnesota Statutes, section 145.93.

264

## 151.72 SALE OF CERTAIN CANNABINOID PRODUCTS.

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

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

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

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

(e) "Label" has the meaning given in section 151.01, subdivision 18.

(f) "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 section is sold;

(2) provided, in any manner, with the immediate container, including but not limited to outer containers, wrappers, package inserts, brochures, or pamphlets; or

(3) provided on that portion of a manufacturer's website that is linked by a scannable barcode or matrix barcode.

(g) "Matrix barcode" means a code that stores data in a two-dimensional array of geometrically shaped dark and light cells capable of being read by the camera on a smartphone or other mobile device.

(h) "Nonintoxicating cannabinoid" means substances extracted from certified hemp plants that do not produce intoxicating effects when consumed by any route of administration.

Subd. 2. **Scope.** (a) This section applies to the sale of any product that contains cannabinoids extracted from hemp and that is an edible cannabinoid product or is intended for human or animal consumption by any route of administration.

(b) This section does not apply to any product dispensed by a registered medical cannabis manufacturer pursuant to sections 152.22 to 152.37.

(c) The board must have no authority over food products, as defined in section 34A.01, subdivision 4, that do not contain cannabinoids extracted or derived from hemp.

Subd. 3. **Sale of cannabinoids derived from hemp.** (a) Notwithstanding any other section of this chapter, a product containing nonintoxicating cannabinoids, including an edible cannabinoid product, may be sold for human or animal consumption only if all of the requirements of this section are met, provided that a product sold for human or animal consumption does not contain more than 0.3 percent of any tetrahydrocannabinol and an edible cannabinoid product does not contain an amount of any tetrahydrocannabinol that exceeds the limits established in subdivision 5a, paragraph (f).

(b) No other substance extracted or otherwise derived from hemp may be sold for human consumption if the substance is intended:

(1) for external or internal use in the diagnosis, cure, mitigation, treatment, or prevention of disease in humans or other animals; or

(2) to affect the structure or any function of the bodies of humans or other animals.

(c) No product containing any cannabinoid or tetrahydrocannabinol extracted or otherwise derived from hemp may be sold to any individual who is under the age of 21.

(d) Products that meet the requirements of this section are not controlled substances under section 152.02.

Subd. 4. **Testing requirements.** (a) A manufacturer of a product regulated under this section must submit representative samples of the product to an independent, accredited laboratory in order to certify that the product complies with the standards adopted by the board. Testing must be consistent with generally accepted industry standards for herbal and botanical substances, and, at a minimum, the testing must confirm that the product:

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

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

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

(b) Upon the request of the board, the manufacturer of the product must provide the board with the results of the testing required in this section.

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

Subd. 5. Labeling requirements. (a) A product regulated under this section must bear a label that contains, at a minimum:

(1) the name, location, contact phone number, and website of the manufacturer of the product;

(2) the name and address of the independent, accredited laboratory used by the manufacturer to test the product; and

(3) an accurate statement of the amount or percentage of cannabinoids found in each unit of the product meant to be consumed.

(b) The information in paragraph (a) may be provided on an outer package if the immediate container that holds the product is too small to contain all of the information.

(c) The information required in paragraph (a) may be provided through the use of a scannable barcode or matrix barcode that links to a page on the manufacturer's website if that page contains all of the information required by this subdivision.

(d) The label must also include a statement stating that the product does not claim to diagnose, treat, cure, or prevent any disease and has not been evaluated or approved by the United States Food and Drug Administration (FDA) unless the product has been so approved.

(e) The information required by this subdivision must be prominently and conspicuously placed on the label or displayed on the website in terms that can be easily read and understood by the consumer.

(f) The labeling must not contain any claim that the product may be used or is effective for the prevention, treatment, or cure of a disease or that it may be used to alter the structure or function of human or animal bodies, unless the claim has been approved by the FDA.

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.

(b) An edible cannabinoid product must not:

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

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

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

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

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

(6) 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 and which contains no more than a trace amount of any tetrahydrocannabinol.

(d) If an edible cannabinoid product 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.

(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:

(1) the serving size;

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

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

(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, or more than a total of 50 milligrams of any tetrahydrocannabinol per package.

Subd. 6. **Enforcement.** (a) A product regulated under this section, including an edible cannabinoid product, shall be considered an adulterated drug if:

(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 deleterious substance that may render the contents injurious to health;

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

(5) it contains an amount or percentage of nonintoxicating cannabinoids that is different than 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 misbranded drug if the product's labeling is false or misleading in any manner or in violation of the requirements of this section.

(c) The board's authority to issue cease and desist orders under section 151.06; to embargo adulterated and misbranded drugs under section 151.38; and to seek injunctive relief under section 214.11, extends to any violation of this section.

## **152.027 OTHER CONTROLLED SUBSTANCE OFFENSES.**

Subd. 3. **Possession of marijuana in a motor vehicle.** A person is guilty of a misdemeanor if the person is the owner of a private motor vehicle, or is the driver of the motor vehicle if the owner is not present, and possesses on the person, or knowingly keeps or allows to be kept within the area of the vehicle normally occupied by the driver or passengers, more than 1.4 grams of marijuana. This area of the vehicle does not include the trunk of the motor vehicle if the vehicle is equipped with a trunk, or another area of the vehicle not normally occupied by the driver or passengers if the vehicle is not equipped with a trunk. A utility or glove compartment is deemed to be within the area occupied by the driver and passengers.

Subd. 4. **Possession or sale of small amounts of marijuana.** (a) A person who unlawfully sells a small amount of marijuana for no remuneration, or who unlawfully possesses a small amount of marijuana is guilty of a petty misdemeanor and shall be required to participate in a drug education program unless the court enters a written finding that a drug education program is inappropriate. The program must be approved by an area mental health board with a curriculum approved by the state alcohol and drug abuse authority.

(b) A person convicted of an unlawful sale under paragraph (a) who is subsequently convicted of an unlawful sale under paragraph (a) within two years is guilty of a misdemeanor and shall be

required to participate in a chemical dependency evaluation and treatment if so indicated by the evaluation.

(c) A person who is convicted of a petty misdemeanor under paragraph (a) who willfully and intentionally fails to comply with the sentence imposed, is guilty of a misdemeanor. Compliance with the terms of the sentence imposed before conviction under this paragraph is an absolute defense.

## **152.21 THC THERAPEUTIC RESEARCH ACT.**

Subdivision 1. **Findings and purpose.** The legislature finds that scientific literature indicates promise for delta-9-tetrahydro-cannabinol (THC), the active component of marijuana, in alleviating certain side effects of cancer chemotherapy under strictly controlled medical circumstances.

The legislature also finds that further research and strictly controlled experimentation regarding the therapeutic use of THC is necessary and desirable. The intent of this section is to establish an extensive research program to investigate and report on the therapeutic effects of THC under strictly controlled circumstances in compliance with all federal laws and regulations promulgated by the federal Food and Drug Administration, the National Institute on Drug Abuse and the Drug Enforcement Administration. The intent of the legislature is to allow this research program the greatest possible access to qualified cancer patients residing in Minnesota who meet protocol requirements. The establishment of this research program is not intended in any manner whatsoever to condone or promote the illicit recreational use of marijuana.

Subd. 2. **Definitions.** For purposes of this section, the following terms shall have the meanings given.

(a) "Commissioner" means the commissioner of health.

(b) "Marijuana" means marijuana as defined in section 152.01, subdivision 9, and delta-9-tetrahydro-cannabinol (THC), tetrahydrocannabinols or a chemical derivative of tetrahydrocannabinols, and all species of the genus Cannabis.

(c) "Principal investigator" means the individual responsible for the medical and scientific aspects of the research, development of protocol, and contacting and qualifying the clinical investigators in the state.

(d) "Clinical investigators" means those individuals who conduct the clinical trials.

(e) "Sponsor" means that individual or organization who, acting on behalf of the state, has the total responsibility for the state program.

Subd. 3. **Research grant.** The commissioner of health shall grant funds to the principal investigator selected by the commissioner pursuant to subdivision 4 for the purpose of conducting a research program under a protocol approved by the FDA regarding the therapeutic use of oral THC and other dosage forms, if available, according to the guidelines and requirements of the federal Food and Drug Administration, the Drug Enforcement Administration and the National Institute on Drug Abuse. The commissioner shall ensure that the research principal investigator complies with the requirements of subdivision 5. The commissioner may designate the principal investigator as the sponsor.

Subd. 4. **Principal investigator.** Within three months of April 25, 1980, the commissioner shall, in consultation with a representative chosen by the state Board of Pharmacy and a representative chosen by the state Board of Medical Examiners, select a person or research organization to be the principal investigator of the research program.

Subd. 5. Duties. The principal investigator shall:

(1) apply to the Food and Drug Administration for a notice of "Claimed Investigational Exemption for a New Drug (IND)" pursuant to the Federal Food, Drug and Cosmetic Act, United States Code, title 21, section 301, et seq., and shall comply with all applicable laws and regulations of the federal Food and Drug Administration, the Drug Enforcement Administration, and the National Institute on Drug Abuse in establishing the program;

(2) notify every oncologist in the state of the program, explain the purposes and requirements of the program to them, provide on request each of them with a copy of the approved protocol which shall include summaries of current papers in medical journals reporting on research concerning the safety, efficacy and appropriate use of THC in alleviating the nausea and emetic effects of cancer chemotherapy, and provide on request each of them with a bibliography of other articles published in medical journals;

(3) allow each oncologist (clinical investigator) in the state who meets or agrees to meet all applicable federal requirements for investigational new drug research and who so requests to be included in the research program as a clinical investigator to conduct the clinical trials;

(4) provide explanatory information and assistance to each clinical investigator in understanding the nature of therapeutic use of THC within program requirements, including the informed consent document contained in the protocol, informing and counseling patients involved in the program regarding the appropriate use and the effects of therapeutic use of THC;

(5) apply to contract with the National Institute on Drug Abuse for receipt of dosage forms of THC, fully characterized as to contents and delivery to the human system, pursuant to regulations promulgated by the National Institute on Drug Abuse, and the federal Food and Drug Administration. The principal investigator shall ensure delivery of the THC dosages to clinical investigators as needed for participation in the program;

(6) conduct the research program in compliance with federal laws and regulations promulgated by the federal Food and Drug Administration, the Drug Enforcement Administration, the National Institute on Drug Abuse, and the purposes and provisions of this section;

(7) submit periodic reports as determined by the commissioner on the numbers of oncologists and patients involved in the program and the results of the program;

(8) submit reports on intermediate or final research results, as appropriate, to the major scientific journals in the United States; and

(9) otherwise comply with the provisions of this section.

Subd. 6. **Exemption from criminal sanctions.** For the purposes of this section, the following are not violations under this chapter:

(1) use or possession of THC, or both, by a patient in the research program;

(2) possession, prescribing use of, administering, or dispensing THC, or any combination of these actions, by the principal investigator or by any clinical investigator; and

(3) possession or distribution of THC, or both, by a pharmacy registered to handle Schedule I substances which stores THC on behalf of the principal investigator or a clinical investigator.

THC obtained and distributed pursuant to this section is not subject to forfeiture under sections 609.531 to 609.5316.

For the purposes of this section, THC is removed from Schedule I contained in section 152.02, subdivision 2, and inserted in Schedule II contained in section 152.02, subdivision 3.

Subd. 7. Citation. This section may be cited as the "THC Therapeutic Research Act."

#### **152.22 DEFINITIONS.**

Subdivision 1. **Applicability.** For purposes of sections 152.22 to 152.37, the terms defined in this section have the meanings given them.

Subd. 2. Commissioner. "Commissioner" means the commissioner of health.

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.

Subd. 4. **Health care practitioner.** "Health care practitioner" means a Minnesota licensed doctor of medicine, a Minnesota licensed physician assistant, or a Minnesota licensed advanced practice registered nurse who has the primary responsibility for the care and treatment of the qualifying medical condition of a person diagnosed with a qualifying medical condition.

Subd. 5. **Health records.** "Health records" means health records as defined in section 144.291, subdivision 2, paragraph (c).

Subd. 5a. **Hemp.** "Hemp" has the meaning given to industrial hemp in section 18K.02, subdivision 3.

Subd. 5b. **Hemp grower.** "Hemp grower" means a person licensed by the commissioner of agriculture under chapter 18K to grow hemp for commercial purposes.

Subd. 6. **Medical cannabis.** (a) "Medical cannabis" means any species of the genus cannabis plant, or any mixture or preparation of them, including whole plant extracts and resins, and is delivered in the form of:

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

(2) pill;

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

(4) combustion with use of dried raw cannabis; or

(5) any other method approved by the commissioner.

(b) This definition includes any part of the genus cannabis plant prior to being processed into a form allowed under paragraph (a), that is possessed by a person while that person is engaged in employment duties necessary to carry out a requirement under sections 152.22 to 152.37 for a registered manufacturer or a laboratory under contract with a registered manufacturer. This definition also includes any hemp acquired by a manufacturer by a hemp grower as permitted under section 152.29, subdivision 1, paragraph (b).

Subd. 7. **Medical cannabis manufacturer.** "Medical cannabis manufacturer" or "manufacturer" means an entity registered by the commissioner to cultivate, acquire, manufacture, possess, prepare, transfer, transport, supply, or dispense medical cannabis, delivery devices, or related supplies and educational materials.

Subd. 8. **Medical cannabis product.** "Medical cannabis product" means any delivery device or related supplies and educational materials used in the administration of medical cannabis for a patient with a qualifying medical condition enrolled in the registry program.

Subd. 9. **Patient.** "Patient" means a Minnesota resident who has been diagnosed with a qualifying medical condition by a health care practitioner and who has otherwise met any other requirements for patients under sections 152.22 to 152.37 to participate in the registry program under sections 152.22 to 152.37.

Subd. 10. **Patient registry number.** "Patient registry number" means a unique identification number assigned by the commissioner to a patient enrolled in the registry program.

Subd. 11. **Registered designated caregiver.** "Registered designated caregiver" means a person who:

(1) is at least 18 years old;

(2) does not have a conviction for a disqualifying felony offense;

(3) has been approved by the commissioner to assist a patient who requires assistance in administering medical cannabis or obtaining medical cannabis from a distribution facility; and

(4) is authorized by the commissioner to assist the patient with the use of medical cannabis.

Subd. 12. **Registry program.** "Registry program" means the patient registry established in sections 152.22 to 152.37.

Subd. 13. **Registry verification.** "Registry verification" means the verification provided by the commissioner that a patient is enrolled in the registry program and that includes the patient's name, registry number, and, if applicable, the name of the patient's registered designated caregiver or parent, legal guardian, or spouse.

Subd. 14. **Qualifying medical condition.** "Qualifying medical condition" means a diagnosis of any of the following conditions:

(1) cancer, if the underlying condition or treatment produces one or more of the following:

- (i) severe or chronic pain;
- (ii) nausea or severe vomiting; or
- (iii) cachexia or severe wasting;
- (2) glaucoma;

(3) human immunodeficiency virus or acquired immune deficiency syndrome;

(4) Tourette's syndrome;

(5) amyotrophic lateral sclerosis;

- (6) seizures, including those characteristic of epilepsy;
- (7) severe and persistent muscle spasms, including those characteristic of multiple sclerosis;
- (8) inflammatory bowel disease, including Crohn's disease;

(9) terminal illness, with a probable life expectancy of under one year, if the illness or its treatment produces one or more of the following:

(i) severe or chronic pain;

(ii) nausea or severe vomiting; or

(iii) cachexia or severe wasting; or

(10) any other medical condition or its treatment approved by the commissioner.

## **152.23 LIMITATIONS.**

(a) Nothing in sections 152.22 to 152.37 permits any person to engage in and does not prevent the imposition of any civil, criminal, or other penalties for:

(1) undertaking any task under the influence of medical cannabis that would constitute negligence or professional malpractice;

- (2) possessing or engaging in the use of medical cannabis:
- (i) on a school bus or van;
- (ii) on the grounds of any preschool or primary or secondary school;
- (iii) in any correctional facility; or
- (iv) on the grounds of any child care facility or home day care;
- (3) vaporizing or combusting medical cannabis pursuant to section 152.22, subdivision 6:
- (i) on any form of public transportation;

(ii) where the vapor would be inhaled by a nonpatient minor child or where the smoke would be inhaled by a minor child; or

(iii) in any public place, including any indoor or outdoor area used by or open to the general public or a place of employment as defined under section 144.413, subdivision 1b; and

(4) operating, navigating, or being in actual physical control of any motor vehicle, aircraft, train, or motorboat, or working on transportation property, equipment, or facilities while under the influence of medical cannabis.

(b) Nothing in sections 152.22 to 152.37 require the medical assistance and MinnesotaCare programs to reimburse an enrollee or a provider for costs associated with the medical use of cannabis. Medical assistance and MinnesotaCare shall continue to provide coverage for all services related to treatment of an enrollee's qualifying medical condition if the service is covered under chapter 256B or 256L.

# **152.24 FEDERALLY APPROVED CLINICAL TRIALS.**

The commissioner may prohibit enrollment of a patient in the registry program if the patient is simultaneously enrolled in a federally approved clinical trial for the treatment of a qualifying medical condition with medical cannabis. The commissioner shall provide information to all 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 as an alternative to enrollment in the patient registry program.

## **152.25 COMMISSIONER DUTIES.**

Subdivision 1. **Medical cannabis manufacturer registration.** (a) The commissioner shall register two in-state manufacturers for the production of all medical cannabis within the state. A registration agreement between the commissioner and a manufacturer is nontransferable. The commissioner shall register new manufacturers or reregister the existing manufacturers by December

1 every two years, using the factors described in this subdivision. The commissioner shall accept applications after December 1, 2014, if one of the manufacturers registered before December 1, 2014, ceases to be registered as a manufacturer. The commissioner's determination that no manufacturer exists to fulfill the duties under sections 152.22 to 152.37 is subject to judicial review in Ramsey County District Court. Data submitted during the application process are private data on individuals or nonpublic data as defined in section 13.02 until the manufacturer is registered under this section. Data on a manufacturer that is registered are public data, unless the data are trade secret or security information under section 13.37.

(b) As a condition for registration, a manufacturer must agree to:

(1) begin supplying medical cannabis to patients by July 1, 2015; and

(2) comply with all requirements under sections 152.22 to 152.37.

(c) The commissioner shall consider the following factors when determining which manufacturer to register:

(1) the technical expertise of the manufacturer in cultivating medical cannabis and converting the medical cannabis into an acceptable delivery method under section 152.22, subdivision 6;

(2) the qualifications of the manufacturer's employees;

(3) the long-term financial stability of the manufacturer;

(4) the ability to provide appropriate security measures on the premises of the manufacturer;

(5) whether the manufacturer has demonstrated an ability to meet the medical cannabis production needs required by sections 152.22 to 152.37; and

(6) the manufacturer's projection and ongoing assessment of fees on patients with a qualifying medical condition.

(d) If an officer, director, or controlling person of the manufacturer pleads or is found guilty of intentionally diverting medical cannabis to a person other than allowed by law under section 152.33, subdivision 1, the commissioner may decide not to renew the registration of the manufacturer, provided the violation occurred while the person was an officer, director, or controlling person of the manufacturer.

(e) The commissioner shall require each medical cannabis manufacturer to contract with an independent laboratory to test medical cannabis produced by the manufacturer. The commissioner shall approve the laboratory chosen by each manufacturer and require that the laboratory report testing results to the manufacturer in a manner determined by the commissioner.

Subd. 1a. **Revocation or nonrenewal of a medical cannabis manufacturer registration.** If the commissioner intends to revoke or not renew a registration issued under this section, the commissioner must first notify in writing the manufacturer against whom the action is to be taken and provide the manufacturer with an opportunity to request a hearing under the contested case provisions of chapter 14. If the manufacturer does not request a hearing by notifying the commissioner in writing within 20 days after receipt of the notice of proposed action, the commissioner may proceed with the action without a hearing. For revocations, the registration of a manufacturer is considered revoked on the date specified in the commissioner's written notice of revocation.

Subd. 1b. **Temporary suspension proceedings.** The commissioner may institute proceedings to temporarily suspend the registration of a medical cannabis manufacturer for a period of up to 90 days by notifying the manufacturer in writing if any action by an employee, agent, officer, director, or controlling person of the manufacturer:

(1) violates any of the requirements of sections 152.21 to 152.37 or the rules adopted thereunder;

(2) permits, aids, or abets the commission of any violation of state law at the manufacturer's location for cultivation, harvesting, manufacturing, packaging, and processing or at any site for distribution of medical cannabis;

(3) performs any act contrary to the welfare of a registered patient or registered designated caregiver; or

(4) obtains, or attempts to obtain, a registration by fraudulent means or misrepresentation.

Subd. 1c. **Notice to patients.** Upon the revocation or nonrenewal of a manufacturer's registration under subdivision 1a or implementation of an enforcement action under subdivision 1b that may affect the ability of a registered patient, registered designated caregiver, or a registered patient's parent, legal guardian, or spouse to obtain medical cannabis from the manufacturer subject to the enforcement action, the commissioner shall notify in writing each registered patient and the patient's registered designated caregiver or registered patient's parent, legal guardian, or spouse about the outcome of the proceeding and information regarding alternative registered manufacturers. This notice must be provided two or more business days prior to the effective date of the revocation, nonrenewal, or other enforcement action.

Subd. 2. **Range of compounds and dosages; report.** The commissioner shall review and publicly report the existing medical and scientific literature regarding the range of recommended dosages for each qualifying condition and the range of chemical compositions of any plant of the genus cannabis that will likely be medically beneficial for each of the qualifying medical conditions. The commissioner shall make this information available to patients with qualifying medical conditions beginning December 1, 2014, and update the information annually. The commissioner may consult with the independent laboratory under contract with the manufacturer or other experts in reporting the range of recommended dosages for each qualifying medical condition, the range of chemical compositions that will likely be medically beneficial, and any risks of noncannabis drug interactions. The commissioner shall consult with each manufacturer on an annual basis on medical cannabis offered by the manufacturer. The list of medical cannabis offered by a manufacturer shall be published on the Department of Health website.

Subd. 3. **Deadlines.** The commissioner shall adopt rules necessary for the manufacturer to begin distribution of medical cannabis to patients under the registry program by July 1, 2015, and have notice of proposed rules published in the State Register prior to January 1, 2015.

Subd. 4. **Reports.** (a) The commissioner shall provide regular updates to the task force on medical cannabis therapeutic research and to the chairs and ranking minority members of the legislative committees with jurisdiction over health and human services, public safety, judiciary, and civil law regarding: (1) any changes in federal law or regulatory restrictions regarding the use of medical cannabis or hemp; and (2) the market demand and supply in this state for products made from hemp that can be used for medicinal purposes.

(b) The commissioner may submit medical research based on the data collected under sections 152.22 to 152.37 to any federal agency with regulatory or enforcement authority over medical cannabis to demonstrate the effectiveness of medical cannabis for treating a qualifying medical condition.

## 152.26 RULEMAKING.

(a) The commissioner may adopt rules to implement sections 152.22 to 152.37. Rules for which notice is published in the State Register before January 1, 2015, may be adopted using the process in section 14.389.

(b) The commissioner may adopt or amend rules, using the procedure in section 14.386, paragraph (a), to implement the addition of dried raw cannabis as an allowable form of medical cannabis under section 152.22, subdivision 6, paragraph (a), clause (4). Section 14.386, paragraph (b), does not apply to these rules.

#### 152.261 RULES; ADVERSE INCIDENTS.

(a) The commissioner of health shall adopt rules to establish requirements for reporting incidents when individuals who are not authorized to possess medical cannabis under sections 152.22 to 152.37 are found in possession of medical cannabis. The rules must identify professionals required to report, the information they are required to report, and actions the reporter must take to secure the medical cannabis.

(b) The commissioner of health shall adopt rules to establish requirements for law enforcement officials and health care professionals to report incidents involving an overdose of medical cannabis to the commissioner of health.

(c) Rules must include the method by which the commissioner will collect and tabulate reports of unauthorized possession and overdose.

## 152.27 PATIENT REGISTRY PROGRAM ESTABLISHED.

Subdivision 1. **Patient registry program; establishment.** (a) The commissioner shall establish a patient registry program to evaluate data on patient demographics, effective treatment options,

clinical outcomes, and quality-of-life outcomes for the purpose of reporting on the benefits, risks, and outcomes regarding patients with a qualifying medical condition 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.

Subd. 2. Commissioner duties. (a) The commissioner 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 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 may add a delivery method under section 152.22, subdivision 6, or add, remove, or modify a qualifying medical condition under section 152.22, subdivision 14, upon a petition from a member of the public or the task force on medical cannabis therapeutic research or as directed by law. The commissioner shall evaluate all petitions to add a qualifying medical condition or to remove or modify an existing qualifying medical condition submitted by the task force on medical cannabis therapeutic research or as directed by law and may make the addition, removal, or modification if the commissioner determines the addition, removal, or modification is warranted based on the best available evidence and research. If the commissioner wishes to add a delivery method under section 152.22, subdivision 6, or add or remove a qualifying medical condition under section 152.22, subdivision 14, the commissioner must notify the chairs and ranking minority members of the legislative policy committees having jurisdiction over health and public safety of the addition or removal and the reasons for its addition or removal, including any written comments received by the commissioner from the public and any guidance received from the task force on medical cannabis research, by January 15 of the year in which the commissioner wishes to make the change. The change shall be effective on August 1 of that year, unless the legislature by law provides otherwise.

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

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

(2) the name, mailing address, and telephone number of the patient's health care 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

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

(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) The commissioner 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:

(1) a statement that, notwithstanding any law to the contrary, the commissioner, or an employee of any state agency, may not be held civilly or criminally liable for any injury, loss of property, personal injury, or death caused by any act or omission while acting within the scope of office or employment under sections 152.22 to 152.37; and

(2) the patient's acknowledgment that enrollment in the patient registry program is conditional on the patient's agreement to meet all of the requirements of sections 152.22 to 152.37.

Subd. 4. **Registered designated caregiver.** (a) The commissioner shall register a designated caregiver for a patient if the patient requires assistance in administering medical cannabis or obtaining medical cannabis from a distribution facility and the caregiver has agreed, in writing, to be the patient's designated caregiver. As a condition of registration as a designated caregiver, the commissioner shall require the person to:

(1) be at least 18 years of age;

(2) agree to only possess the patient's medical cannabis for purposes of assisting the 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.

(b) The commissioner shall conduct a criminal background check on the designated caregiver 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 background check renewed every two years.

(c) Nothing in sections 152.22 to 152.37 shall be construed to prevent a person registered as a designated caregiver from also being enrolled in the registry program as a patient and possessing and using medical cannabis as a patient.

Subd. 5. **Parents, legal guardians, and spouses.** A parent, legal guardian, or spouse of a patient may act as the caregiver to the patient without having to register as a designated caregiver. The parent, legal guardian, or spouse shall follow all of the requirements of parents, legal guardians, and spouses listed in sections 152.22 to 152.37. Nothing in sections 152.22 to 152.37 limits any legal authority a parent, legal guardian, or spouse may have for the patient under any other law.

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

(1) does not have certification from a health care practitioner that the patient has been diagnosed with a qualifying medical condition;

(2) has not signed and returned the disclosure form required under subdivision 3, paragraph (c), to the commissioner;

(3) does not provide the information required;

(4) has previously been removed from the registry program for violations of section 152.30 or 152.33; or

(5) provides false information.

(b) The commissioner shall give written notice to a patient of the reason for denying enrollment in the registry program.

(c) Denial of enrollment into the registry program is considered a final decision of the commissioner 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.

(e) The commissioner shall develop a registry verification to provide to the patient, the health care practitioner identified in the patient's application, and to the manufacturer. The registry verification shall include:

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

(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.

Subd. 7. Notice requirements. Patients and registered designated caregivers shall notify the commissioner 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 commissioner of the change.

#### **152.28 HEALTH CARE PRACTITIONER DUTIES.**

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;

(2) advise patients, registered designated caregivers, and parents, legal guardians, or spouses who are acting as caregivers of the existence of any nonprofit patient support groups 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 report medical findings to the commissioner.

(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, if the patient continues to suffer from a qualifying medical condition and, if so, issue the patient a new certification of that diagnosis; and

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

(c) A health care practitioner may conduct a patient assessment to issue a recertification as required under paragraph (b), clause (3), via telehealth, as defined in section 62A.673, subdivision 2.

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

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

Subd. 3. Advertising restrictions. (a) A health care practitioner shall not publish or cause to be published any advertisement that:

(1) contains false or misleading statements about medical cannabis or about the medical cannabis registry program;

(2) uses colloquial terms to refer to medical cannabis, such as pot, weed, or grass;

(3) states or implies the health care practitioner is endorsed by the Department of Health or by the medical cannabis registry program;

(4) includes images of cannabis in its plant or leaf form or of cannabis-smoking paraphernalia; or

(5) contains medical symbols that could reasonably be confused with symbols of established medical associations or groups.

(b) A health care practitioner found by the commissioner to have violated this subdivision is prohibited from certifying that patients have a qualifying medical condition for purposes of patient participation in the registry program. The commissioner's decision that a health care practitioner has violated this subdivision is a final decision of the commissioner and is not subject to the contested case procedures in chapter 14.

## **152.29 MANUFACTURER OF MEDICAL CANNABIS DUTIES.**

Subdivision 1. **Manufacturer; requirements.** (a) A manufacturer may operate eight distribution facilities, which may include the manufacturer's single location for cultivation, harvesting, manufacturing, packaging, and processing but is not required to include that location. The commissioner shall designate the geographical service areas to be served by each manufacturer based on geographical need throughout the state to improve patient access. A manufacturer shall not have more than two distribution facilities in each geographical service area assigned to the manufacturer by the commissioner. A manufacturer shall operate only one location where all cultivation, harvesting, manufacturing, packaging, and processing of medical cannabis shall be conducted. This location may be one of the manufacturer's distribution facility sites. The additional distribution facilities may dispense medical cannabis and medical cannabis products but may not contain any medical cannabis in a form other than those forms allowed under section 152.22, subdivision 6, and the manufacturer shall not conduct any cultivation, harvesting, manufacturing, packaging, or processing at the other distribution facility sites. Any distribution facility operated by the manufacturer is subject to all of the requirements applying to the manufacturer under sections 152.22 to 152.37, including, but not limited to, security and distribution requirements.

(b) A manufacturer may acquire hemp grown in this state from a hemp grower, and may acquire hemp products produced by a hemp processor. A manufacturer may manufacture or process hemp and hemp products into an allowable form of medical cannabis under section 152.22, subdivision 6. Hemp and hemp products acquired by a manufacturer under this paragraph are subject to the same quality control program, security and testing requirements, and other requirements that apply to medical cannabis under sections 152.22 to 152.37 and Minnesota Rules, chapter 4770.

(c) A medical cannabis manufacturer shall contract with a laboratory approved by the commissioner, subject to any additional requirements set by the commissioner, for purposes of testing medical cannabis manufactured or hemp or hemp products acquired by the medical cannabis manufacturer as to content, contamination, and consistency to verify the medical cannabis meets the requirements of section 152.22, subdivision 6. The cost of laboratory testing shall be paid by the manufacturer.

(d) The operating documents of a manufacturer must include:

(1) procedures for the oversight of the manufacturer and procedures to ensure accurate record keeping;

(2) procedures for the implementation of appropriate security measures to deter and prevent the theft of medical cannabis and unauthorized entrance into areas containing medical cannabis; and

(3) procedures for the delivery and transportation of hemp between hemp growers and manufacturers and for the delivery and transportation of hemp products between hemp processors and manufacturers.

(e) A manufacturer shall implement security requirements, including requirements for the delivery and transportation of hemp and hemp products, protection of each location by a fully operational security alarm system, facility access controls, perimeter intrusion detection systems, and a personnel identification system.

(f) A manufacturer shall not share office space with, refer patients to a health care practitioner, or have any financial relationship with a health care practitioner.

(g) A manufacturer shall not permit any person to consume medical cannabis on the property of the manufacturer.

(h) A manufacturer is subject to reasonable inspection by the commissioner.

(i) For purposes of sections 152.22 to 152.37, a medical cannabis manufacturer is not subject to the Board of Pharmacy licensure or regulatory requirements under chapter 151.

(j) A medical cannabis manufacturer may not employ any person who is under 21 years of age or who has been convicted of a disqualifying felony offense. An employee of a medical cannabis manufacturer must submit a completed criminal history records check consent form, a full set of classifiable fingerprints, and the required fees for submission to the Bureau of Criminal Apprehension before an employee may begin working with the manufacturer. The bureau must conduct a Minnesota criminal history records check and the superintendent is authorized to exchange the fingerprints with the Federal Bureau of Investigation to obtain the applicant's national criminal history records information. The bureau shall return the results of the Minnesota and federal criminal history records checks to the commissioner.

(k) A manufacturer may not operate in any location, whether for distribution or cultivation, harvesting, manufacturing, packaging, or processing, within 1,000 feet of a public or private school existing before the date of the manufacturer's registration with the commissioner.

(1) A manufacturer shall comply with reasonable restrictions set by the commissioner relating to signage, marketing, display, and advertising of medical cannabis.

(m) Before a manufacturer acquires hemp from a hemp grower or hemp products from a hemp processor, the manufacturer must verify that the hemp grower or hemp processor has a valid license issued by the commissioner of agriculture under chapter 18K.

(n) Until a state-centralized, seed-to-sale system is implemented that can track a specific medical cannabis plant from cultivation through testing and point of sale, the commissioner shall conduct at least one unannounced inspection per year of each manufacturer that includes inspection of:

(1) business operations;

(2) physical locations of the manufacturer's manufacturing facility and distribution facilities;

(3) financial information and inventory documentation, including laboratory testing results; and

(4) physical and electronic security alarm systems.

Subd. 2. **Manufacturer; production.** (a) A manufacturer of medical cannabis shall provide a reliable and ongoing supply of all medical cannabis needed for the registry program through cultivation by the manufacturer and through the purchase of hemp from hemp growers.

(b) All cultivation, harvesting, manufacturing, packaging, and processing of medical cannabis must take place in an enclosed, locked facility at a physical address provided to the commissioner during the registration process.

(c) A manufacturer must process and prepare any medical cannabis plant material or hemp plant material into a form allowable under section 152.22, subdivision 6, prior to distribution of any medical cannabis.

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 the other manufacturer to distribute.

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

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

(1) verify that the manufacturer has received the registry verification from the commissioner 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 2d;

(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 chapter 151 has consulted with the patient to determine the proper dosage for the individual patient after reviewing the ranges of chemical compositions of the medical cannabis and the ranges of proper dosages reported by the commissioner. For purposes of this clause, a consultation may be conducted remotely by secure videoconference, telephone, or other remote means, so long as the employee providing the consultation is able to confirm the identity of the patient and the consultation adheres to patient privacy requirements that apply to health care services delivered through telehealth. A pharmacist consultation under this clause is not required when a manufacturer is distributing medical cannabis to a patient according to a patient-specific dosage plan established with that manufacturer and is not modifying the dosage or product being distributed under that plan and the medical cannabis is distributed by a pharmacy technician;

(5) properly package medical cannabis in compliance with the United States Poison 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:

(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;

(iii) the patient's registry identification number;

(iv) the chemical composition of the medical cannabis; and

(v) the dosage; and

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

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

Subd. 3a. **Transportation of medical cannabis; staffing.** (a) A medical cannabis manufacturer may staff a transport motor vehicle with only one employee if the medical cannabis manufacturer is transporting medical cannabis to either a certified laboratory for the purpose of testing or a facility for the purpose of disposal. If the medical cannabis manufacturer is transporting medical cannabis for any other purpose or destination, the transport motor vehicle must be staffed with a minimum of two employees as required by rules adopted by the commissioner.

(b) Notwithstanding paragraph (a), a medical cannabis manufacturer that is only transporting hemp for any purpose may staff the transport motor vehicle with only one employee.

Subd. 4. **Report.** Each manufacturer shall report to the commissioner on a monthly basis the following information on each individual patient for the month prior to the report:

(1) the amount and dosages of medical cannabis distributed;

(2) the chemical composition of the medical cannabis; and

(3) the tracking number assigned to any medical cannabis distributed.

#### **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.

(b) As a condition of continued enrollment, patients shall agree to:

(1) continue to receive regularly scheduled treatment for their qualifying medical condition from their health care practitioner; and

(2) report changes in their qualifying medical condition to their health care practitioner.

(c) A patient shall only receive medical cannabis from a registered manufacturer but is not required to receive medical cannabis products from only a registered manufacturer.

## 152.31 DATA PRACTICES.

(a) Government data in patient files maintained by the commissioner and the health care practitioner, and data submitted to or by a medical cannabis manufacturer, are private data on individuals, as defined in section 13.02, subdivision 12, or nonpublic data, as defined in section 13.02, subdivision 9, but may be used for purposes of complying with chapter 13 and complying with a request from the legislative auditor or the state auditor in the performance of official duties. The provisions of section 13.05, subdivision 11, apply to a registration agreement entered between the commissioner and a medical cannabis manufacturer under section 152.25.

(b) Not public data maintained by the commissioner may not be used for any purpose not provided for in sections 152.22 to 152.37, and may not be combined or linked in any manner with any other list, dataset, or database.

(c) The commissioner may execute data sharing arrangements with the commissioner of agriculture to verify licensing, inspection, and compliance information related to hemp growers and hemp processors under chapter 18K.

#### **152.32 PROTECTIONS FOR REGISTRY PROGRAM PARTICIPATION.**

Subdivision 1. **Presumption.** (a) There is a presumption that a patient enrolled in the registry program under sections 152.22 to 152.37 is engaged in the authorized use of medical cannabis.

(b) The presumption may be rebutted by evidence that conduct related to use of medical cannabis was not for the purpose of treating or alleviating the patient's qualifying medical condition or symptoms associated with the patient's qualifying medical condition.

Subd. 2. Criminal and civil protections. (a) Subject to section 152.23, the following are not violations under this chapter:

(1) use or possession of medical cannabis or medical cannabis products by a patient enrolled in the registry program, or possession by a registered designated caregiver or the parent, legal guardian, or spouse of a patient if the parent, legal guardian, or spouse is listed on the registry verification;

(2) possession, dosage determination, or sale of medical cannabis or medical cannabis products by a medical cannabis manufacturer, employees of a manufacturer, a laboratory conducting testing on medical cannabis, or employees of the laboratory; and

(3) possession of medical cannabis or medical cannabis products by any person while carrying out the duties required under sections 152.22 to 152.37.

(b) Medical cannabis obtained and distributed pursuant to sections 152.22 to 152.37 and associated property is not subject to forfeiture under sections 609.531 to 609.5316.

(c) The commissioner, the commissioner's staff, the commissioner's agents or contractors, and any health care practitioner are not subject to any civil or disciplinary penalties by the Board of

Medical Practice, the Board of Nursing, or by any business, occupational, or professional licensing board or entity, solely for the participation in the registry program under sections 152.22 to 152.37. A pharmacist licensed under chapter 151 is not subject to any civil or disciplinary penalties by the Board of Pharmacy when acting in accordance with the provisions of sections 152.22 to 152.37. Nothing in this section affects a professional licensing board from taking action in response to violations of any other section of law.

(d) Notwithstanding any law to the contrary, the commissioner, the governor of Minnesota, or an employee of any state agency may not be held civilly or criminally liable for any injury, loss of property, personal injury, or death caused by any act or omission while acting within the scope of office or employment under sections 152.22 to 152.37.

(e) Federal, state, and local law enforcement authorities are prohibited from accessing the patient registry under sections 152.22 to 152.37 except when acting pursuant to a valid search warrant.

(f) Notwithstanding any law to the contrary, neither the commissioner nor a public employee may release data or information about an individual contained in any report, document, or registry created under sections 152.22 to 152.37 or any information obtained about a patient participating in the program, except as provided in sections 152.22 to 152.37.

(g) No information contained in a report, document, or registry or obtained from a patient under sections 152.22 to 152.37 may be admitted as evidence in a criminal proceeding unless independently obtained or in connection with a proceeding involving a violation of sections 152.22 to 152.37.

(h) Notwithstanding section 13.09, any person who violates paragraph (e) or (f) is guilty of a gross misdemeanor.

(i) An attorney may not be subject to disciplinary action by the Minnesota Supreme Court or professional responsibility board for providing legal assistance to prospective or registered manufacturers or others related to activity that is no longer subject to criminal penalties under state law pursuant to sections 152.22 to 152.37.

(j) Possession of a registry verification or application for enrollment in the program by a person entitled to possess or apply for enrollment in the registry program does not constitute probable cause or reasonable suspicion, nor shall it be used to support a search of the person or property of the person possessing or applying for the registry verification, or otherwise subject the person or property of the person to inspection by any governmental agency.

Subd. 3. **Discrimination prohibited.** (a) No school or landlord may refuse to enroll or lease to and may not otherwise penalize a person solely for the person's status as a patient enrolled in the registry program under sections 152.22 to 152.37, unless failing to do so would violate federal law or regulations or cause the school or landlord to lose a monetary or licensing-related benefit under federal law or regulations.

(b) For the purposes of medical care, including organ transplants, a registry program enrollee's use of medical cannabis under sections 152.22 to 152.37 is considered the equivalent of the authorized use of any other medication used at the discretion of a physician, advanced practice registered nurse, or physician assistant and does not constitute the use of an illicit substance or otherwise disqualify a patient from needed medical care.

(c) Unless a failure to do so would violate federal 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 upon either of the following:

(1) the person's status as a patient enrolled in the registry program under sections 152.22 to 152.37; or

(2) a patient's positive drug test for cannabis components or metabolites, unless the patient used, possessed, or was impaired by medical cannabis on the premises of the place of employment or during the hours of employment.

(d) An employee who is required to undergo employer drug testing pursuant to section 181.953 may present verification of enrollment in the patient registry as part of the employee's explanation under section 181.953, subdivision 6.

(e) A person shall not be denied custody of a minor child or visitation rights or parenting time with a minor child solely based on the person's status as a patient enrolled in the registry program under sections 152.22 to 152.37. There shall be no presumption of neglect or child endangerment

for conduct allowed under sections 152.22 to 152.37, unless the person's behavior is such that it creates an unreasonable danger to the safety of the minor as established by clear and convincing evidence.

# 152.33 VIOLATIONS.

Subdivision 1. **Intentional diversion; criminal penalty.** In addition to any other applicable penalty in law, a manufacturer or an agent of a manufacturer who intentionally transfers medical cannabis to a person other than another registered manufacturer, a patient, a registered designated caregiver or, if listed on the registry verification, a parent, legal guardian, or spouse of a patient is guilty of a felony punishable by imprisonment for not more than two years or by payment of a fine of not more than \$3,000, or both. A person convicted under this subdivision may not continue to be affiliated with the manufacturer and is disqualified from further participation under sections 152.22 to 152.37.

Subd. 1a. **Intentional diversion outside the state; penalties.** (a) In addition to any other applicable penalty in law, the commissioner may levy a fine of \$250,000 against a manufacturer and may immediately initiate proceedings to revoke the manufacturer's registration, using the procedure in section 152.25, if:

(1) an officer, director, or controlling person of the manufacturer pleads or is found guilty under subdivision 1 of intentionally transferring medical cannabis, while the person was an officer, director, or controlling person of the manufacturer, to a person other than allowed by law; and

(2) in intentionally transferring medical cannabis to a person other than allowed by law, the officer, director, or controlling person transported or directed the transport of medical cannabis outside of Minnesota.

(b) All fines collected under this subdivision shall be deposited in the state government special revenue fund.

Subd. 2. Diversion by patient, registered designated caregiver, parent, legal guardian, or patient's spouse; criminal penalty. In addition to any other applicable penalty in law, a patient, registered designated caregiver or, if listed on the registry verification, a parent, legal guardian, or spouse of a patient who intentionally sells or otherwise transfers medical cannabis to a person other than a patient, designated registered caregiver or, if listed on the registry verification, a parent, legal guardian, or spouse of a patient is guilty of a felony punishable by imprisonment for not more than two years or by payment of a fine of not more than \$3,000, or both.

Subd. 3. **False statement; criminal penalty.** A person who intentionally makes a false statement to a law enforcement official about any fact or circumstance relating to the medical use of cannabis to avoid arrest or prosecution is guilty of a misdemeanor punishable by imprisonment for not more than 90 days or by payment of a fine of not more than \$1,000, or both. The penalty is in addition to any other penalties that may apply for making a false statement or for the possession, cultivation, or sale of cannabis not protected by sections 152.22 to 152.37. If a person convicted of violating this subdivision is a patient or a registered designated caregiver, the person is disqualified from further participation under sections 152.22 to 152.37.

Subd. 4. **Submission of false records; criminal penalty.** A person who knowingly submits false records or documentation required by the commissioner to register as a manufacturer of medical cannabis under sections 152.22 to 152.37 is guilty of a felony and may be sentenced to imprisonment for not more than two years or by payment of a fine of not more than \$3,000, or both.

Subd. 5. Violation by health care practitioner; criminal penalty. A health care practitioner who knowingly refers patients to a manufacturer or to a designated caregiver, who advertises as a manufacturer, or who issues certifications while holding a financial interest in a manufacturer is guilty of a misdemeanor and may be sentenced to imprisonment for not more than 90 days or by payment of a fine of not more than \$1,000, or both.

Subd. 6. Other violations; civil penalty. A manufacturer shall be fined up to \$1,000 for any violation of sections 152.22 to 152.37, or the regulations issued pursuant to them, where no penalty has been specified. This penalty is in addition to any other applicable penalties in law.

## **152.34 HEALTH CARE FACILITIES.**

(a) Health care facilities licensed under chapter 144A, hospice providers licensed under chapter 144A, boarding care homes or supervised living facilities licensed under section 144.50, assisted living facilities, facilities owned, controlled, managed, or under common control with hospitals licensed under chapter 144, and other health facilities licensed by the commissioner of health, may

adopt reasonable restrictions on the use of medical cannabis by a patient enrolled in the registry program who resides at or is actively receiving treatment or care at the facility. The restrictions may include a provision that the facility will not store or maintain the patient's supply of medical cannabis, that the facility is not responsible for providing the medical cannabis for patients, and that medical cannabis be used only in a place specified by the facility.

(b) Any employee or agent of a facility listed in this section or a person licensed under chapter 144E is not subject to violations under this chapter for possession of medical cannabis while carrying out employment duties, including providing or supervising care to a registered patient, or distribution of medical cannabis to a registered patient who resides at or is actively receiving treatment or care at the facility with which the employee or agent is affiliated. Nothing in this section shall require the facilities to adopt such restrictions and no facility shall unreasonably limit a patient's access to or use of medical cannabis to the extent that use is authorized by the patient under sections 152.22 to 152.37.

## **152.35 FEES; DEPOSIT OF REVENUE.**

(a) The commissioner shall collect an enrollment fee of \$200 from patients enrolled under this section. If the patient provides evidence of receiving Social Security disability insurance (SSDI), Supplemental Security Income (SSI), veterans disability, or railroad disability payments, or being enrolled in medical assistance or MinnesotaCare, then the fee shall be \$50. For purposes of this section:

(1) a patient is considered to receive SSDI if the patient was receiving SSDI at the time the patient was transitioned to retirement benefits by the United States Social Security Administration; and

(2) veterans disability payments include VA dependency and indemnity compensation.

Unless a patient provides evidence of receiving payments from or participating in one of the programs specifically listed in this paragraph, the commissioner of health must collect the \$200 enrollment fee from a patient to enroll the patient in the registry program. The fees shall be payable annually and are due on the anniversary date of the patient's enrollment. The fee amount shall be deposited in the state treasury and credited to the state government special revenue fund.

(b) The commissioner shall collect an application fee of \$20,000 from each entity submitting an application for registration as a medical cannabis manufacturer. Revenue from the fee shall be deposited in the state treasury and credited to the state government special revenue fund.

(c) The commissioner shall establish and collect an annual fee from a medical cannabis manufacturer equal to the cost of regulating and inspecting the manufacturer in that year. Revenue from the fee amount shall be deposited in the state treasury and credited to the state government special revenue fund.

(d) A medical cannabis manufacturer may charge patients enrolled in the registry program a reasonable fee for costs associated with the operations of the manufacturer. The manufacturer may establish a sliding scale of patient fees based upon a patient's household income and may accept private donations to reduce patient fees.

# 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 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.

## **152.37 FINANCIAL EXAMINATIONS; PRICING REVIEWS.**

Subdivision 1. **Financial records.** A medical cannabis manufacturer shall maintain detailed financial records in a manner and format approved by the commissioner, and shall keep all records updated and accessible to the commissioner when requested.

Subd. 2. Certified annual audit. A medical cannabis manufacturer shall submit the results of an annual certified financial audit to the commissioner no later than May 1 of each year for the calendar year beginning January 2015. The annual audit shall be conducted by an independent certified public accountant and the costs of the audit are the responsibility of the medical cannabis manufacturer. Results of the audit shall be provided to the medical cannabis manufacturer and the

commissioner. The commissioner may also require another audit of the medical cannabis manufacturer by a certified public accountant chosen by the commissioner with the costs of the audit paid by the medical cannabis manufacturer.

Subd. 3. **Power to examine.** (a) The commissioner or designee may examine the business affairs and conditions of any medical cannabis manufacturer, including but not limited to a review of the financing, budgets, revenues, sales, and pricing.

(b) An examination may cover the medical cannabis manufacturer's business affairs, practices, and conditions including but not limited to a review of the financing, budgets, revenues, sales, and pricing. The commissioner shall determine the nature and scope of each examination and in doing so shall take into account all available relevant factors concerning the financial and business affairs, practices, and conditions of the examinee. The costs incurred by the department in conducting an examination shall be paid for by the medical cannabis manufacturer.

(c) When making an examination under this section, the commissioner may retain attorneys, appraisers, independent economists, independent certified public accountants, or other professionals and specialists as designees. A certified public accountant retained by the commissioner may not be the same certified public accountant providing the certified annual audit in subdivision 2.

(d) The commissioner shall make a report of an examination conducted under this section and provide a copy to the medical cannabis manufacturer. The commissioner shall then post a copy of the report on the department's website. All working papers, recorded information, documents, and copies produced by, obtained by, or disclosed to the commissioner or any other person in the course of an examination, other than the information contained in any commissioner official report, made under this section are private data on individuals or nonpublic data, as defined in section 13.02.