1	L.D. 1650
2	Date: (Filing No. H- )
3 4	JOINT SELECT COMMITTEE ON MARIJUANA LEGALIZATION IMPLEMENTATION
5	Reproduced and distributed under the direction of the Clerk of the House.
6	STATE OF MAINE
7	HOUSE OF REPRESENTATIVES
8	128TH LEGISLATURE
9	FIRST SPECIAL SESSION
10 11	COMMITTEE AMENDMENT "A" to H.P. 1139, L.D. 1650, Bill, "An Act To Amend the Marijuana Legalization Act"
12 13	Amend the bill by striking out everything after the title and before the summary and inserting the following:
14 15	'Emergency preamble. Whereas, acts and resolves of the Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and
16 17 18 19 20 21	Whereas, the people of the State of Maine in November 2016 passed into law the Marijuana Legalization Act, which establishes a system of licensing for the cultivation, manufacture, testing and retail sale of adult use marijuana and adult use marijuana products in the State and which enables persons 21 years of age or older to legally acquire, possess and consume adult use marijuana and adult use marijuana products and to cultivate marijuana for personal use; and
22 23 24 25	<b>Whereas,</b> amendments to the Marijuana Legalization Act are necessary to provide clarity in the licensing and regulation of adult use marijuana establishments and in the oversight and enforcement of the laws regarding the personal use and home cultivation of marijuana; and
26 27 28 29 30 31	Whereas, to facilitate the timely implementation of a retail marketplace in the State for adult use marijuana and adult use marijuana products, the agencies charged by law with the implementation, administration and enforcement of the Marijuana Legalization Act must adopt rules in accordance with that Act and the Legislature must review those rules in accordance with the Maine Administrative Procedure Act as soon as is practicable; and
32 33 34 35	<b>Whereas,</b> in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

1	Be it enacted by	y the People of the Stat	te of Maine as follo	ws:
2		PA	RT A	
3	Sec. A-1. 5	MRSA §12004-I, sub-	§52-C is enacted to re	ead:
4	<u>52-C.</u>			
5	Judiciary:	Marijuana Advisory	Expenses Only	28-B MRSA §901
6	<u>Marijuana</u>	Commission		
7				
8	Sec. A-2. 7	MRSA §1-C, as enacted	by PL 2017, c. 278,	§1, is repealed.
9	Sec. A-3. 7	MRSA c. 417, as amend	led, is repealed.	
.0	Sec. A-4. 2 amended to read:	2 MRSA §3763, sub-§	11, ¶J, as enacted by	y PL 2017, c. 208, §2, is
.2		<u>ult use</u> marijuana and <del>reta</del> section <del>2442</del> <u>102</u> .	<del>il</del> <u>adult use</u> marijuana	a products, as defined by
4	Sec. A-5. 20 amended to read:	6 MRSA §772, sub-§2,	as amended by PL 20	017, c. 286, §2, is further
.6		st of employment and oc		
.7	•	tain a list of employment		
.8 .9		rm as far as practicable to Act of 1938, 29 United		
20		e rules must also contain		
21		having nude entertainmen		
22		authorized under Title 2		
23 24		e or sell marijuana or produana social clubs authoriz		
25	2	<b>8-B MRSA</b> is enacted to		, •
26		<u>TITI</u>	LE 28-B	
27		ADULT USE	E MARIJUANA	
28		<u>CHA</u>	PTER 1	
29		MARIJUANA LE	GALIZATION ACT	<u> </u>
30		SUBCH	IAPTER 1	
31		<b>GENERAL</b>	<u>PROVISIONS</u>	
32	§101. Short title			
13	This chanter i	nay he known and cited a	s "the Marijuana I eas	lization Act "

Page 2 - 128LR2395(02)-1

#### §102. Definitions

As used in this Title	e, unless the context	t otherwise indicates.	, the following	terms have
the following meanings	<u>5.</u>		_	

- 1. Adult use marijuana. "Adult use marijuana" means marijuana cultivated, manufactured, distributed or sold by a marijuana establishment.
- 2. Adult use marijuana product. "Adult use marijuana product" means a marijuana product that is manufactured, distributed or sold by a marijuana establishment.
- 3. Another jurisdiction. "Another jurisdiction" means the Federal Government, the United States military, the District of Columbia, the Commonwealth of Puerto Rico, the Commonwealth of the Northern Mariana Islands, the United States Virgin Islands, Guam, American Samoa and each of the several states of the United States except Maine.
- 4. Applicant. "Applicant" means a person that submits an application for a license under this chapter to the department for review that department has not yet approved or denied.

#### **5. Batch.** "Batch" means:

- A. A specific quantity of adult use marijuana harvested during a specified period of time from a specified cultivation area within a cultivation facility; or
- B. A specific quantity of adult use marijuana or adult use marijuana products produced during a specified period of time in a specified manufacturing area within a products manufacturing facility.
- 6. Batch number. "Batch number" means a distinct group of numbers, letters or symbols, or any combination thereof, assigned to a specific batch of adult use marijuana by a cultivation facility or to a specific batch of adult use marijuana or adult use marijuana products by a products manufacturing facility.
- 7. Business entity. "Business entity" means a partnership, association, company, corporation, limited liability company or other entity incorporated or otherwise formed or organized by law. "Business entity" does not include a federal, state or municipal government organization.
- **8.** Child-resistant. "Child-resistant" means, with respect to packaging or a container:
  - A. Specially designed or constructed to be significantly difficult for a typical child under 5 years of age to open and not to be significantly difficult for a typical adult to open and reseal; and
  - B. With respect to any product intended for more than a single use or that contains multiple servings, resealable.
- 36 <u>9. Commissioner. "Commissioner" means the Commissioner of Administrative and Financial Services.</u>
- 38 <u>10. Container. "Container" means a sealed package in which adult use marijuana or</u> an adult use marijuana product is placed by a marijuana store or marijuana social club

- prior to sale to a consumer and that meets all applicable packaging, labeling and health and safety requirements of this chapter and the rules adopted pursuant to this chapter.
  - 11. Criminal justice agency. "Criminal justice agency" has the same meaning as in Title 16, section 803, subsection 4.
  - 12. Cultivation or cultivate. "Cultivation" or "cultivate" means the planting, propagation, growing, harvesting, drying, curing, grading, trimming or other processing of marijuana for use or sale. "Cultivation" or "cultivate" does not include manufacturing, testing or marijuana extraction.
  - 13. Cultivation facility. "Cultivation facility" means a facility licensed under this chapter to cultivate, prepare and package adult use marijuana and to sell adult use marijuana to products manufacturing facilities, to marijuana stores and to other cultivation facilities and to sell immature marijuana plants and seedlings to marijuana stores.
  - <u>14. Department.</u> "Department" means the Department of Administrative and Financial Services.
  - 15. Disqualifying drug offense. "Disqualifying drug offense" means a conviction for a violation of a state or federal controlled substance law that is a crime punishable by imprisonment for one year or more, except that "disqualifying drug offense" does not include:
    - A. An offense for which the sentence, including any term of probation, incarceration or supervised release, was completed 10 or more years prior to the submission of an application for a license under this chapter; or
    - B. An offense that consisted of conduct that is authorized under chapter 3.
  - 16. Edible marijuana product. "Edible marijuana product" means a marijuana product intended to be consumed orally, including, but not limited to, any type of food, drink or pill containing marijuana or marijuana concentrate.
  - 17. Flowering. "Flowering" means, with respect to a marijuana plant, the gametophytic or reproductive state of a female marijuana plant during which the plant is in a light cycle intended to produce flowers, trichomes and cannabinoids characteristic of marijuana.
  - 18. Identity statement. "Identity statement" means the name of a business entity as it is commonly known and used in any advertising or marketing by the business entity.
  - 19. Immature marijuana plant. "Immature marijuana plant" means a marijuana plant that is not a mature marijuana plant or a seedling.
  - 20. Inherently hazardous substance. "Inherently hazardous substance" means a liquid chemical, compressed gas or commercial product that has a flash point at or lower than 38 degrees Celsius or 100 degrees Fahrenheit, including, but not limited to, butane, propane and diethyl ether. "Inherently hazardous substance" does not include any form of alcohol or ethanol.
  - **21. Intoxication.** "Intoxication" means a substantial impairment of an individual's mental or physical faculties as a result of drug or alcohol use.

- **22.** Law enforcement officer. "Law enforcement officer" has the same meaning as in Title 17-A, section 2, subsection 17.
- 23. Licensed premises. "Licensed premises" means the premises specified in a license to operate a marijuana establishment within which the licensee is authorized under this chapter and the rules adopted pursuant to this chapter to cultivate, manufacture, distribute, test or sell adult use marijuana or adult use marijuana products or, in the case of a marijuana social club, allow the consumption of adult use marijuana products by a consumer. "Licensed premises" includes, but is not limited to, a limited access area and a restricted access area.
- **24.** Licensee. "Licensee" means a person licensed pursuant to this chapter to operate a marijuana establishment.
  - 25. Limited access area. "Limited access area" means a building, room or other area within the licensed premises of a marijuana establishment where a licensee is authorized to cultivate, store, weigh, manufacture, package or sell adult use marijuana and adult use marijuana products in accordance with the provisions of this chapter and the rules adopted pursuant to this chapter.
  - 26. Manufacturing or manufacture. "Manufacturing" or "manufacture" means the production, blending, infusing, compounding or other preparation of marijuana concentrate and marijuana products, including, but not limited to, marijuana extraction or preparation by means of chemical synthesis. "Manufacturing" or "manufacture" does not include cultivation or testing.
  - 27. Marijuana. "Marijuana" means the leaves, stems, flowers and seeds of a marijuana plant, whether growing or not. "Marijuana" includes marijuana concentrate but does not include industrial hemp as defined in Title 7, section 2231, subsection 1 or a marijuana product.
  - 28. Marijuana concentrate. "Marijuana concentrate" means the resin extracted from any part of a marijuana plant and every compound, manufacture, salt, derivative, mixture or preparation from such resin, including, but not limited to, hashish. In determining the weight of marijuana concentrate in a marijuana product, the weight of any other ingredient combined with marijuana or marijuana concentrate to prepare the marijuana product may not be included.
  - **29.** Marijuana establishment. "Marijuana establishment" means a cultivation facility, a products manufacturing facility, a testing facility, a marijuana store or a marijuana social club licensed under this chapter.
  - 30. Marijuana extraction. "Marijuana extraction" means the process of extracting marijuana concentrate from marijuana using water, lipids, gases, solvents or other chemicals or chemical processes.
  - 31. Marijuana plant. "Marijuana plant" means all species of the plant genus cannabis, including, but not limited to, a mother plant, a mature marijuana plant, an immature marijuana plant or a seedling.
  - 32. Marijuana product. "Marijuana product" means a product composed of marijuana or marijuana concentrate and other ingredients that is intended for use or consumption. "Marijuana product" includes, but is not limited to, an edible marijuana

- product, a marijuana ointment and a marijuana tincture. "Marijuana product" does not include marijuana concentrate.
  - 33. Marijuana social club. "Marijuana social club" means a facility licensed under this chapter to purchase adult use marijuana products from a products manufacturing facility and to sell adult use marijuana products to consumers for consumption on the licensed premises of the marijuana social club.
  - 34. Marijuana store. "Marijuana store" means a facility licensed under this chapter to purchase adult use marijuana, immature marijuana plants and seedlings from a cultivation facility, to purchase adult use marijuana and adult use marijuana products from a products manufacturing facility and to sell adult use marijuana, adult use marijuana products, immature marijuana plants and seedlings to consumers.
  - 35. Mature marijuana plant. "Mature marijuana plant" means a marijuana plant that is flowering.
  - 36. Mother plant. "Mother plant" means a mature marijuana plant that is used solely for the taking of seedling cuttings.
    - **37. Municipality.** "Municipality" means a city, town or plantation in this State.
  - 38. Opaque. "Opaque" means, with respect to packaging or a container, that any product inside of the packaging or container cannot be seen from outside the packaging or container.
    - **39. Person.** "Person" means a natural person or a business entity.
  - 40. Plant canopy. "Plant canopy" means the total area within the licensed premises of a cultivation facility that is dedicated to the live cultivation of mature marijuana plants, measured horizontally starting from the outermost point of the farthest mature marijuana plant within a designated cultivation area and continuing around the outside of all mature marijuana plants located within the designated cultivation area. "Plant canopy" does not include the areas within the licensed premises of a cultivation facility that are not dedicated to the live cultivation of mature marijuana plants, including, but not limited to, the areas in which marijuana plants are cloned; vegetative areas for immature marijuana plants and seedlings; the areas in which fertilizers, pesticides or other products are stored; and general office space, work areas and walkways.
  - **41. Primary caregiver.** "Primary caregiver" has the same meaning as in Title 22, section 2422, subsection 8-A.
  - 42. Products manufacturing facility. "Products manufacturing facility" means a facility licensed under this chapter to purchase adult use marijuana from a cultivation facility or another products manufacturing facility; to manufacture, label and package adult use marijuana and adult use marijuana products; and to sell adult use marijuana and adult use marijuana products to marijuana stores, to marijuana social clubs and to other products manufacturing facilities.
  - 43. Propagation. "Propagation" means the process of reproducing marijuana plants through the use of marijuana seeds, cuttings or grafting.
  - 44. Qualifying patient. "Qualifying patient" means a person who possesses a valid certification for the medical use of marijuana pursuant to Title 22, section 2423-B.

1 2 3	45. Registered dispensary. "Registered dispensary" means a nonprofit dispensary that is registered by the Department of Health and Human Services pursuant to Title 22, section 2428.
4 5	46. Registered primary caregiver. "Registered primary caregiver" has the same meaning as in Title 22, section 2422, subsection 11.
6 7 8 9	47. Restricted access area. "Restricted access area" means a designated and secure area within the licensed premises of a marijuana store or a marijuana social club where adult use marijuana or adult use marijuana products are stored, displayed for sale, offered for sale, sold or, in the case of a marijuana social club, consumed by a consumer.
10 11	<b>48.</b> Sale or sell. "Sale" or "sell" means a transfer or delivery of marijuana or marijuana products for consideration.
12	49. Sample. "Sample" means:
13 14 15	A. An amount of marijuana or an amount of a marijuana product provided to a testing facility by a marijuana establishment or other person for testing or research and development purposes in accordance with subchapter 6;
16 17 18 19	B. An amount of adult use marijuana or an amount of an adult use marijuana product collected from a licensee by the Department of Agriculture, Conservation and Forestry for the purposes of testing the marijuana or marijuana product for product quality control purposes pursuant to section 512, subsection 2;
20 21	C. An amount of adult use marijuana provided by a cultivation facility to another licensee for business or marketing purposes pursuant to section 501, subsection 8; or
22 23 24	D. An amount of adult use marijuana or an amount of an adult use marijuana product provided to another licensee by a products manufacturing facility for business or marketing purposes pursuant to section 502, subsection 6.
25	50. Seedling. "Seedling" means a marijuana plant that is:
26	A. Not flowering;
27	B. Less than 6 inches in height; and
28	C. Less than 6 inches in width.
29 30 31	51. Tamper-evident. "Tamper-evident" means, with respect to a device or process, bearing a seal, a label or a marking that makes unauthorized access to or tampering with a package, product or container easily detectable.
32 33 34	52. Testing or test. "Testing" or "test" means the research and analysis of marijuana, marijuana products or other substances for contaminants, safety or potency. "Testing" or "test" does not include cultivation or manufacturing.
35 36	53. Testing facility. "Testing facility" means a facility licensed under this chapter to develop, research and test marijuana, marijuana products and other substances.

54. THC. "THC" means tetrahydrocannabinol.

- 1 <u>55. Universal symbol.</u> "Universal symbol" means an image developed by the department, and made available to licensees, that indicates that a container, package or product contains marijuana or contains or is a marijuana product.
  - 56. Visibly intoxicated. "Visibly intoxicated" means in a state of intoxication accompanied by a perceptible act, a series of acts or the appearance of an individual that clearly demonstrates the state of intoxication.

## §103. Unauthorized conduct; penalties

- 1. Unauthorized conduct. Except as otherwise provided in this chapter, in the rules adopted pursuant to this chapter, in chapter 3 or in the Maine Medical Use of Marijuana Act or as specifically authorized pursuant to a license issued under this chapter, a person may not:
- A. Cultivate, manufacture or test marijuana or marijuana products;
  - B. Sell or offer for sale marijuana or marijuana products; or
  - C. Use, possess, transport, transfer, furnish or purchase marijuana or marijuana products.
  - 2. Penalties. In addition to any penalties that may be imposed pursuant to this chapter or chapter 3, a person that violates any other provision of law or rule governing the conduct prohibited under subsection 1 is subject to any criminal or civil penalties that may be imposed pursuant to that other law or rule.

## §104. Administration and enforcement; rulemaking

- 1. State licensing authority. The department has the sole authority under this chapter to:
  - A. Grant or deny applications for the licensure of marijuana establishments under this chapter; and
  - B. Impose on a licensee any penalty authorized under this chapter or the rules adopted pursuant this chapter, including, but not limited to, a monetary penalty or a suspension or revocation of the licensee's license, upon a determination that the licensee has committed a violation of this chapter, a rule adopted pursuant to this chapter or a condition of licensure.
  - 2. Implementation, administration and enforcement. The department shall implement, administer and enforce this chapter and the rules adopted pursuant to this chapter, except that the Department of Agriculture, Conservation and Forestry shall implement, administer and assist the department in the enforcement of this chapter and the rules adopted pursuant to this chapter in any matters concerning the regulation of the cultivation, manufacture and testing of adult use marijuana and adult use marijuana products at cultivation facilities, products manufacturing facilities and testing facilities, including, but not limited to, matters concerning the regulation of marijuana seeds and clones and marijuana plants; security requirements for cultivation facilities, products manufacturing facilities and testing facilities, including, but not limited to, lighting requirements, physical security requirements, alarm requirements and other minimum procedures for internal control and security; the use of pesticides, fungicides and

herbicides in cultivation; the harvesting and storage of marijuana; the imposition of limits on the concentration of THC and other cannabinoids per serving in adult use marijuana products; odor control standards, sanitary standards, refrigeration requirements and storage and warehousing standards for licensees; and the preparation, manufacture, testing, packaging and labeling of adult use marijuana and adult use marijuana products.

- 3. Staffing; department to employ law enforcement personnel. The department and the Department of Agriculture, Conservation and Forestry may employ personnel as necessary to implement, administer and enforce this chapter and the rules adopted pursuant to this chapter. A portion of the overall personnel employed by the department to implement, administer and enforce this chapter and the rules adopted pursuant to this chapter must be sworn law enforcement officers. The number of sworn law enforcement officers employed by the department pursuant to this subsection must be sufficient, as determined by the commissioner, to conduct inspections of the licensed premises of licensees, to ensure compliance by licensees with the requirements of this chapter and the rules adopted pursuant to this chapter and to otherwise enforce this chapter and the rules adopted pursuant to this chapter.
- 4. Rules; consultation. This subsection governs the adoption of rules under this chapter by the department and the Department of Agriculture, Conservation and Forestry. Except as otherwise provided in this chapter, all rules adopted pursuant to this chapter are major substantive rules as defined in Title 5, chapter 375, subchapter 2-A.
  - A. Except as provided in paragraph B, the department shall adopt all rules concerning the licensing and operation of marijuana establishments, including, but not limited to, the initial license and license renewal application processes, qualification for licensure, the payment of licensing fees, the appeals process for a denial of an application for licensure and the conduct of appeals and hearings consistent with the Maine Administrative Procedure Act; the distribution, tracking and sale of adult use marijuana and adult use marijuana products; security requirements for marijuana stores and marijuana social clubs, including, but not limited to, lighting requirements, physical security requirements, alarm requirements and other minimum procedures for internal control and security; the enforcement of this chapter, including, but not limited to, the process for the imposition of a monetary penalty or license suspension or revocation for a violation of this chapter or rules adopted under this chapter and the conduct of hearings involving such penalties consistent with the Maine Administrative Procedure Act; and any other matter necessary for the consistent and effective administration of this chapter.
    - (1) The department shall consult with the Department of Labor prior to the adoption of any rules concerning workplace, employment or other labor matters involved in the regulation of adult use marijuana and adult use marijuana products under this chapter.
    - (2) The department shall consult with the Department of Public Safety prior to the adoption of any rules concerning public safety or law enforcement matters involved in the regulation of adult use marijuana and adult use marijuana products under this chapter.

1	B. The Department of Agriculture, Conservation and Forestry shall adopt rules
2	concerning the regulation of the cultivation, manufacture and testing of adult use
3	marijuana and adult use marijuana products at cultivation facilities, products
4	manufacturing facilities and testing facilities, including, but not limited to, matters
5	concerning the regulation of marijuana seeds and clones and marijuana plants;
6	security requirements for cultivation facilities, products manufacturing facilities and
7	testing facilities, including, but not limited to, lighting requirements, physical security
8	requirements, alarm requirements and other minimum procedures for internal control
9	and security; the use of pesticides, fungicides and herbicides in cultivation; the
10	harvesting and storage of marijuana; the imposition of limits on the concentration of
11	THC and other cannabinoids per serving in adult use marijuana products; odor
12	control standards, sanitary standards, refrigeration requirements and storage and
13	warehousing standards for licensees; and the preparation, manufacture, testing,
14	packaging and labeling of adult use marijuana and adult use marijuana products.
15	(1) The Department of Agriculture Conservation and Forestry shall consult with

- (1) The Department of Agriculture, Conservation and Forestry shall consult with the Department of Labor prior to the adoption of any rules concerning workplace, employment or other labor matters involved in the regulation of adult use marijuana and adult use marijuana products under this chapter.
- (2) The Department of Agriculture, Conservation and Forestry shall consult with the Department of Public Safety prior to the adoption of any rules concerning public safety or law enforcement matters involved in the regulation of adult use marijuana and adult use marijuana products under this chapter.
- 5. Coordination. The department and the Department of Agriculture, Conservation and Forestry, when necessary and practicable, shall coordinate implementation, administrative, enforcement and rule-making activities under this chapter to ensure that this chapter and the rules adopted pursuant to this chapter are implemented, administered and enforced in a consistent and effective manner.

#### §105. Tracking system

The department shall implement and administer a system, referred to in this section as "the tracking system," for the tracking of adult use marijuana and adult use marijuana products from immature marijuana plant to the point of retail sale, disposal or destruction.

- 1. Data submission requirements. The tracking system must allow licensees to submit tracking data for adult use marijuana or adult use marijuana products to the department through manual data entry or through the use of tracking system software commonly used within the marijuana industry as determined by the department.
- 2. Rules. The department shall adopt rules regarding the implementation and administration of the tracking system and tracking requirements for licensees.

#### §106. Individual identification cards

The department shall issue individual identification cards to natural persons licensed under this chapter and, upon the request of a licensee, shall issue individual identification cards to owners, officers, managers, contractors, employees or other support staff of the

- licensee who meet the requirements of this section for the issuance of an individual identification card.
  - 1. Rules. The department shall adopt rules regarding the issuance and format of and the information to be included on individual identification cards issued pursuant to this section.
  - 2. Criminal history record check. Prior to issuing an individual identification card to a natural person pursuant to this section, the department shall require the person to submit to a criminal history record check in accordance with section 204.

# §107. Collection and analysis of public health and safety data

The department shall develop programs or initiatives to facilitate the collection and analysis of data regarding the effects of the use of marijuana in the State, including, but not limited to, youth and adult marijuana use; school suspension and discipline relating to the use of marijuana; poison center calls, emergency department visits and hospitalizations relating to the use of or exposure to marijuana; operating under the influence citations or arrests relating to the use of marijuana; motor vehicle accidents, including information on fatalities, relating to the use of marijuana; violent crime relating to the use of marijuana generally; violent crime and property crime relating to the regulated and unregulated adult use marijuana markets; and marijuana-related citations or arrests. The department may adopt rules to implement this section.

## §108. Awareness and education on public health and safety matters

The department shall develop and implement or facilitate the development and implementation by a public or private entity of programs, initiatives and campaigns focused on increasing the awareness and education of the public on health and safety matters relating to the use of marijuana and marijuana products, including, but not limited to, programs, initiatives and campaigns focused on preventing and deterring the use of marijuana and marijuana products by persons under 21 years of age. Programs, initiatives and campaigns developed and implemented pursuant to this section may be funded with revenue from the Adult Use Marijuana Public Health and Safety Fund established in section 1001. The department may adopt rules to implement this section.

#### §109. Enhanced training for criminal justice agencies

The department shall develop and implement or facilitate the development and implementation by a public or private entity of programs or initiatives providing enhanced training for criminal justice agencies in the requirements and enforcement of this chapter and the rules adopted pursuant to this chapter, including, but not limited to, programs providing grants to regional or local criminal justice agencies to train law enforcement officers in inspections, investigations, searches, seizures, forfeitures and personal use and home cultivation allowances under this chapter and chapter 3 and the rules adopted pursuant to those chapters and in drug recognition procedures and the general enforcement of the State's motor vehicle and criminal laws relating to the use of marijuana. Training programs or initiatives for criminal justice agencies developed and implemented pursuant to this section may be funded with revenue from the Adult Use Marijuana Public Health and Safety Fund established in section 1001. The department may adopt rules to implement this section.

8110	Investigation	hv a	criminal	instice	agency	of un	lawful	activity
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A criminal justice agency may investigate unlawful activity in relation to a marijuana establishment and may conduct a criminal history record check of a licensee or its employees during an investigation of unlawful activity in relation to a marijuana establishment.

A criminal justice agency may investigate unlawful activity in relation to the personal adult use of marijuana or marijuana products or the home cultivation of marijuana for personal adult use as authorized under chapter 3.

## §111. Cultivation, care or sale of marijuana by state or local agency prohibited

A state, county or local agency or department, including, but not limited to, the department, the Department of Agriculture, Conservation and Forestry and a criminal justice agency, may not:

- 1. Cultivation or care of marijuana or marijuana products prohibited. Cultivate or otherwise care for or be required to cultivate or otherwise care for any marijuana or marijuana products belonging to, forfeited by or seized from any licensee or person pursuant to this chapter or chapter 3 or pursuant to any other applicable criminal or civil laws or rules; or
- 2. Sale of marijuana or marijuana products prohibited. Sell or be required to sell marijuana or marijuana products belonging to, forfeited by or seized from any licensee or person pursuant to this chapter or chapter 3 or pursuant to any other applicable criminal or civil laws or rules or that are otherwise in the possession of the agency or department.

#### §112. Employment policies

Notwithstanding any provision of this chapter or chapter 3 to the contrary, an employer:

- 1. Marijuana in workplace. Is not required to permit or accommodate the use, consumption, possession, trade, display, transportation, sale or cultivation of marijuana or marijuana products in the workplace;
- 2. Workplace policies regarding marijuana use. May enact and enforce workplace policies restricting the use of marijuana and marijuana products by employees; and
- 3. Discipline of employees. May discipline employees who are under the influence of marijuana in the workplace in accordance with the employer's workplace policies regarding the use of marijuana and marijuana products by employees.

#### §113. Report to Legislature

- 1. Report required. By February 15, 2019, and annually thereafter, the department and the Department of Agriculture, Conservation and Forestry shall jointly submit a report to the joint standing committee of the Legislature having jurisdiction over adult use marijuana matters as provided in this section.
- 2. Report contents. The report required under subsection 1 must, at a minimum, include the following information:

	COMMITTEE AMENDMENT A WHIT. 1137, E.D. 1030
1 2 3 4	A. The number of applications for each type of license submitted to the department pursuant to this chapter during the prior calendar year, including, if applicable, the number of applications for license renewals, and the number of each type of license conditionally approved by the department during the prior calendar year;
5 6 7	B. The total number of each type of active license issued by the department pursuant to this chapter in the prior calendar year following municipal authorization of a conditionally approved licensee;
8	C. The total square footage of plant canopy approved by the department for active

- C. The total square footage of plant canopy approved by the department for active cultivation facilities licensed in the prior calendar year, the percentage of active cultivation facility licenses by cultivation tier and, if applicable, the number of approved increases in the maximum plant canopy allowed under a tier 4 cultivation facility license in the prior calendar year pursuant to section 304;
- D. The total amount of application fees and license fees collected pursuant to this chapter and the total amount of the sales tax revenue collected on the sale of adult use marijuana and adult use marijuana products during the prior calendar year and the total amount of the sales tax revenue returned to municipalities pursuant to Title 36, section 1818;
  - E. An overview of current adult use marijuana-related staffing at the department and at the Department of Agriculture, Conservation and Forestry and the cost to each department to regulate the adult use marijuana industry in the State during the prior fiscal year and cost projections for the upcoming fiscal year;
- F. The total reported volume and value of adult use marijuana produced and sold by all cultivation facilities in the prior calendar year, if such information is available;
  - G. The total reported volume and value of adult use marijuana and adult use marijuana products sold by all marijuana stores and marijuana social clubs in the prior calendar year, if such information is available;
  - H. The number of inspections of the licensed premises of licensees performed by the department and the Department of Agriculture, Conservation and Forestry during the prior calendar year and the results of those inspections, including, but not limited to, the number of inspections resulting in license violations and the percentage of all licensees inspected during the prior calendar year;
  - I. The number of license violations committed by licensees during the prior calendar year and a breakdown of those violations into specific categories based on the type of violation and the outcome of the violation, including, but not limited to, the total amount of monetary penalties imposed and collected by the department and the percentage of total license violations resulting in the imposition of a monetary penalty, license suspension or license revocation;
- J. Public health and safety data collected, received or analyzed by the department pursuant to section 107 in the prior calendar year; and
- K. Recommendations, including any suggested legislation, to address any issues with the regulation of the adult use marijuana industry in the State encountered by the department or the Department of Agriculture, Conservation and Forestry in the prior calendar year.

1 2 3 4 5	3. Authority to report out legislation. After reviewing the report required under subsection 1, the joint standing committee of the Legislature having jurisdiction over adult use marijuana matters may report out legislation to implement any recommendations contained in the report or to address any other issues identified in the report.
6	SUBCHAPTER 2
7	GENERAL LICENSING REQUIREMENTS
8	§201. License process; license types
9 10 11 12 13	The department, upon receipt of an application in the prescribed form that meets all applicable requirements for licensure under this chapter and the rules adopted pursuant to this chapter, shall issue to the applicant a conditional license to operate one or more of the following types of marijuana establishments or shall deny the application in accordance with section 206:
14 15	1. Cultivation facility. Consistent with the requirements and restrictions of section 205, subsection 2, paragraph A and subchapter 3, a cultivation facility license;
16 17	<b>2. Testing facility.</b> Consistent with the requirements and restrictions of section 205, subsection 2, paragraph B and section 503, subsection 2, a testing facility license;
18	3. Products manufacturing facility. A products manufacturing facility license;
19 20	<b>4. Marijuana store.</b> Consistent with the restrictions of section 205, subsection 2, paragraph C, a marijuana store license; or
21	5. Marijuana social club. Beginning June 1, 2019, a marijuana social club license.
22 23 24 25	Except as provided in section 205, the department may not impose any limitation on the number of licenses within each type of license that it issues to a qualified individual applicant or on the total number of licenses within each type of license that it issues to qualified applicants pursuant to this chapter.
26	§202. General licensing criteria
27 28 29 30 31 32 33 34 35	An applicant for a license to operate a marijuana establishment must meet each of the following requirements, if applicable. Except as otherwise provided in this section, if the applicant is a business entity, every officer, director, manager and general partner of the business entity must meet each of the requirements of this section. An applicant shall disclose in or include with its application the names and addresses of the applicant and all natural persons and business entities having a direct or indirect financial interest in the applied-for license and the nature and extent of the financial interest held by each person or entity and, if applicable, the nature and extent of any financial interest the person or entity has in any other license applied for or issued under this chapter.
36 37	1. Age. The applicant must be at least 21 years of age. If the applicant is a business entity, every officer, director, manager and general partner of the business entity must be

**2. Resident of State.** If the applicant is a natural person, the applicant must be a resident of the State. If the applicant is a business entity:

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at least 21 years of age.

	COMMITTEE AMENDMENT A 10 ft.F. 1139, L.D. 1030
1 2	A. Every officer, director, manager and general partner of the business entity must be a natural person who is a resident of the State; and
3 4 5 6	B. A majority of the shares, membership interests, partnership interests or other equity ownership interests as applicable to the business entity must be held or owned by natural persons who are residents of the State or business entities whose owners are all natural persons who are residents of the State.
7	This subsection does not apply to an applicant for a testing facility license.
8 9 10	3. Two-year residency required. If the applicant is a natural person, the applicant must have been a resident of the State for a period of not less than the 2 years immediately preceding the date of the application. If the applicant is a business entity:
11 12 13	A. Every officer, director, manager and general partner of the business entity must be a natural person who has been a resident of the State for a period of not less than the 2 years immediately preceding the date of the application; and
14 15 16 17 18 19	B. A majority of the shares, membership interests, partnership interests or other equity ownership interests as applicable to the business entity must be held or owned by natural persons who have been residents of the State for a period of not less than the 2 years immediately preceding the date of the application or by business entities whose owners are all natural persons who have been residents of the State for a period of not less than the 2 years immediately preceding the date of the application.
20 21	This subsection does not apply to an applicant for a testing facility license. This subsection is repealed June 1, 2020.
22 23 24	4. Incorporated in State. If the applicant is a business entity, the business entity must be incorporated in the State or otherwise formed or organized under the laws of the State.
25 26	5. No disqualifying drug offense. The applicant may not have been previously convicted of a disqualifying drug offense.
27 28 29 30	6. Not employee of state agency. The applicant may not be employed by the department, the Department of Agriculture, Conservation and Forestry or any other state agency with regulatory authority under this chapter or the rules adopted pursuant to this chapter.
31 32 33 34	7. Not law enforcement officer or corrections officer. The applicant may not be a law enforcement officer; a corrections officer as defined in Title 25, section 2801-A, subsection 2; or any other natural person subject to the certification requirements of Title 25, chapter 341.
35 36	<b>8. No license revocation.</b> The applicant may not have had a license previously issued under this chapter revoked.
37 38	9. No medical registry identification card or registration certificate revocation. The applicant may not have had a registry identification card or registration certificate

Page 15 - 128LR2395(02)-1

10. No revocation of other state marijuana license, permit, certificate or other government-issued authorization. The applicant may not have had a license, permit,

previously issued pursuant to the Maine Medical Use of Marijuana Act revoked.

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certificate	or	other	government-issu	ed aut	horizatio	on issu	aed in	anothe	er jur	risdiction
allowing th	ne c	ultivati	on, manufacture,	testing	or sale	of mar	ijuana	or marij	uana	products
revoked.										_

- 11. No outstanding court-ordered payments. A license may not be issued to an applicant that has any outstanding payments due in this State on court-ordered fines, court-appointed attorney's fees or court-ordered restitution.
- <u>12. Criminal history record check.</u> The applicant must have submitted to a criminal history record check in accordance with the requirements of section 204.
- 13. Compliance with application process; no false statement of material fact. The applicant must have completed all application forms required by the department fully and truthfully and complied with all information requests of the department and the Department of Agriculture, Conservation and Forestry relating to the license application. A license may not be issued to an applicant that has knowingly or recklessly made any false statement of material fact to the department or the Department of Agriculture, Conservation and Forestry in applying for a license under this chapter.

#### §203. Additional licensing considerations

An applicant for a license to operate a marijuana establishment shall submit, and the department shall consider in determining whether to grant the license, the following additional information. If the applicant is a business entity, the applicant must submit the information required by this section for every officer, director, manager and general partner of the business entity.

- 1. Other convictions. The applicant shall submit information regarding the applicant's criminal convictions in this State or in another jurisdiction for any offense involving dishonesty, deception, misappropriation or fraud. The applicant may submit and the department shall consider if submitted any information regarding the applicant's criminal history record, including, but not limited to, evidence of rehabilitation, character references and educational achievements, with special consideration given to the time between the applicant's last criminal conviction and the consideration by the department of the application for licensure.
  - **2.** Tax compliance. The applicant shall submit information regarding:
  - A. The applicant's history of paying income and other taxes owed to the State, to another jurisdiction, if applicable, and to the United States Internal Revenue Service over the 2 years immediately preceding the year in which the application is filed; and
  - B. Any outstanding tax liens imposed or levied against the applicant within the 5 years immediately preceding the year in which the application is filed.
- 3. Other state marijuana-related violations or penalties. If the applicant has held a license, permit, certificate or other government-issued authorization in another jurisdiction allowing the cultivation, manufacture, testing or sale of marijuana or marijuana products, the applicant shall submit information regarding any violations by or penalties imposed on the applicant in that other jurisdiction.

#### §204. Criminal history record check

The department shall request a criminal history record check for each applicant for a license under this chapter and may at any time require a licensee to submit to a criminal history record check in accordance with this section. If the applicant is a business entity, every officer, director, manager and general partner of the business entity is required to submit to a criminal history record check in accordance with this section. A criminal history record check conducted pursuant to this section must include criminal history record information obtained from the Maine Criminal Justice Information System established in Title 16, section 631 and the Federal Bureau of Investigation.

- 1. Record of public criminal history information required. Criminal history record information obtained from the Maine Criminal Justice Information System pursuant to this section must include a record of public criminal history record information as defined in Title 16, section 703, subsection 8.
- 2. Other state and national criminal history record information required. Criminal history record information obtained from the Federal Bureau of Investigation pursuant to this section must include other state and national criminal history record information.
- 3. Fingerprinting. An individual required to submit to a criminal history record check under this section shall submit to having the individual's fingerprints taken. The State Police, upon payment by the individual of the fee required under subsection 4, shall take or cause to be taken the individual's fingerprints and shall forward the fingerprints to the Department of Public Safety, Bureau of State Police, State Bureau of Identification. The State Bureau of Identification shall conduct the state and national criminal history record checks required under this section. Except for the portion of a payment, if any, that constitutes the processing fee for a criminal history record check charged by the Federal Bureau of Investigation, all money received by the State Police under this section must be paid to the Treasurer of State, who shall apply the money to the expenses incurred by Department of Public Safety in the administration of this section.
- **4. Fees.** The department shall by rule set the amount of the fee to be paid by an individual under subsection 3 for each criminal history record check required to be performed under this section.
- **5.** Availability of criminal history record information. The subject of a Federal Bureau of Investigation criminal history record check may obtain a copy of the criminal history record check by following the procedures outlined in 28 Code of Federal Regulations, Sections 16.32 and 16.33. The subject of a state criminal history record check may inspect and review the criminal history record information pursuant to Title 16, section 709.
- 6. Use of criminal history record information. State and national criminal history record information obtained by the department under this section may be used only for the purpose of screening an applicant for a license or a licensee under this chapter or as necessary for the issuance of an individual identification card under section 106.
- 7. Confidentiality. All criminal history record information obtained by the department pursuant to this section is confidential, is for the official use of the department

only and may not be disseminated outside of the department or disclosed to any other 1 2 person or entity except as provided in subsection 5. 3 8. Rules. The department, after consultation with the Department of Public Safety, 4 Bureau of State Police, State Bureau of Identification, shall adopt rules to implement this 5 section. 6

## §205. Application process; issuance of license

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- 1. Forms; payment of fees. An applicant shall file an application on forms prepared and furnished by the department for the type of license sought along with the appropriate application fee as determined by the department pursuant to section 207.
- 2. Applications for multiple licenses. An applicant may apply for and be granted multiple licenses of any license type under this chapter, except that:
  - A. If the applicant has applied for the issuance or renewal of a cultivation facility license, the issuance or renewal of the cultivation facility license may not result in the applicant or a person with a direct or indirect financial interest in that license holding or having a direct or indirect financial interest in:
    - (1) More than 3 cultivation facility licenses; or
    - (2) Multiple cultivation facility licenses with a combined total licensed amount of plant canopy exceeding 30,000 square feet, except when that exceedance is solely attributable to approved increases in the maximum licensed area of plant canopy authorized under a tier 4 cultivation facility license pursuant to section 304;
  - B. If the applicant has applied for the issuance or renewal of a testing facility license, the applicant may not be a primary caregiver or registered primary caregiver or have an interest in a registered dispensary, in a cultivation facility license, a products manufacturing facility license, a marijuana store license or a marijuana social club license. If the applicant has applied for the issuance or renewal of any license under this chapter that is not a testing facility license, the applicant may not have an interest in a testing facility license. An applicant that meets the requirements for the issuance of a testing facility license under this chapter and the requirements of this paragraph may apply for and be issued multiple testing facility licenses. For purposes of this paragraph, "interest" means an equity ownership interest or a partial equity ownership interest or any other type of financial interest, including, but not limited to, being an investor or serving in a management position; and
  - C. If the applicant has applied for the issuance or renewal of a marijuana store license, the issuance or renewal of the marijuana store license may not result in the applicant or a person with a direct or indirect financial interest in that license holding or having a direct or indirect financial interest in more than 4 marijuana store licenses.
  - This paragraph is repealed January 1, 2021.
- 3. Issuance of conditional license. Within 90 days of receipt of an application for a license to operate a marijuana establishment or for renewal of an existing license to operate a marijuana establishment, the department either shall issue to the applicant a

	COMMITTEE AMENDMENT A 10 ft.F. 1139, L.D. 1030
1 2 3	conditional license to operate the marijuana establishment if the applicant meets all applicable requirements for licensure under this chapter and the rules adopted pursuant to this chapter or shall deny the application in accordance with section 206.
4 5 6 7	A. A licensee that has been issued a conditional license by the department may not engage in the cultivation, manufacture, testing or sale of adult use marijuana or adult use marijuana products until the department has issued an active license to the licensee pursuant to subsection 4.
8 9 10 11 12	B. A conditional license issued by the department pursuant to this subsection is effective for a period of one year from the date of issuance and may not be renewed. If a licensee issued a conditional license by the department fails to obtain an active license from the department pursuant to subsection 4 within one year from the date of issuance of the conditional license, the conditional license expires.
13	4. Issuance of active license upon certification of municipal authorization and
14 15 16	payment of applicable license fee. The department shall issue an active license to an applicant that has been issued a conditional license pursuant to subsection 3 and that meets all applicable requirements of this subsection.
17 18 19 20	A. Within 10 days of receiving certification of municipal authorization as required by section 402, subsection 3, paragraph B, the department shall notify the applicant that certification of municipal authorization has been confirmed and that, in order for the department to issue an active license, the applicant must:
21	(1) Pay the applicable license fee required pursuant to section 207;
22 23 24	(2) Submit a facility plan that designates the location within the municipality in which the marijuana establishment will be located and that details the size and layout of the marijuana establishment;
25 26 27 28 29 30 31	(3) If the application is for a license to operate a cultivation facility, submit updated operating and cultivation plans as required under section 302 based upon the actual premises to be licensed, except that, if no changes to the original operating and cultivation plans submitted by the applicant are necessary based upon the actual premises to be licensed, then the applicant may satisfy this requirement by resubmitting the original operating and cultivation plans and noting on those plans that no changes are necessary; and
32 33 34 35	(4) If the application is for a license to operate a nursery cultivation facility, as described in section 301, subsection 5, a marijuana store or a marijuana social club, register with the State Tax Assessor pursuant to Title 36, section 1754-B to collect and remit the sales tax imposed pursuant to Title 36, section 1811.
36 37 38 39	B. The department shall prepare and furnish to applicants and municipalities a certification form by which a municipality may certify to the department that the applicant has obtained municipal authorization as required by section 402, subsection 3, paragraph B.

C. Upon receipt of payment of the applicable license fee and any other

documentation required under paragraph A, the department shall issue an active

license to the applicant. The license must specify the date of issuance of the license,

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the period of licensure	the date	of ext	oiration	of the	license.	the na	me of	the	license
and the address of the l	•				,				

- 5. Each license separate. Each license issued by the department to an applicant under this chapter is separate and distinct from any other license issued by the department to that same applicant under this chapter. A person must obtain a separate license under this chapter for each proposed geographical location of any type of marijuana establishment.
- 6. Licensee must maintain possession of premises. As a condition of licensure, a licensee must at all times maintain possession of the licensed premises of the marijuana establishment that the licensee is licensed to operate, whether pursuant to a lease, rental agreement or other arrangement for possession of the premises or by virtue of ownership of the premises. If a licensee fails to maintain possession of the licensed premises, the licensee shall immediately cease all activities relating to the operation of the marijuana establishment and may apply to the department for relocation of the licensed premises pursuant to section 211 or may terminate its license pursuant to section 212.

#### §206. Denial of license

- 1. Denial for good cause. The department, for good cause, may deny an application for an initial license, a license renewal, a transfer of ownership interests or a relocation of licensed premises. Denial of an application by the department pursuant to this section constitutes a final agency action as defined in Title 5, section 8002, subsection 4.
- **2. Good cause defined.** As used in this section, "good cause" means a finding by the department that:
  - A. An applicant or licensee has violated, does not meet or has failed to comply with any of the terms, conditions or provisions of this chapter, the rules adopted pursuant to this chapter or any other applicable state or local law, rule or regulation; or
  - B. An applicant or licensee has failed to comply with any special terms, consent decree or conditions placed upon the previously issued license pursuant to an order of the department or the municipality in which the licensed premises are located.
- 3. Notification of denial and right to appeal. Upon the department's determination to deny a license application, the department shall notify the applicant in writing of the denial, the basis for the denial and the applicant's right to appeal the denial to the Superior Court in accordance with Rule 80C of the Maine Rules of Civil Procedure.

#### §207. Application fees; license fees

The department, in accordance with the provisions of this section, shall adopt by rule a licensing fee schedule establishing fees that are designed to meet, but not to exceed, the estimated licensing, enforcement and administrative costs of the department and the Department of Agriculture, Conservation and Forestry under this chapter.

- <u>1. Fees for cultivation facilities.</u> For a cultivation facility license, the department shall require payment of an application fee and a license fee as follows:
- A. For a tier 1 cultivation facility license, as described in section 301, subsection 1, an application fee of \$100 and a license fee as follows:

1	(1) If the applicant has applied for a plant-count-based tier 1 cultivation facility
2	license as described in section 301, subsection 1, paragraph A, a license fee of
3	not more than \$9 per mature marijuana plant for an outdoor cultivation facility
4	and not more than \$17 per mature marijuana plant for an indoor cultivation
5	facility or a cultivation facility with both indoor and outdoor cultivation areas; or
6	(2) If the applicant has applied for a plant-canopy-based tier 1 cultivation facility
7	license as described in section 301, subsection 1, paragraph B, a license fee of not
8	more than \$250 for an outdoor cultivation facility and not more than \$500 for an
9	indoor cultivation facility or a cultivation facility with both indoor and outdoor
10	cultivation areas;
11	B. For a tier 2 cultivation facility license, as described in section 301, subsection 2,
12	an application fee of \$500 and a license fee of not more than \$1,500 for an outdoor
13	cultivation facility and not more than \$3,000 for an indoor cultivation facility or a
14	cultivation facility with both indoor and outdoor cultivation areas;
15	C. For a tier 3 cultivation facility license, as described in section 301, subsection 3,
16	an application fee of \$500 and a license fee of not more than \$5,000 for an outdoor
17	cultivation facility and not more than \$10,000 for an indoor cultivation facility or a
18	cultivation facility with both indoor and outdoor cultivation areas;
19	D. For a tier 4 cultivation facility license, as described in section 301, subsection 4,
20	an application fee of \$500 and a license fee of not more than \$15,000 for an outdoor
21	cultivation facility and not more than \$30,000 for an indoor cultivation facility or a
22	cultivation facility with both indoor and outdoor cultivation areas, except that, for a
23	tier 4 cultivation facility license for which an increased amount of licensed plant
24	canopy has been approved by the department pursuant to section 304, for each
25	approved increase in the amount of licensed plant canopy, the department may
26	increase the maximum license fee by not more than \$5,000 for an outdoor cultivation
27	facility and by not more than \$10,000 for an indoor cultivation facility or a
28	cultivation facility with both indoor and outdoor cultivation areas; and
29	E. For a nursery cultivation facility license, as described in section 301, subsection 5,
30	an application fee of \$60 and a license fee of \$350.
31	2. Fees for products manufacturing facilities, marijuana stores and marijuana
32	social clubs. For a products manufacturing facility license, a marijuana store license or a
33	marijuana social club license, the department shall require payment of an application fee
34	of \$250 and a license fee of not more than \$2,500.
35	3. Fees for testing facilities. For a testing facility license, the department shall
36	require payment of an application fee of \$250 and a license fee of not more than \$1,000.
37	4. Payment of fees; fees to be deposited into Adult Use Marijuana Regulatory
38	Coordination Fund. An applicant shall pay the application fee required by the
39	department at the time that the applicant submits an application for licensure to the
40	department for processing. An applicant shall pay the license fee required by the
41	department in accordance with section 205, subsection 4. All fees collected by the
42	department pursuant to this section must be deposited into the Adult Use Marijuana
43	Regulatory Coordination Fund established in section 1102.

5. Return of fees prohibited. The department may not return to an applicant or licensee or reimburse an applicant or licensee for any portion of an application or license fee paid by the applicant or licensee, regardless of whether the applicant withdraws its application prior to a final decision of the department on the application, the licensee voluntarily terminates its license pursuant to section 212 or the department suspends or revokes the licensee's license in accordance with the provisions of subchapter 8.

#### §208. License term

An active license issued by the department pursuant to section 205, subsection 4 is effective for a period of one year from the date of issuance and may be renewed pursuant to section 209.

#### §209. License renewal

- 1. Notification of expiration date. Ninety days prior to the expiration of an existing license issued under section 205, subsection 4, the department shall notify the licensee of the expiration date and the opportunity for renewal. Except as otherwise provided in this section, a licensee seeking to renew an existing license must file an application for renewal with the department, on forms prepared and furnished by the department, not less than 30 days prior to the date of expiration of the license.
- 2. Extension for good cause shown; late applications. Notwithstanding subsection 1, the department may for good cause shown accept an application for renewal of an existing license less than 30 days prior to the date of expiration of the license upon the payment of a late application fee to the department. The department may not accept an application for renewal of a license after the date of expiration of that license.
- 3. Operation under expired license. A licensee that files an application for renewal of its existing license and pays all required fees under this section prior to the expiration of the license may continue to operate the marijuana establishment under that license notwithstanding its expiration until such time as the department takes final action on the renewal application, except when the department suspends or revokes the license in accordance with the provisions of subchapter 8 prior to taking final action on the renewal application.
- 4. Expired license; cessation of activity and forfeiture of marijuana and marijuana products. Except as provided in subsection 3, a person whose license has expired shall immediately cease all activities relating to the operation of the marijuana establishment previously authorized under that license and ensure that all adult use marijuana and adult use marijuana products cultivated, manufactured or otherwise in the possession of the person pursuant to that license are forfeited to the department for destruction in accordance with section 803.
- 5. Renewal application process; fees; rules. An applicant seeking renewal of a license to operate a marijuana establishment must pay to the department a renewal application fee or, if applicable, a late renewal application fee, and must demonstrate continued compliance with all applicable licensing criteria under this chapter, including, but not limited to, obtaining municipal authorization as required by section 402, subsection 3, paragraph B, except that an applicant seeking renewal of a license is not

- required to submit to a criminal history record check under section 204 unless specifically required to do so by the department.

  A. The department may not issue an active license to a licensee seeking renewal of a
  - A. The department may not issue an active license to a licensee seeking renewal of a license until the licensee obtains municipal authorization as required by section 402, subsection 3, paragraph B, pays the applicable license fee required under section 207 and meets all other applicable requirements for the issuance of an active license under section 205, subsection 4.
  - B. The department shall by rule set forth requirements for the submission, processing and approval of a renewal application, which must include, but are not limited to, setting of a reasonable renewal application fee and a reasonable late renewal application fee.

## §210. Transfer of ownership interests

- 1. Transfer application. A licensee may apply to the department, on forms prepared and furnished by the department, for approval to transfer ownership interests in the license, including, but not limited to, a transfer of only a portion of the ownership interests in the license.
- 2. Compliance with licensure requirements; rules. A person seeking to assume an ownership interest pursuant to this section in a license must demonstrate to the department compliance with all applicable requirements for licensure under this chapter and the rules adopted under this chapter. The department shall by rule adopt requirements for the submission of a license transfer application and standards for the approval of a license transfer application, including, but not limited to, provisions relating to municipal authorization of a transfer of ownership interests in a license.

#### §211. Relocation of licensed premises

- 1. Relocation application. A licensee may apply to the department, on forms prepared and furnished by the department, for approval to relocate the licensed premises of the marijuana establishment that the licensee is licensed to operate.
- 2. Municipal authorization required. In accordance with the requirements of section 402, subsection 3, paragraph B, the department shall, within 10 days of receiving certification of municipal authorization from the municipality in which the relocated premises are to be located, notify the licensee that municipal authorization has been confirmed for the relocation and that the licensee may proceed with relocation, and the department shall issue to the licensee an updated license specifying the address of the new premises.
- 3. Effect on license term. A relocation of licensed premises pursuant to this section does not extend or otherwise modify the license term of the license subject to relocation.
- **4. Rules.** The department shall by rule adopt requirements for the submission of a license relocation application and standards for the approval of a relocation application.

#### §212. Termination of license

1. Notification of termination required. A licensee may not permanently abandon the licensed premises of the licensee or otherwise permanently cease all activities relating

to the operation of the marijuana establishment under its license, whether voluntarily or
pursuant to a license revocation in accordance with subchapter 8, without notifying the
department and the municipality in which the licensed premises are located at least 48
hours in advance of the abandonment or termination.

2. Forfeiture and destruction of marijuana and marijuana products. Prior to abandoning the licensed premises of the licensee or terminating operations, a licensee shall provide the department and the municipality in which the licensed premises are located with a full accounting of all adult use marijuana and adult use marijuana products located within the licensed premises and forfeit the marijuana and marijuana products to the department for destruction in accordance with section 803.

## §213. Notice of new owner, officer, manager or employee

Before any proposed new owner, officer, manager or employee may own, manage, work for or otherwise associate with a licensee, the licensee shall notify the department in writing of the name, address and date of birth of the proposed new owner, officer, manager or employee and the proposed new owner, officer, manager or employee shall submit to a criminal history record check pursuant to section 204, obtain an individual identification card pursuant to section 106 and, in the case of a new owner or other person assuming an equity ownership interest or a partial equity ownership interest in the license, obtain approval for the transfer of ownership interests pursuant to section 210.

#### §214. Inactive licenses

The department may revoke or refuse to renew any license if it determines that the licensed premises have been inactive without good cause for a period of one year or more.

# §215. Notification to municipality; sharing of information with Bureau of Revenue Services

The department shall notify a municipality within 14 days of the date the department approves, renews, denies, suspends or revokes the license of a licensee whose licensed premises are located or proposed to be located in the municipality; imposes a monetary penalty on a licensee located within the municipality; approves relocation of the licensed premises of a marijuana establishment to or from the municipality; or approves a transfer of ownership interest in a license with respect to which the licensed premises are located within the municipality.

The department shall provide the Bureau of Revenue Services with the same information provided to a municipality under this section at the time that the department notifies the municipality.

#### **SUBCHAPTER 3**

#### LICENSING REQUIREMENTS FOR CULTIVATION FACILITIES

#### §301. Cultivation facility license types

Subject to the requirements and restrictions of this subchapter and the requirements of subchapter 2, the department may issue to an applicant any of the following types of cultivation facility licenses:

- 1. Tier 1 cultivation facility license. A tier 1 cultivation facility license, which allows cultivation by a licensee of:
  - A. Not more than 30 mature marijuana plants and an unlimited number of immature marijuana plants and seedlings; or
  - B. Not more than 335 square feet of plant canopy.

An applicant for a tier 1 cultivation facility license shall designate in its cultivation plan whether the license sought is a plant-count-based tier 1 cultivation facility license under paragraph A or a plant-canopy-based tier 1 cultivation facility license under paragraph B.

- 2. Tier 2 cultivation facility license. A tier 2 cultivation facility license, which allows cultivation by a licensee of not more than 2,010 square feet of plant canopy;
- 3. Tier 3 cultivation facility license. A tier 3 cultivation facility license, which allows cultivation by a licensee of not more than 6,700 square feet of plant canopy;
- 4. Tier 4 cultivation facility license. A tier 4 cultivation facility license, which allows cultivation by a licensee of not more than 20,100 square feet of plant canopy, except as provided in section 304; or
- 5. Nursery cultivation facility license. A nursery cultivation facility license, which allows cultivation by a licensee of not more than 1,000 square feet of plant canopy, subject to the requirements and restrictions of section 501, subsection 3.

For the purposes of this subsection, "plant canopy" means the total area within the licensed premises of a nursery cultivation facility that is dedicated to the live cultivation of marijuana plants, including, but not limited to, the areas in which mother plants are grown and maintained, the areas in which marijuana plants are propagated from seed to plant tissue, the areas in which marijuana plants are cloned, vegetative or flowering areas for marijuana plants and quarantine areas. "Plant canopy" does not include the areas within the licensed premises of a nursery cultivation facility that are not dedicated to the live cultivation of marijuana plants, including, but not limited to, the areas in which fertilizers, pesticides or other products are stored; and general office space, work areas and walkways.

#### §302. Additional information required for application for cultivation facility license

In addition to the information required to be submitted to the department pursuant to subchapter 2 and the rules relating to licensure of a cultivation facility adopted pursuant to this chapter, an applicant for a cultivation facility license shall submit to the department the following information.

1. Operating plan. The applicant shall submit an operating plan demonstrating the proposed size and layout of the cultivation facility; plans for wastewater and waste disposal for the cultivation facility; plans for providing electricity, water and other utilities necessary for the normal operation of the cultivation facility; plans for securing

	COMMITTEE AMENDMENT "A" to H.P. 1139, L.D. 1650
1	the proposed facility and otherwise meeting applicable security requirements under this
2	chapter and the rules adopted pursuant to this chapter; and plans for compliance with
3	applicable building code and federal and state environmental requirements.
4 5	2. Cultivation plan. The applicant shall submit a cultivation plan demonstrating the proposed size and layout of the cultivation areas at the cultivation facility and
6	designating:
7	A. The total amount of plant canopy or, in the case of a plant-count-based tier 1
8	cultivation facility license, the number of mature marijuana plants proposed under the
9	license;

- B. The total square footage of the areas within the cultivation facility that the applicant proposes to dedicate to the cultivation of mother plants, seedlings and immature marijuana plants; and
- The total square footage of the areas within the cultivation facility that the applicant proposes to dedicate to the cultivation of mature marijuana plants. An applicant for a nursery cultivation facility license shall meet the requirements of this paragraph by designating on the cultivation plan the areas within the cultivation facility in which mature marijuana plants are to be cultivated, demonstrating the physical separation of such areas from the areas in which immature marijuana plants and seedlings are to be cultivated in accordance with section 501, subsection 3, paragraph B.

#### §303. Increase in cultivation tier upon renewal

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A licensee seeking renewal of a cultivation facility license may, if applicable and in accordance with this section, apply for a tier of cultivation facility license with a greater area of authorized plant canopy than is authorized under the licensee's current cultivation facility license.

- 1. Approval criteria. The department may issue the applied-for tier of cultivation facility license if the licensee otherwise meets all applicable requirements for continued licensure under this chapter and the rules adopted pursuant to this chapter and the licensee has demonstrated to the department's satisfaction that:
  - A. The licensee has over the current period of licensure sold at least 85% of the adult use marijuana cultivated by the licensee at its cultivation facility; and
  - B. The approval of the applied-for tier of cultivation facility license will not cause the licensee to exceed the combined plant canopy limitation in section 205, subsection 2, paragraph A.
- 2. Consideration of renewal of current license tier if approval criteria not met. If the department determines that the licensee has failed to satisfy the requirements of this section for the applied-for tier of cultivation facility license, the department shall consider renewing the licensee's license at the current tier.
- This section does not apply to a nursery cultivation facility licensee.

<b>§304.</b>	Increase in	maximum	licensed	plant	canopy	upon	renewal	of tier	4 license

In accordance with the requirements of this section, not more than once every 2 years, a licensee seeking renewal of a tier 4 cultivation facility license may apply to increase by 6,700 square feet the maximum area of plant canopy authorized under its current tier 4 cultivation facility license.

- 1. Approval criteria. The department may approve the requested increase if the licensee otherwise meets all applicable requirements for continued licensure under this chapter and the rules adopted pursuant to this chapter and the licensee has demonstrated to the department's satisfaction that the licensee has over the past 2-year period of licensure sold at least 85% of the adult use marijuana cultivated by the licensee at its cultivation facility.
- 2. Consideration of renewal of current licensed amount of plant canopy if approval criteria not met. If the department determines that the licensee has failed to satisfy the requirements of this section for the requested increase, the department shall consider renewing the licensee's license at the current tier and currently authorized maximum area of plant canopy.

#### **SUBCHAPTER 4**

#### MUNICIPAL REGULATION OF MARIJUANA ESTABLISHMENTS

#### §401. Municipal regulation of marijuana establishments generally

In accordance with this subchapter and pursuant to the home rule authority granted under the Constitution of Maine, Article VIII, Part Second and Title 30-A, section 3001, a municipality may regulate marijuana establishments within the municipality, including, but not limited to, adoption of the following types of regulations and restrictions.

- 1. Land use regulations. A municipality may adopt an ordinance providing land use regulations applicable to marijuana establishments within the municipality.
- 2. General authorization or limitation of marijuana establishments. A municipality may adopt an ordinance generally authorizing the operation of some or all types of marijuana establishments within the municipality. A municipality may adopt an ordinance limiting the number of any type of marijuana establishment that may be authorized to operate within the municipality.
- 3. Municipal licensing requirements. A municipality may adopt an ordinance providing licensing requirements applicable to marijuana establishments within the municipality, which may include, but are not limited to, provisions establishing a municipal licensing fee schedule pursuant to Title 30-A, section 3702.

Notwithstanding any other provision of law to the contrary, a municipal ordinance regulating marijuana establishments within the municipality adopted pursuant to this subchapter is not subject to the requirements or limitations of Title 7, chapter 6 or Title 7-A, section 201-B.

## §402. Municipal authorization of marijuana establishments

- 1. Request for municipal authorization to operate marijuana establishment within municipality prohibited unless generally authorized by municipality. A person seeking to operate a marijuana establishment within a municipality may not request municipal authorization to operate the marijuana establishment and a municipality may not accept as complete the person's request for municipal authorization unless:
  - A. The legislative body of the municipality has voted to generally authorize some or all types of marijuana establishments within the municipality, including the type of marijuana establishment the person seeks to operate; and
  - B. The person has been issued by the department a conditional license to operate the marijuana establishment pursuant to section 205, subsection 3.
- 2. Minimum authorization criteria. A municipality may not authorize the operation of a marijuana establishment within the municipality if:
  - A. The marijuana establishment is proposed to be located within 1,000 feet of the property line of a preexisting public or private school, except that, if a municipality chooses to prohibit the location of marijuana establishments at distances less than 1,000 feet but not less than 500 feet from the property line of a preexisting public or private school, that lesser distance applies. For the purposes of this paragraph, "school" includes a public school, as defined in Title 20-A, section 1, subsection 24, a private school, as defined in Title 20-A, section 1, subsection 22, a public preschool program, as defined in Title 20-A, section 1, subsection 23-A or any other educational facility that serves children from prekindergarten to grade 12; or
  - B. The person requesting municipal authorization to operate the marijuana establishment fails to demonstrate possession or entitlement to possession of the proposed licensed premises of the marijuana establishment pursuant to a lease, rental agreement or other arrangement for possession of the premises or by virtue of ownership of the premises.
- 3. Municipal authorization required for operation of marijuana establishment. A person may not operate a marijuana establishment within a municipality unless:
  - A. The legislative body of the municipality has voted to generally authorize some or all types of marijuana establishments within the municipality, including that type of marijuana establishment;
  - B. The person has obtained all applicable municipal approvals, permits or licenses required by the municipality for the operation of that type of marijuana establishment; and
- C. The person has been issued by the department an active license to operate the marijuana establishment pursuant to section 205, subsection 4.
- A municipality may certify a person's compliance with the requirements of paragraph B on the form prepared and furnished by the department pursuant to section 205, subsection 4, paragraph B.
- 41 <u>4. Municipal failure to act on request for municipal authorization.</u> If a municipality whose legislative body has voted to generally authorize some or all types of

marijuana establishments within the municipality fails to act on a person's request for municipal authorization to operate a marijuana establishment within the municipality, the municipality's failure to act does not satisfy the municipal authorization requirement of subsection 3, paragraph B.

- 5. Appeal of municipal failure to act on request for municipal authorization. If a municipality whose legislative body has voted to generally authorize some or all types of marijuana establishments within the municipality fails to act on a person's request for municipal authorization to operate a marijuana establishment within the municipality within 90 days after the date the person submitted the request to the municipality, the request is deemed denied and the denial constitutes a final government action that may be appealed to the Superior Court in accordance with Rule 80B of the Maine Rules of Civil Procedure, except that, if the municipality notifies the person in writing prior to the expiration of the 90-day period that the request cannot be processed prior to the expiration of the 90-day period, the request is deemed denied and the denial constitutes a final government action only if the municipality fails to act on the request within 180 days after the date the person submitted the request to the municipality.
- 6. Withdrawal of municipal authorization. If a municipality at any time withdraws the municipality's authorization for the operation of a marijuana establishment within the municipality based upon a violation by the licensee operating the marijuana establishment of the terms or conditions of a municipal license or a municipal regulation governing the operation of marijuana establishments within the municipality, or for other good cause, the licensee shall immediately cease all activities relating to the operation of the marijuana establishment and may:
  - A. Apply to the department for relocation of the licensed premises pursuant to section 211;
  - B. Terminate its license pursuant to section 212; or
  - C. If the licensee timely appeals the decision of the municipality to withdraw the municipality's authorization, continue operation within the municipality until the earliest of the date on which the licensee exhausts all appeals, the date the licensee's department-issued license expires and is not renewed or the date the licensee's department-issued license is suspended or revoked by the department pursuant to subchapter 8.

#### §403. Information requests

A municipality may request that the department provide any information obtained by the department pursuant to the provisions of subchapter 2 or 3 that the municipality determines necessary for the administration of the municipality's authorization process for marijuana establishments under this subchapter. Unless the information is confidential pursuant to law or rule, the department, in a timely manner, shall provide to the municipality the information requested pursuant to this section.

#### §404. Notification to department

A municipality shall notify the department within 14 days of the date the municipality authorizes the operation of a marijuana establishment within the municipality; issues or renews a license for the operation of a marijuana establishment within the municipality;

1	withdraws authorization or suspends or revokes a license for the operation of a marijuana
2	establishment within the municipality; approves relocation of the licensed premises of a
3	marijuana establishment to the municipality; or approves a transfer of ownership interests
4	in a license the licensed premises of which are located within the municipality.
5	The department shall provide the Bureau of Revenue Services with any information
6	received from a municipality pursuant to this section within 14 days of the date the
7	department receives that information.

# SUBCHAPTER 5

## **OPERATING REQUIREMENTS FOR MARIJUANA ESTABLISHMENTS**

#### §501. Operation of cultivation facilities

A cultivation facility must be operated in accordance with the provisions of this section and the rules adopted pursuant to this chapter.

- 1. Cultivation of adult use marijuana only for sale and distribution to other licensees. Except as otherwise provided in this section, a cultivation facility may cultivate adult use marijuana only for sale and distribution to products manufacturing facilities, marijuana stores or other cultivation facilities.
- 2. Retail sale of adult use marijuana without separate marijuana store license prohibited. Except as provided in subsection 3, a cultivation facility may not sell or offer to sell adult use marijuana, immature marijuana plants or seedlings to consumers unless the cultivation facility licensee obtains from the department a separate license to operate a marijuana store and otherwise complies with all applicable requirements under this chapter and the rules adopted pursuant to this chapter concerning the operation of marijuana stores. A cultivation facility may not give away adult use marijuana, adult use marijuana products or marijuana plants to a consumer.
- 3. Operation of nursery cultivation facilities. A nursery cultivation facility as described in section 301, subsection 5 must be operated in accordance with the provisions of this subsection and must comply with all other applicable requirements of this chapter and the rules adopted pursuant to this chapter.
  - A. A nursery cultivation facility may cultivate immature marijuana plants, seedlings and marijuana seeds only for sale and distribution to marijuana stores and to other cultivation facilities pursuant to paragraph C and to consumers pursuant to paragraph D.
  - B. A nursery cultivation facility may cultivate mature marijuana plants only for the propagation of those mature marijuana plants or for the production of marijuana seeds by those mature marijuana plants, but the area within a nursery cultivation facility in which mature marijuana plants are cultivated must be physically separated from the area within the facility in which immature marijuana plants and seedlings are cultivated. A nursery cultivation facility may not sell, distribute or otherwise transfer to any person mature marijuana plants, marijuana flower or marijuana trim.
  - C. A nursery cultivation facility may sell and distribute to marijuana stores and other cultivation facilities only immature marijuana plants, seedlings and marijuana seeds.

1 2 3	D. A nursery cultivation facility may sell to consumers only immature marijuana plants, seedlings, marijuana seeds and agricultural or gardening supplies relating to the cultivation of marijuana. Sales to consumers by a nursery cultivation facility:
4 5 6 7 8 9 10	(1) Must be conducted within a portion of the licensed premises of the nursery cultivation facility that is dedicated to consumer sales of immature marijuana plants, seedlings, marijuana seeds and agricultural or gardening supplies relating to the cultivation of marijuana. A nursery cultivation facility licensee shall ensure that the portion of the licensed premises of the nursery cultivation facility that is dedicated to consumer sales complies with all applicable requirements of this chapter and the rules adopted pursuant to this chapter concerning the operation of marijuana stores; and
12 13	(2) Are subject to the sales tax imposed pursuant to Title 36, section 1811 and must be collected and remitted as required by subsection 9.
14 15 16	E. The Department of Agriculture, Conservation and Forestry, after consultation with the department, shall adopt rules regulating the operation of nursery cultivation facilities.
17 18 19 20 21 22 23	4. Marijuana extraction without separate products manufacturing facility license prohibited. A cultivation facility may not engage in the manufacture of marijuana concentrate by marijuana extraction unless the cultivation facility licensee has obtained from the department a separate license to operate a products manufacturing facility and otherwise meets the requirements under this chapter and the rules adopted pursuant to this chapter concerning the operation of a products manufacturing facility and concerning marijuana extraction.
24 25 26 27 28	5. Use of shared facility for cultivation of adult use marijuana and marijuana for medical use prohibited. A cultivation facility licensee that is also a registered primary caregiver or a registered dispensary may not cultivate adult use marijuana pursuant to this chapter within the same facility in which the licensee also cultivates marijuana for medical use pursuant to the Maine Medical Use of Marijuana Act.
29 30 31	6. Change to operating plan or cultivation plan. A cultivation facility licensee shall submit to the department in writing any material change to the cultivation facility's operating plan or cultivation plan as described under section 302.
32 33	7. Requirements for outdoor cultivation. This subsection governs outdoor cultivation operations by a cultivation facility licensee.
34 35 36	A. An outdoor cultivation area within the licensed premises of a cultivation facility may not share a common wall or fence with an outdoor cultivation area within the licensed premises of a different cultivation facility.
37 38 39 40	B. The outer boundary of an outdoor cultivation area within the licensed premises of a cultivation facility must be separated by at least 20 feet from the outer boundary of an outdoor cultivation area within the licensed premises of a different cultivation facility.

C. The Department of Agriculture, Conservation and Forestry shall adopt rules regarding the outdoor cultivation of adult use marijuana by a cultivation facility

licensee,	including,	but n	ot limited	to,	security	rec	uirements	s specific	to	outdoor
cultivatio	n operation	s and	requireme	nts fo	or shiel	ding	outdoor	cultivation	or	erations
from pub	<u>lic view.</u>		*						•	

- 8. Sampling by other licensees. A cultivation facility licensee may provide samples of adult use marijuana cultivated at the licensed premises to a products manufacturing facility licensee, a marijuana store licensee or a marijuana social club licensee for business or marketing purposes only. Samples provided by a cultivation facility licensee to another licensee under this subsection may not be consumed within the licensed premises of the cultivation facility. This subsection does not apply to a nursery cultivation facility licensee.
- 9. Sales tax. A nursery cultivation facility licensee shall ensure that the tax imposed on the sale of adult use marijuana and adult use marijuana products to a consumer pursuant to Title 36, section 1811 is collected and remitted in accordance with the requirements of Title 36, Part 3 and the rules adopted pursuant to Title 36, Part 3.
- 10. Tracking. A cultivation facility licensee shall track the adult use marijuana it cultivates from immature marijuana plant to the point at which the marijuana is delivered or transferred to a products manufacturing facility, a testing facility, a marijuana store or another cultivation facility or is disposed of or destroyed, in accordance with the requirements of section 105.

## §502. Operation of products manufacturing facilities

A products manufacturing facility must be operated in accordance with the provisions of this section and the rules adopted pursuant to this chapter.

- 1. Manufacture only for sale or distribution to other licensees. Except as otherwise provided in this section, a products manufacturing facility may manufacture adult use marijuana and adult use marijuana products only for sale or distribution to marijuana stores, marijuana social clubs or other products manufacturing facilities.
- 2. Retail sale of adult use marijuana without separate marijuana store or marijuana social club license prohibited. A products manufacturing facility may not sell or offer to sell adult use marijuana or adult use marijuana products to consumers unless the products manufacturing facility licensee obtains from the department a separate license to operate a marijuana store or a marijuana social club and otherwise complies with all applicable requirements under this chapter and the rules adopted pursuant to this chapter concerning the operation of marijuana stores or marijuana social clubs. A products manufacturing facility may not give away adult use marijuana, adult use marijuana products or marijuana plants to a consumer.
- 3. Cultivation of marijuana without separate cultivation facility license prohibited. A products manufacturing facility shall purchase all marijuana necessary for its manufacturing processes from a cultivation facility and may not engage in the cultivation of marijuana unless the products manufacturing facility licensee obtains from the department a separate license to operate a cultivation facility and otherwise meets all applicable requirements under this chapter and under the rules adopted pursuant to this chapter concerning the operation of cultivation facilities.

4. Use of shared facility for manufacture of adult use marijuana or adult use
marijuana products and marijuana concentrate or marijuana products for medica
use prohibited. A products manufacturing facility licensee that is also a registered
primary caregiver or a registered dispensary may not manufacture adult use marijuana o
adult use marijuana products pursuant to this chapter within the same facility in which the
licensee also manufactures marijuana concentrate or marijuana products for medical use
pursuant to the Maine Medical Use of Marijuana Act.
5. Sampling by employees. A products manufacturing facility licensee and its
employees may sample adult use marijuana and adult use marijuana products
manufactured at the licensed premises for the purposes of product quality control and

- 5. Sampling by employees. A products manufacturing facility licensee and its employees may sample adult use marijuana and adult use marijuana products manufactured at the licensed premises for the purposes of product quality control and product research and development only and the licensee may not otherwise allow the consumption of adult use marijuana or adult use marijuana products within the licensed premises.
- 6. Sampling by other licensees. A products manufacturing facility licensee may provide samples of adult use marijuana and adult use marijuana products manufactured at the licensed premises to another products manufacturing facility licensee, to a marijuana store licensee or to a marijuana social club licensee for business or marketing purposes only. Samples provided by a products manufacturing facility to other licensees under this subsection may not be consumed within the licensed premises of the products manufacturing facility.
- 7. Marijuana extraction. Subject to the requirements and restrictions of this subsection, a products manufacturing facility licensee may manufacture marijuana concentrate by marijuana extraction using water, lipids, gases, solvents or other chemicals or chemical processes.
  - A. A products manufacturing facility licensee may engage in marijuana extraction using a solvent or other chemical or chemical process that is not and does not involve an inherently hazardous substance if:
    - (1) The solvent or other chemical or chemical process is listed by the department by rule as approved for use in marijuana extraction; or
    - (2) The products manufacturing facility licensee requests and obtains from the department written approval to engage in marijuana extraction using a solvent or other chemical or chemical process that is not and does not involve an inherently hazardous substance and that is not listed by the department by rule as approved for use in marijuana extraction.
  - The department shall adopt by rule a list of those solvents or other chemicals or chemical processes that are not and do not contain an inherently hazardous substance that the department approves for use in marijuana extraction by products manufacturing facilities.
  - B. A products manufacturing facility licensee may not engage in marijuana extraction involving the use of any inherently hazardous substance unless:
    - (1) The licensee submits to the department a request for approval of the marijuana extraction method the facility plans to engage in that includes a description of the proposed marijuana extraction method and a certification from

an	industrial	hygienist	or p	rofessional	engineer	followi	ng a	review	of	the
fac	ility's stora	age, prepai	ration,	, electrical,	gas mor	nitoring,	fire	suppressi	on	and
exh	naust syster	ns; and			•			* *		

(2) The department approves in writing the proposed marijuana extraction method.

The department, within 14 days of receipt of a request for approval under this paragraph, shall notify the products manufacturing facility licensee in writing whether the request is approved or denied.

- 8. Compliance with packaging, labeling and health and safety requirements. All adult use marijuana and adult use marijuana products sold or distributed by a products manufacturing facility must meet all applicable packaging, labeling and health and safety requirements of subchapter 7 and the rules adopted pursuant to subchapter 7.
- 9. Compliance with sanitary standards. All areas within the licensed premises of a products manufacturing facility in which adult use marijuana and adult use marijuana products are manufactured must meet all sanitary standards specified in rules adopted by the Department of Agriculture, Conservation and Forestry.
- 10. Commercial kitchen license. A products manufacturing facility licensee must obtain a commercial kitchen license for any area within the licensed premises of the products manufacturing facility in which adult use marijuana and adult use marijuana products are manufactured and for which the Department of Agriculture, Conservation and Forestry requires a products manufacturing facility licensee to obtain a commercial kitchen license. The Department of Agriculture, Conservation and Forestry shall adopt rules requiring certain areas within the licensed premises of a products manufacturing facility to be licensed as commercial kitchens based upon the types of manufacturing processes conducted within those areas.
- 11. Refrigeration. A products manufacturing facility licensee shall store and transport in a refrigerated environment all adult use marijuana and adult use marijuana products that require refrigeration to prevent spoilage. The Department of Agriculture, Conservation and Forestry shall adopt rules regarding the storage and transportation of adult use marijuana and adult use marijuana products that require refrigeration to prevent spoilage.
- 12. Testing. A products manufacturing facility may test marijuana and marijuana products within its licensed premises for research and development purposes, quality control purposes and health and safety purposes. Testing performed by a products manufacturing facility within its licensed premises is not subject to the requirements for testing facilities under section 503 but does not satisfy the mandatory testing requirements of subchapter 6.
- 13. Tracking. A products manufacturing facility licensee shall track the adult use marijuana it uses in its manufacturing processes from the point the marijuana is delivered or transferred to the products manufacturing facility by a cultivation facility to the point the marijuana or marijuana concentrate or an adult use marijuana product produced from the marijuana is delivered or transferred to another products manufacturing facility, a

1 2	testing facility, a marijuana store or a marijuana social club or is disposed of or destroyed, in accordance with the requirements of section 105.
3	§503. Operation of testing facilities
4 5	A testing facility must be operated in accordance with the provisions of this section and the rules adopted pursuant to this chapter.
6 7 8	1. Development, research and testing of marijuana, marijuana products and other substances. A testing facility may develop, research and test marijuana and marijuana products for:
9	A. That facility;
10	B. Another licensee;
11 12	C. A person who intends to use the marijuana or marijuana product for personal use as authorized under chapter 3; or
13 14	D. A qualifying patient, a primary caregiver, a registered primary caregiver or a registered dispensary.
15 16 17	Neither this chapter nor the rules adopted pursuant to this chapter prevent a testing facility from developing, researching or testing substances that are not marijuana or marijuana products for that facility or for another person.
18 19 20	2. Certification; accreditation and provisional licensure; compliance with operational and technical requirements. A testing facility may not commence or continue operation unless the testing facility:
21 22 23 24 25 26 27 28	A. Is certified for operation by the Department of Health and Human Services, Maine Center for Disease Control and Prevention, in accordance with rules adopted by the Department of Agriculture, Conservation and Forestry after consultation with the Department of Health and Human Services, Maine Center for Disease Control and Prevention, which must allow for inspection of the proposed or operational testing facility by the Department of Agriculture, Conservation and Forestry and the Department of Health and Human Services, Maine Center for Disease Control and Prevention;
29 30 31 32 33 34	B. Except as otherwise provided in this paragraph, is accredited pursuant to standard ISO/IEC 17025 of the International Organization for Standardization by a 3rd-party accrediting body or is certified, registered or accredited by an organization approved by the Department of Agriculture, Conservation and Forestry. The Department of Agriculture, Conservation and Forestry shall adopt rules regarding the scope of certification, registration or accreditation required for licensure of a testing facility.
35 36 37 38 39	(1) The department may issue a full testing facility license to an applicant that meets all applicable requirements of this chapter and rules adopted pursuant to this chapter and that has obtained accreditation pursuant to standard ISO/IEC 17025 of the International Organization for Standardization from a 3rd-party accrediting body or that is certified, registered or accredited by an approved

organization.

(2) The department may issue a provisional testing facility license to an applicant that otherwise meets all applicable requirements of this chapter and rules adopted pursuant to this chapter and that has applied for but not yet obtained accreditation from a 3rd-party accrediting body or that has applied for but not yet obtained certification, registration or accreditation from an approved organization. The department may not renew a provisional testing facility license more than once.

An active full or provisional testing facility license may not be issued by the department to an applicant until the applicant satisfies all applicable requirements of section 205, subsection 4; and

- C. Is determined by the Department of Agriculture, Conservation and Forestry to meet all operational and technical requirements for testing facilities under this chapter and the rules adopted under this chapter.
- 3. Compliance with testing protocols, standards and criteria. A testing facility shall follow all testing protocols, standards and criteria adopted by rule by the Department of Agriculture, Conservation and Forestry for the testing of different forms of marijuana and marijuana products; determining batch size; sampling; testing validity; and approval and disapproval of tested marijuana and marijuana products.
- 4. Remediation and retesting. If a testing facility determines that a sample of adult use marijuana or an adult use marijuana product has failed a mandatory test required under section 602, the testing facility shall offer to the owner of that sample an opportunity for remediation and retesting in accordance with rules adopted by the Department of Agriculture, Conservation and Forestry.
- 5. Record keeping. A testing facility shall maintain records of all business transactions and testing results in accordance with the record-keeping requirements of section 511 and section 602, subsection 2 and in accordance with applicable standards for licensing and accreditation under subsection 2 and testing protocols, standards and criteria adopted by the Department of Agriculture, Conservation and Forestry under subsection 3.
- 6. Disposal of marijuana and marijuana products. A testing facility shall dispose of or destroy used, unused and waste marijuana and marijuana products in accordance with rules adopted by the Department of Agriculture, Conservation and Forestry.
- 7. Notification of test results. A testing facility shall notify the Department of Agriculture, Conservation and Forestry of test results in accordance with section 603.
- **8.** Independence of testing facility interest. A person with an interest in a testing facility may not be a primary caregiver or a registered primary caregiver or have an interest in a registered dispensary, a marijuana store license, a marijuana social club license, a cultivation facility license or a products manufacturing facility license, but may hold or have an interest in multiple testing facility licenses. A person who is a primary caregiver or a registered primary caregiver or who has an interest in a registered dispensary, a marijuana store license, a marijuana social club license, a cultivation facility license or a products manufacturing facility license may not have an interest in a testing facility license. As used in this subsection, "interest" has the same meaning as in section 205, subsection 2, paragraph B.

Page 36 - 128LR2395(02)-1

1 2 3 4 5	9. Tracking. A testing facility licensee shall track all adult use marijuana and adult use marijuana products it receives from a licensee for testing purposes from the point at which the marijuana or marijuana products are delivered or transferred to the testing facility to the point at which the marijuana or marijuana products are disposed of or destroyed, in accordance with the requirements of section 105.
6 7 8 9 10 11 12 13 14 15	10. Rules. The Department of Agriculture, Conservation and Forestry shall adopt rules regarding the testing of marijuana and marijuana products by testing facilities pursuant to this chapter, including, but not limited to, rules establishing acceptable testing and research practices for testing facilities, including, but not limited to, provisions relating to testing practices, methods and standards; remediation and retesting procedures; quality control analysis; equipment certification and calibration; chemical identification; testing facility record-keeping, documentation and business practices; disposal of used, unused and waste marijuana and marijuana products; and reporting of test results. Rules adopted pursuant to this section are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A.
16	§504. Operation of marijuana stores
17 18	A marijuana store must be operated in accordance with the provisions of this section and the rules adopted pursuant to this chapter.
19 20	1. Products authorized for sale. Except as provided in subsection 2, a marijuana store may sell:
21	A. Adult use marijuana, adult use marijuana products and marijuana paraphernalia;
22	B. Immature marijuana plants and seedlings;
23 24	C. Consumable products not containing marijuana, including, but not limited to, sodas, candies and baked goods; and
25 26	D. Any other nonconsumable products, including, but not limited to, apparel and marijuana-related products.
27	2. Prohibitions. A marijuana store may not:
28 29 30	A. Give away adult use marijuana, adult use marijuana products or marijuana plants or sell or give away mature marijuana plants or consumable products containing tobacco or alcohol that do not contain marijuana;
31 32 33 34	B. Except for nonedible adult use marijuana products that do not contain THC, sell to any person in any individual sales transaction an amount of adult use marijuana, adult use marijuana products or immature marijuana plants or seedlings that exceeds the personal use limitations of section 1501, subsection 1;
35	C. Sell adult use marijuana, adult use marijuana products or marijuana plants using:
36	(1) An automated dispensing or vending machine;
37	(2) A drive-through sales window;
38	(3) An Internet-based sales platform; or
39	(4) A delivery service; or

- D. Sell adult use marijuana or adult use marijuana products to a person who is visibly intoxicated.
  - 3. Compliance with packaging, labeling and health and safety requirements. All adult use marijuana and adult use marijuana products sold or offered for sale at a marijuana store must meet all applicable packaging, labeling and health and safety requirements of subchapter 7 and the rules adopted under subchapter 7.
  - 4. Restricted access areas. A person under 21 years of age may not enter a restricted access area within a marijuana store. A marijuana store licensee shall ensure that persons under 21 years of age do not enter a restricted access area within the marijuana store.
  - <u>5. Verification of purchaser's age.</u> A person must be 21 years of age or older to make a purchase in a marijuana store. A marijuana store may not sell any item to a person under 21 years of age.
    - A. Prior to initiating a sale, an employee of the marijuana store licensee shall verify that the purchaser has a valid government-issued photographic identification card, or other acceptable photographic identification, demonstrating that the purchaser is 21 years of age or older.
    - B. The department shall by rule determine the forms of photographic identification that a marijuana store licensee may accept when verifying a purchaser's age.
  - 6. Use of shared facility for retail sale of adult use marijuana and adult use marijuana products and marijuana and marijuana products for medical use prohibited. A marijuana store licensee that is also a registered primary caregiver or a registered dispensary may not sell or offer for sale to consumers adult use marijuana and adult use marijuana products pursuant to this chapter within the same facility in which the licensee also sells or offers for sale to qualifying patients marijuana and marijuana products for medical use pursuant to the Maine Medical Use of Marijuana Act.
  - 7. Signs, marketing and advertising. All signs used by and all marketing and advertising conducted by or on behalf of a marijuana store must comply with the requirements of section 704, subsection 2 and the rules adopted pursuant to section 704, subsection 2.
  - 8. Sales tax. A marijuana store licensee shall ensure that the tax imposed on the sale of adult use marijuana and adult use marijuana products to a consumer pursuant to Title 36, section 1811 is collected and remitted in accordance with the requirements of Title 36, Part 3 and the rules adopted pursuant to Title 36, Part 3.
  - 9. Tracking. A marijuana store licensee shall track all adult use marijuana and adult use marijuana products from the point at which the marijuana or marijuana products are delivered or transferred to the marijuana store by a cultivation facility or a products manufacturing facility to the point at which the marijuana or marijuana products are sold to a consumer, delivered or transferred to a testing facility or disposed of or destroyed, in accordance with the requirements of section 105.

1	§505. Operation of marijuana social clubs
2 3	A marijuana social club must be operated in accordance with the provisions of this section and the rules adopted pursuant to this chapter.
4 5	1. Products authorized for sale. Except as provided in subsection 2, a marijuana social club may sell:
6	A. Adult use marijuana products and marijuana paraphernalia;
7 8	B. Consumable products not containing marijuana, including, but not limited to, sodas, candies and baked goods; and
9 10	C. Any other nonconsumable products, including, but not limited to, apparel and marijuana-related products.
11	2. Prohibitions. A marijuana social club may not:
12 13 14	A. Give away adult use marijuana products or sell or give away adult use marijuana, marijuana plants or consumable products containing tobacco or alcohol that do not contain marijuana;
15 16 17	B. Except for nonedible adult use marijuana products that do not contain THC, sell to any person in any individual sales transaction an amount of adult use marijuana products that exceeds the personal use limitations of section 1501, subsection 1;
18 19	C. Allow the smoking of marijuana or marijuana products on the licensed premises of the marijuana social club in violation of the provisions of Title 22, chapter 262;
20 21	D. Allow a person to consume marijuana or marijuana products not purchased from the marijuana social club on the licensed premises of the marijuana social club;
22 23	E. Allow a person to remove from the licensed premises of the marijuana social club adult use marijuana products purchased by the person at the marijuana social club;
24 25	F. Sell adult use marijuana products using an automated dispensing or vending machine; or
26	G. Sell adult use marijuana products to a person who is visibly intoxicated.
27 28 29 30 31	3. Consumption of marijuana products on premises. All adult use marijuana products purchased by a consumer at a marijuana social club must be consumed or disposed of on the licensed premises and may not be removed from the licensed premises. A person may not consume marijuana or marijuana products not purchased from the marijuana social club on the licensed premises of the marijuana social club.
32 33 34 35	4. Compliance with packaging, labeling and health and safety requirements. All adult use marijuana products sold or offered for sale at a marijuana social club must meet all applicable packaging, labeling and health and safety requirements of subchapter 7 and the rules adopted under subchapter 7.
36 37 38 39	5. Restricted access areas. A person under 21 years of age may not enter a restricted access area within a marijuana social club. A marijuana social club licensee shall ensure that persons under 21 years of age do not enter a restricted access area within the marijuana social club.

6. Verification of purchaser's age.	A person must be 21 years of age or older to
make a purchase in a marijuana social cl	ub. A marijuana social club may not sell any
item to a person under 21 years of age.	•

- A. Prior to initiating a sale, an employee of the marijuana social club licensee shall verify that the purchaser has a valid government-issued photographic identification card, or other acceptable photographic identification, demonstrating that the purchaser is 21 years of age or older.
- B. The department shall by rule determine the forms of photographic identification that a marijuana social club licensee may accept when verifying a purchaser's age.
- 7. Use of shared facility for retail sale of adult use marijuana products and marijuana and marijuana products for medical use prohibited. A marijuana social club licensee that is also a registered primary caregiver or a registered dispensary may not sell or offer for sale to consumers adult use marijuana products pursuant to this chapter within the same facility in which the licensee also sells or offers for sale to qualifying patients marijuana and marijuana products for medical use pursuant to the Maine Medical Use of Marijuana Act.
- **8.** Signs, marketing and advertising. All signs used by and all marketing and advertising conducted by or on behalf of a marijuana social club must comply with the requirements of section 704, subsection 2 and the rules adopted pursuant to section 704, subsection 2.
- 9. Sales tax. A marijuana social club licensee shall ensure that the tax imposed on the sale of adult use marijuana and adult use marijuana products to a consumer pursuant to Title 36, section 1811 is collected and remitted in accordance with the requirements of Title 36, Part 3 and the rules adopted pursuant to Title 36, Part 3.
- 10. Tracking. A marijuana social club licensee shall track all adult use marijuana products from the point at which the marijuana products are delivered or transferred to the marijuana social club by a products manufacturing facility to the point at which the marijuana products are sold to a consumer, delivered or transferred to a testing facility or disposed of or destroyed, in accordance with the requirements of section 105.

### §506. Transportation of adult use marijuana and adult use marijuana products

A licensee and its employees may transport adult use marijuana and adult use marijuana products between the licensed premises of the licensee and the licensed premises of any other marijuana establishment. All transportation of adult use marijuana and adult use marijuana products must be documented by the licensee or the employee of the licensee in accordance with rules adopted by the department. The department shall adopt rules regarding the transportation of adult use marijuana and adult use marijuana products by licensees under this chapter.

# §507. Employment of persons under 21 years of age prohibited

A licensee may not employ any person under 21 years of age.

<u>§50</u>	8. Us	e of	adult	use	mari	juana	and	adult	use	mari	juana	products	within	licensed
		pre	mises											

- 1. Employee use of marijuana or marijuana products for medical use. A licensee may allow an employee who is a qualifying patient to privately consume marijuana and marijuana products for medical use within its licensed premises.
- 2. Employee use of adult use marijuana or adult use marijuana products. Except as otherwise provided in this chapter, a licensee may not allow an employee to consume adult use marijuana or adult use marijuana products within its licensed premises or while the employee is on work duty.
- 3. Other use of adult use marijuana or adult use marijuana products. Except as otherwise provided in this chapter:
  - A. A person may not consume adult use marijuana or adult use marijuana products within the licensed premises of a marijuana establishment; and
  - B. A licensee may not allow any person to consume adult use marijuana or adult use marijuana products within its licensed premises.

### §509. License to be conspicuously displayed

A licensee shall ensure that the licensee's license, or a copy of that license, is at all times conspicuously displayed within its licensed premises, including, but not limited to, in all restricted access areas and limited access areas.

### §510. Limited access areas

A person may not enter or remain in any limited access area unless the person displays an individual identification card issued by the department pursuant to section 106. A licensee shall ensure that all areas of ingress and egress to limited access areas within the licensed premises are conspicuously marked and that a person is not allowed to enter or remain in any limited access area without displaying the person's individual identification card issued by the department pursuant to section 106.

#### §511. Record keeping and inspection of records; audits

- 1. Record keeping; inspection of records. A licensee shall maintain a complete set of all records of the licensee's business transactions, which must be open to inspection and examination by the department and the Department of Agriculture, Conservation and Forestry upon demand and without notice during all business hours. Records must be maintained by a licensee at a minimum for a period comprising the current tax year and the 2 immediately preceding tax years.
- 2. Additional information may be required. The department or the Department of Agriculture, Conservation and Forestry may require a licensee to furnish any additional information necessary for the proper administration of this chapter.
- 3. Audit. The department may require a licensee to submit to an audit of the licensee's business records. If the department requires a licensee to submit to an audit, the licensee shall provide the auditor selected by the department with access to all business records of the licensee and the cost of the audit must be paid by the licensee.

4. Confidentiality section.	. This subsection governs the confidentiality of records under this
Department of Agr	f a licensee inspected or examined by the department or the riculture, Conservation and Forestry pursuant to this section are nay not be disclosed except as needed in a civil or criminal
	rce any provision of this chapter and the rules adopted pursuant to
B. Audit working	papers are confidential and may not be disclosed to any person
	nent or the Department of Agriculture, Conservation and Forestry,
	orking papers may be disclosed to the licensee subject to the audit.
	ort is a public record for the purposes of Title 1, chapter 13,
	the purposes of this paragraph, "audit working papers" means all dother information acquired, prepared or maintained by the
	e auditor selected by the department during the conduct of the
	t not limited to, draft reports and portions of draft reports.
§512. Inspection of control	licensed premises; testing and sampling for product quality
<u> </u>	V 1:
	A licensee shall submit to an inspection of its licensed premises, ted to, any places of storage and any locked areas, upon demand
	ing all business hours and other times of apparent activity by the
	ment of Agriculture, Conservation and Forestry, a criminal justice
	uthorized by the municipality in which the licensed premises are
located.	
2. Testing and sa	mpling for product quality control. A licensee shall submit to
	g of adult use marijuana or adult use marijuana products within its
•	nd and without notice during all business hours by the Department
	vation and Forestry, for the purposes of product quality control.
	griculture, Conservation and Forestry shall adopt rules governing
	ng of adult use marijuana and adult use marijuana products under
	ent with the requirements of subchapter 6. Rules adopted pursuant putine technical rules as defined in Title 5, chapter 375, subchapter
2-A.	rune technical rules as defined in Title 3, chapter 373, subchapter
§513. Licensee compli	iance with regulatory requirements
	condition of licensure under this chapter, shall comply with all of this chapter and all applicable provisions of the rules adopted
pursuant to this chapter	<u> </u>
	SUBCHAPTER 6
TESTING (	OF MARIJUANA AND MARIJUANA PRODUCTS
§601. Testing program	n established
	f Agriculture, Conservation and Forestry, after consultation with
me department, shall e	stablish a testing program for adult use marijuana and adult use

marijuana products. Except as otherwise provided in this subchapter, the program must require a licensee, prior to selling or distributing adult use marijuana or an adult use marijuana product to a consumer or to another licensee, to submit the marijuana or marijuana product does not exceed the maximum level of allowable contamination for any contaminant that is injurious to health and for which testing is required and to ensure correct labeling. The Department of Agriculture, Conservation and Forestry shall adopt rules establishing a testing program pursuant to this section, rules identifying the types of contaminants that are injurious to health for which marijuana and marijuana products must be tested under this subchapter and rules regarding the maximum level of allowable contamination for each contaminant. Rules adopted pursuant to this subchapter are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A.

### §602. Mandatory testing

A licensee may not sell or distribute adult use marijuana or an adult use marijuana product to a consumer or to another licensee under this chapter unless the marijuana or marijuana product has been tested pursuant to this subchapter and the rules adopted pursuant to this subchapter and that mandatory testing has demonstrated that the marijuana or marijuana product does not exceed the maximum level of allowable contamination for any contaminant that is injurious to health and for which testing is required.

- 1. Scope of mandatory testing. Mandatory testing of adult use marijuana and adult use marijuana products under this section must include, but is not limited to, testing for:
- A. Residual solvents, poisons and toxins;
  - B. Harmful chemicals;
    - C. Dangerous molds and mildew;
  - D. Harmful microbes, including, but not limited to, Escherichia coli and salmonella;
- E. Pesticides, fungicides and insecticides; and
- 28 F. THC potency, homogeneity and cannabinoid profiles to ensure correct labeling.
  - The Department of Agriculture, Conservation and Forestry may, after consultation with the department, temporarily waive mandatory testing requirements under this section for any contaminant or factor for which the Department of Agriculture, Conservation and Forestry has determined that there exists no licensed testing facility in the State capable of and certified to perform such testing.
  - 2. Record keeping. A licensee shall maintain a record of all mandatory testing that includes a description of the adult use marijuana or adult use marijuana product provided to the testing facility, the identity of the testing facility and the results of the mandatory test.
  - 3. Testing process, protocols and standards. The Department of Agriculture, Conservation and Forestry shall establish by rule processes, protocols and standards for mandatory and other testing of marijuana and marijuana products that conform with the best practices generally used within the marijuana industry.

### §603. Notification requirements

- 1. Notification required. If the results of a mandatory test conducted pursuant to section 602 indicate that the tested adult use marijuana or adult use marijuana product exceeds the maximum level of allowable contamination for any contaminant that is injurious to health and for which testing is required, the testing facility immediately shall quarantine, document and properly destroy the marijuana or marijuana product, except when the owner of the tested marijuana or marijuana product has successfully undertaken remediation and retesting, and within 30 days of completing the test shall notify the Department of Agriculture, Conservation and Forestry of the test results.
- 2. Notification not required. A testing facility is not required to notify the Department of Agriculture, Conservation and Forestry of the results of any test:
  - A. Conducted on adult use marijuana or an adult use marijuana product at the direction of a licensee pursuant to section 602 that demonstrates that the marijuana or marijuana product does not exceed the maximum level of allowable contamination for any contaminant that is injurious to health and for which testing is required;
  - B. Conducted on adult use marijuana or an adult use marijuana product at the direction of a licensee for research and development purposes only, so long as the licensee notifies the testing facility prior to the performance of the test that the testing is for research and development purposes only;
  - C. Conducted on marijuana or a marijuana product at the direction of a person who is not a licensee; or
  - D. Conducted on a substance that is not marijuana or a marijuana product.

# §604. Sampling for testing

If a test to be performed by a testing facility is a mandatory test under section 602, an employee or designee of the testing facility must perform the sampling required for the test. If a test to be performed by a testing facility is not a mandatory test, the owner of the marijuana or marijuana product, or a designee of the owner, may perform the sampling required for the test.

# §605. Additional testing not required

Notwithstanding section 602, a licensee may sell or furnish to a consumer or to another licensee adult use marijuana or an adult use marijuana product that the licensee has not submitted for testing in accordance with this subchapter and rules adopted pursuant to this subchapter if:

- 1. Prior testing. The marijuana or marijuana product has previously undergone testing in accordance with this subchapter and rules adopted pursuant to this subchapter at the direction of another licensee and that testing demonstrated that the marijuana or marijuana product does not exceed the maximum level of allowable contamination for any contaminant that is injurious to health and for which testing is required;
- 2. Proper documentation. The mandatory testing process and the test results for the marijuana or marijuana product are documented in accordance with the requirements of this chapter and all applicable rules adopted pursuant to this chapter;

1 2 3 4	3. Tracking maintained. Tracking from immature marijuana plant to the point of retail sale has been maintained for the marijuana or marijuana product and transfers of the marijuana or marijuana product to another licensee or to a consumer can be easily identified; and
5 6 7 8	4. No subsequent processing, manufacturing or alteration. Since the performance of the testing under subsection 1, the marijuana or marijuana product has not undergone any further processing, manufacturing or alteration, other than the packaging and labeling of the marijuana or marijuana product for sale.
9 10	§606. Coordination with testing program and rules for marijuana and marijuana products for medical use
11 12 13 14 15 16 17	In adopting rules and regulating the testing of adult use marijuana and adult use marijuana products under this subchapter, the Department of Agriculture, Conservation and Forestry shall consult and coordinate with the Department of Health and Human Services to ensure that, when necessary and practicable, the regulation of the testing of adult use marijuana and adult use marijuana products under this subchapter is consistent with the regulation of the testing of marijuana and marijuana products for medical use under the Maine Medical Use of Marijuana Act.
18	SUBCHAPTER 7
19 20	<u>LABELING AND PACKAGING; SIGNS, ADVERTISING AND MARKETING;</u> <u>HEALTH AND SAFETY</u>
21	§701. Labeling and packaging
22 23 24 25	1. Labeling requirements. Adult use marijuana and adult use marijuana products to be sold or offered for sale by a licensee to a consumer in accordance with this chapter must be labeled with the following information, as applicable based on the marijuana or marijuana product to be sold:
26 27 28 29	A. The license numbers of the cultivation facility, the products manufacturing facility and the marijuana store or marijuana social club where the adult use marijuana or adult use marijuana product was cultivated, manufactured and offered for sale;
30	B. An identity statement, universal symbol and warning labels;
31	C. The batch number;
32	D. A net weight statement;
33 34 35	E. Information on the THC potency of the marijuana or marijuana product and the potency of such other cannabinoids or other chemicals in the marijuana or marijuana product, including, but not limited to, cannabidiol;
36 37 38	F. Information on the amount of THC and cannabidiol per serving of the marijuana or marijuana product and, for edible marijuana products, the number of servings per package;

G. Information on gases, solvents and chemicals used in marijuana extraction;

1	H. Instructions on usage;
2	I. For adult use marijuana products:
3 4 5	(1) The amount of marijuana concentrate per serving of the product, as measured in grams, and the amount of marijuana concentrate per package of the product, as measured in grams;
6	(2) A list of ingredients and possible allergens; and
7	(3) A recommended use date or expiration date;
8	J. For edible marijuana products, a nutritional fact panel; and
9 10	K. Any other information required by rule by the Department of Agriculture, Conservation and Forestry.
11 12 13 14	2. Packaging requirements. Adult use marijuana and adult use marijuana products to be sold or offered for sale by a licensee to a consumer in accordance with this chapter must be packaged in the following manner, as applicable based on the marijuana or marijuana product to be sold:
15 16 17	A. Adult use marijuana and adult use marijuana products must be prepackaged in child-resistant and tamper-evident packaging or must be placed in child-resistant and tamper-evident packaging at the final point of sale to a consumer;
18 19 20	B. Adult use marijuana and adult use marijuana products must be prepackaged in opaque packaging or an opaque container or must be placed in opaque packaging or an opaque container at the final point of sale to a consumer;
21 22	C. Packaging for multiserving liquid adult use marijuana products must include an integral measurement component and a child-resistant cap; and
23 24	D. Packaging must conform to all other applicable requirements and restrictions imposed by rule by the Department of Agriculture, Conservation and Forestry.
25 26 27 28	3. Other approved labeling and packaging. Adult use marijuana and adult use marijuana products to be sold or offered for sale by a licensee to a consumer in accordance with this chapter may include on the label or the packaging of the marijuana or marijuana product:
29	A. A statement of compatibility with dietary practices;
30	B. Depictions of geometric shapes or marijuana leaves; and
31 32	C. Any other information that has been preapproved by the Department of Agriculture, Conservation and Forestry.
33 34 35	<b>4.</b> Labeling and packaging prohibitions. Adult use marijuana and adult use marijuana products to be sold or offered for sale by a licensee to a consumer in accordance with this chapter:
36 37 38	A. May not be labeled or packaged in violation of a federal trademark law or regulation or in a manner that would cause a reasonable consumer confusion as to whether the marijuana or marijuana product was a trademarked product;

1 2	B. May not be labeled or packaged in a manner that is specifically designed to appeal particularly to a person under 21 years of age;
3 4	C. May not be labeled or packaged in a manner that obscures identifying information on the label or uses a false or deceptive label;
5 6	D. May not be sold or offered for sale using a label or packaging that depicts a human, animal or fruit; and
7 8 9	E. May not be labeled or packaged in violation of any other labeling or packaging requirement or restriction imposed by rule by the Department of Agriculture, Conservation and Forestry.
10	§702. Signs, advertising and marketing
11	1. Prohibitions. Signs, advertising and marketing used by or on behalf of a licensee:
12	A. May not be misleading, deceptive or false;
13 14 15	B. May not involve mass-market advertising or marketing campaigns that have a high likelihood of reaching persons under 21 years of age or that are specifically designed to appeal particularly to persons under 21 years of age;
16 17 18 19 20 21 22	C. May not be placed or otherwise used within 1,000 feet of the property line of a preexisting public or private school, except that, if a municipality chooses to prohibit the placement or use of signs or advertising by or on behalf of a marijuana establishment at distances greater than or less than 1,000 feet but not less than 500 feet from the property line of a preexisting public or private school, that greater or lesser distance applies. As used in this paragraph, "school" has the same meaning as in section 402, subsection 2, paragraph A; and
23 24	D. May not violate any other requirement or restriction on signs, advertising and marketing imposed by the department by rule pursuant to subsection 2.
25 26 27	2. Rules on signs, advertising and marketing. The department shall adopt rules regarding the placement and use of signs, advertising and marketing by or on behalf of a licensee, which may include, but are not limited to:
28 29 30	A. A prohibition on health or physical benefit claims in advertising or marketing, including, but not limited to, health or physical benefit claims on the label or packaging of adult use marijuana or an adult use marijuana product;
31 32	B. A prohibition on unsolicited advertising or marketing on the Internet, including, but not limited to, banner advertisements on mass-market websites;
33 34	C. A prohibition on opt-in advertising or marketing that does not permit an easy and permanent opt-out feature; and
35 36 37 38	D. A prohibition on advertising or marketing directed toward location-based devices, including, but not limited to, cellular telephones, unless the marketing is a mobile device application installed on the device by the owner of the device who is 21 years of age or older and includes a permanent and easy opt-out feature.

	COMMITTEE AMENDMENT "A" to H.P. 1139, L.D. 1650
1	§703. Other health and safety requirements and restrictions; rules
2 3 4	1. Requirements and restrictions for edible marijuana products. In addition to all other applicable provisions of this subchapter, edible marijuana products to be sold or offered for sale by a licensee to a consumer in accordance with this chapter:
5	A. May be manufactured in geometric shapes or in the shape of a marijuana leaf;
6 7 8	B. Must be manufactured in a manner that results in the cannabinoid content within the product being homogeneous throughout the product or throughout each element of the product that has a cannabinoid content;
9 10 11	C. Must be manufactured in a manner that results in the amount of marijuana concentrate within the product being homogeneous throughout the product of throughout each element of the product that contains marijuana concentrate;
12 13	D. Must have a universal symbol stamped or embossed on each serving of the product;
14	E. May not be manufactured in the distinct shape of a human, animal or fruit;
15 16	F. May not contain more than 10 milligrams of THC per serving of the product and may not contain more than 100 milligrams of THC per package of the product;
17	G. May not contain additives that are:
18	(1) Toxic or harmful to human beings;
19 20	(2) Specifically designed to make the product more addictive or that are misleading to consumers; or
21 22	(3) Specifically designed to make the product appeal particularly to a person under 21 years of age; and
23 24 25 26	H. May not involve the addition of marijuana to a trademarked food or drink product, except when the trademarked product is used as a component of or ingredient in the edible marijuana product and the edible marijuana product is not advertised or described for sale as containing the trademarked product.
27 28	2. Health and safety rules. The Department of Agriculture, Conservation and Forestry, after consultation with the department, shall adopt labeling, packaging and other
29	necessary health and safety rules for adult use marijuana and adult use marijuana
30	products to be sold or offered for sale by a licensee to a consumer in accordance with this
31	chapter. Rules adopted pursuant to this subsection must establish mandatory health and
32	safety standards applicable to the cultivation of adult use marijuana, the manufacture of
33	adult use marijuana products and the packaging and labeling of adult use marijuana and
34 35	adult use marijuana products sold by a licensee to a consumer. Such rules must address but are not limited to:
	out are not inition to.

B. Sanitary standards for marijuana establishments, including, but not limited to, sanitary standards for the manufacture of adult use marijuana and adult use marijuana products; and

A. Requirements for the storage, warehousing and transportation of adult use

Page 48 - 128LR2395(02)-1

marijuana and adult use marijuana products by licensees;

36 37

38

1 2	C. Limitations on the display of adult use marijuana and adult use marijuana products at marijuana stores and marijuana social clubs.
3	SUBCHAPTER 8
4	LICENSE VIOLATIONS; PENALTIES
5 6	§801. Department may impose penalty on licensee for license violation; Maine Administrative Procedure Act applies
7 8 9 0 1 2 3 4 5	The department, on its own initiative or on complaint and after investigation, notice and the opportunity for a public hearing, by written order may impose a monetary penalty on a licensee or suspend or revoke the licensee's license for a violation by the licensee or by an agent or employee of the licensee of the provisions of this chapter, the rules adopted pursuant to this chapter or the terms, conditions or provisions of the licensee's license.  1. Additional penalties may be imposed. Any penalties imposed by the department on a licensee pursuant to this subchapter are in addition to any criminal or civil penalties that may be imposed pursuant to other applicable laws or rules.
6 7 8 9 20 21 22 23	2. Maine Administrative Procedure Act; appeals. Except as otherwise provided in this subchapter or in rules adopted pursuant to this subchapter, the imposition of a monetary penalty, suspension or revocation on a licensee by the department, including, but not limited to, the provision of notice and the conduct of hearings, is governed by the Maine Administrative Procedure Act. A final order of the department imposing a monetary penalty on a licensee or suspending or revoking the licensee's license is a final agency action, as defined in Title 5, section 8002, subsection 4, and the licensee may appeal that final order to the Superior Court in accordance with Rule 80C of the Maine Rules of Civil Procedure.
25 26 27	§802. Penalties  1. Monetary penalties. A monetary penalty imposed by the department on a licensee pursuant to this subchapter may not exceed \$100,000 per license violation.
28 29 30	A. The department shall adopt rules setting forth potential amounts of monetary penalties to be imposed on a licensee based upon specific categories of unauthorized conduct by the licensee, including major and minor license violations, as follows:  (1) Not more than \$10,000 per minor license violation;
32 33	(2) Except as provided in subparagraph (3), not more than \$50,000 per major license violation; and
34 35 36 37 38	(3) Not more than \$100,000 per major license violation affecting public safety.  B. All monetary penalties imposed pursuant to this subchapter must be paid by the licensee to the department in the form of cash or in the form of a certified check or a cashier's check payable to the department. All monetary penalties paid to the department pursuant to this subchapter must be deposited into the Adult Use Marijuana Regulatory Coordination Fund established in section 1002.

1 2 3 4	2. License suspension. A licensee whose license has been suspended pursuant to this subchapter may not, for the duration of the period of suspension, engage in any activities relating to the operation of the marijuana establishment the licensee is licensed to operate.
5 6 7 8 9	3. License revocation. A licensee whose license has been revoked pursuant to this subchapter shall cease immediately all activities relating to the operation of the marijuana establishment the licensee was previously licensed to operate and shall ensure that all adult use marijuana and adult use marijuana products in the possession of the licensee are forfeited to the department for destruction in accordance with section 803.
10 11 12	4. Imposition of monetary penalty upon suspension or revocation. In addition to suspending or revoking a licensee's license, the department may impose a monetary penalty on the licensee consistent with this section.
13	§803. Disposition of unauthorized marijuana or marijuana products of licensee
14 15 16 17 18 19 20 21 22 23 24 25	<ol> <li>Order; destruction of marijuana or marijuana products. If the department issues a final order imposing a monetary penalty on or a license suspension or revocation against a licensee pursuant to this subchapter, the department may specify in the order, in addition to any other penalties imposed in the order, that all or a portion of the marijuana or marijuana products in the possession of the licensee are not authorized under this chapter and are subject to destruction. A licensee subject to a final order directing the destruction of marijuana or marijuana products in the possession of the licensee shall forfeit the marijuana and marijuana products described in the order to the department for destruction.</li> <li>Investigation. If the department is notified by a criminal justice agency that there is a pending investigation of a licensee subject to an order imposed under subsection 1, the department may not destroy any marijuana or marijuana products of that licensee until</li> </ol>
26	the destruction is approved by the criminal justice agency.
27	<u>§804. Rules</u>
28 29 30 31 32	The department shall adopt rules governing the imposition of monetary penalties, suspensions and revocations under this subchapter, which must include, but are not limited to, provisions relating to notice and conduct of hearings consistent with the Maine Administrative Procedure Act and provisions relating to the disposition of unauthorized marijuana and marijuana products of a licensee.
33	SUBCHAPTER 9
34	MARIJUANA ADVISORY COMMISSION
35	§901. Establishment
36 37 38 39	The Marijuana Advisory Commission, established by Title 5, section 12004-I, subsection 52-C and referred to in this subchapter as "the commission," is created for the purpose of conducting a continuing study of the laws relating to marijuana and reporting to the Legislature its findings and recommendations on an annual basis.

1	§902. Membership; chairs; terms; vacancies; quorum
2	1. Membership. The commission consists of the following 15 members:
3 4	A. The Commissioner of Administrative and Financial Services or the commissioner's designee;
5 6	B. The Commissioner of Health and Human Services or the commissioner's designee;
7	C. The Commissioner of Public Safety or the commissioner's designee;
8 9	D. The Commissioner of Agriculture, Conservation and Forestry or the commissioner's designee;
10	E. The Attorney General or the Attorney General's designee;
11	F. The following 5 members, appointed by the President of the Senate:
12 13	(1) Two members of the Senate, including members from each of the 2 parties holding the largest number of seats in the Legislature;
14	(2) A representative of a statewide association of health care professionals;
15 16	(3) A representative of a statewide association representing the medical marijuana industry; and
17	(4) A member of the public; and
18 19	G. The following 5 members, appointed by the Speaker of the House of Representatives:
20 21	(1) Two members of the House of Representatives, including members from each of the 2 parties holding the largest number of seats in the Legislature;
22	(2) A representative of a statewide association representing municipalities;
23 24	(3) A representative of a statewide association representing the adult use marijuana industry; and
25	(4) A member of the public.
26 27	2. Chairs. The first-named Senate member is the Senate chair and the first-named House member is the House chair of the commission.
28 29 30	3. Terms. Public members of the commission serve for a term of 2 years and may be reappointed. Members of the commission who are Legislators serve during the term of office for which they were elected.
31 32 33	4. Vacancies. In the event of a vacancy on the commission, the member's unexpired term must be filled through an appointment by the appointing authority for the vacant seat.
34	<b>5. Quorum.</b> A quorum of the commission consists of 8 members.

Page 51 - 128LR2395(02)-1

### §903. Duties

- 1. Review of laws and rules. The commission shall review laws and rules pertaining to the adult use marijuana and medical marijuana industries in this State and any other provision of law or rule pertaining to marijuana, including, but not limited to, laws and rules regarding public health, public safety, juvenile and adult criminal and civil offenses, workplace drug testing, workplace safety, motor vehicle safety, landlords and tenants, the personal use of marijuana and taxes and fees paid to the State by applicants and registered primary caregivers and registered dispensaries under the Maine Medical Use of Marijuana Act and applicants and licensees under this Act.
- 2. Submission of recommendations to Legislature. The commission shall submit to the Legislature such recommended changes to the laws as it considers appropriate to preserve the public health and safety and the well-being of the citizens of the State and to preserve the intent of citizens as expressed in passage of the Marijuana Legalization Act, former Title 7, chapter 417. The commission shall include any recommended changes in its annual report to the Legislature pursuant to subsection 4.
- 3. Public hearings. The commission may hold public hearings at such times and at such places as the commission considers appropriate in order to take testimony concerning the use, possession and distribution of marijuana and to align this Act with other provisions of law.
- **4. Report to Legislature.** Beginning January 15, 2019, and annually thereafter, the commission shall submit a report containing its findings and recommendations, together with any suggested legislation, to the joint standing committee or committees of the Legislature having jurisdiction over medical marijuana matters and adult use marijuana matters.

# §904. Organization; staffing; consultation

- 1. Organization; staffing. The Legislative Council shall provide staffing services to the commission, except that Legislative Council staff support is not authorized when the Legislature is in regular or special session. The Executive Director of the Legislative Council shall notify all members of the commission of the time and place of the first meeting. At that time the commission shall organize and adopt policies regarding the functioning of the commission and its affairs.
- **2.** Consultation. Whenever the commission considers it appropriate, it may seek the advice of consultants or experts, including representatives of the legislative and executive branches of State Government, in fields related to its duties.

# §905. Reimbursement of expenses

Members of the commission must be compensated in accordance with Title 5, chapter 37 379.

# SUBCHAPTER 10

# 39 <u>ADULT USE MARIJUANA PUBLIC HEALTH AND SAFETY FUND; ADULT</u> 40 <u>USE MARIJUANA REGULATORY COORDINATION FUND</u>

Page 52 - 128LR2395(02)-1

The Adult Use Marijuana Public Health and Safety Fund, referred to in this section as "the fund," is established as a dedicated, nonlapsing fund within the department for the purposes specified in this section.

- **1. Sources of fund.** The State Controller shall credit to the fund:
- A. Money received from the sales tax imposed on the sale of adult use marijuana and adult use marijuana products by a marijuana store or a marijuana social club to a consumer pursuant to Title 36, section 1811 in the amount required under Title 36, section 1818, subsection 3;
  - B. All money from any other source, whether public or private, designated for deposit into or credited to the fund; and
- C. Interest earned or other investment income on balances in the fund.
  - **2.** Uses of fund. Money credited to the fund pursuant to subsection 1 may be used by the department as provided in this subsection.
    - A. No more than 50% of all money credited to the fund may be expended by the department to fund public health and safety awareness and education programs, initiatives, campaigns and activities relating to the sale and use of adult use marijuana and adult use marijuana products conducted in accordance with section 108 by the department, another state agency or department or any other public or private entity.
    - B. No more than 50% of all money credited to the fund may be expended by the department to fund enhanced law enforcement training programs relating to the sale and use of adult use marijuana and adult use marijuana products for local, county and state law enforcement officers conducted in accordance with section 109 by the department, the Maine Criminal Justice Academy, another state agency or department or any other public or private entity.
  - 3. Application of fund to departmental expenses prohibited. Money in the fund may not be applied to any expenses incurred by the department or the Department of Agriculture, Conservation and Forestry in implementing, administering or enforcing this chapter.

# §1002. Adult Use Marijuana Regulatory Coordination Fund

The Adult Use Marijuana Regulatory Coordination Fund, referred to in this section as "the fund," is established as a dedicated, nonlapsing Other Special Revenue Funds account in the department. The fund is administered and used by the commissioner for the purposes of adopting rules as required by this chapter by the department and by any other department of State Government that is authorized to adopt rules under this chapter and for the purposes of implementing, administering and enforcing this chapter. The commissioner may expend money in the fund to enter into contracts with consultants and employ staff, as determined necessary by the commissioner, conduct meetings with stakeholders and conduct any other activities related to the implementation, administration and enforcement of this chapter.

41 CHAPTER 3

2	CULTIVATION OF MARIJUANA FOR PERSONAL ADULT USE
3	§1501. Personal use of marijuana and marijuana products
4	1. Authorized conduct. A person 21 years of age or older may:
5 6 7	A. Use, possess or transport marijuana paraphernalia and use, possess or transport up to 2 1/2 ounces of marijuana or 2 1/2 ounces of a combination of marijuana and marijuana concentrate that includes no more than 5 grams of marijuana concentrate;
8 9 10	B. Transfer or furnish, without remuneration, to a person 21 years of age or older up to 2 1/2 ounces of marijuana or 2 1/2 ounces of a combination of marijuana and marijuana concentrate that includes no more than 5 grams of marijuana concentrate;
11 12	C. Transfer or furnish, without remuneration, to a person 21 years of age or older up to 6 immature marijuana plants or seedlings;
13 14 15 16 17	D. Subject to the requirements and restrictions of section 1502, possess, cultivate or transport up to 6 mature marijuana plants, 12 immature marijuana plants and an unlimited number of seedlings and possess all the marijuana produced by such plants at the person's place of residence or at the location where the marijuana was cultivated;
18 19 20	E. Purchase up to 2 1/2 ounces of adult use marijuana or 2 1/2 ounces of a combination of adult use marijuana and marijuana concentrate that includes no more than 5 grams of marijuana concentrate from a marijuana store;
21 22	F. Purchase up to 12 immature marijuana plants or seedlings from a marijuana store or a nursery cultivation facility as described in section 301, subsection 5; and
23 24	G. Purchase an amount of adult use marijuana products that includes no more than 5 grams of marijuana concentrate from a marijuana social club.
25 26 27 28	For the purposes of this subsection, "remuneration" includes a donation or any other monetary payment received directly or indirectly by a person in exchange for goods or services as part of a transaction in which marijuana or marijuana products are transferred or furnished by that person to another person.
29 30 31	2. Consumption of marijuana and marijuana products; violation. The provisions of this subsection apply to the consumption of marijuana or marijuana products by a person 21 years of age or older.
32 33	A. A person 21 years of age or older may consume marijuana or marijuana products only if that person is:
34	(1) In a private residence, including curtilage; or
35 36 37	(2) On private property, not generally accessible by the public, and the person is explicitly permitted to consume marijuana or marijuana products on the property by the owner of the property.
38 39	B. A person 21 years of age or older may not consume marijuana or marijuana products:

1 2 3	(1) If that person is the operator of a vehicle on a public way or is a passenger in the vehicle. As used in this subparagraph, "vehicle" has the same meaning as in Title 29-A, section 101, subsection 91;
4 5 6	(2) In a private residence or on private property used as a day care or baby- sitting service during the hours in which the residence or property is being operated as a day care or baby-sitting service;
7 8	(3) By means of smoking the marijuana or marijuana product in a designated smoking area as provided under the Workplace Smoking Act of 1985; or
9 10	(4) By means of smoking the marijuana or marijuana product in a public place or in a public area where smoking is prohibited under Title 22, chapter 262.
11 12 13	C. A person who violates this subsection commits a civil violation for which a fine of not more than \$100 may be adjudged in addition to any criminal or civil penalties that may be imposed pursuant to other applicable laws or rules.
14	§1502. Home cultivation of marijuana for personal adult use
15 16 17 18 19	The provisions of this section apply to the home cultivation of marijuana for personal adult use by a person 21 years of age or older, but do not apply to the cultivation of marijuana for medical use by a qualifying patient, a primary caregiver, a registered primary caregiver or a registered dispensary pursuant to the Maine Medical Use of Marijuana Act.
20 21 22 23 24 25 26 27 28	1. Cultivation of up to 6 mature marijuana plants for personal adult use perperson authorized. Subject to the requirements and restrictions of subsections 2 and 3, a person may cultivate up to 6 mature marijuana plants, up to 12 immature marijuana plants and an unlimited number of seedlings for personal adult use at that person's place of residence, on a parcel or tract of land owned by that person or on a parcel or tract of land owned by another person with the written permission of that owner. A person may cultivate the marijuana plants authorized under this subsection at multiple locations so long as such cultivation activities otherwise meet all requirements and restrictions of this section.
29 30 31 32 33 34 35 36	2. Cultivation of more than 12 mature marijuana plants for personal adult use per parcel or tract of land prohibited. No more than 12 mature marijuana plants for personal adult use may be cultivated on any one parcel or tract of land, except that, if a municipality adopts an ordinance pursuant to the authority in subsection 4 that allows more than 12 but not more than 18 mature marijuana plants for personal adult use to be cultivated on any one parcel or tract of land, up to but not exceeding that greater number of mature marijuana plants for personal adult use may be cultivated on any one parcel or tract of land within that municipality.
37	3. Cultivation requirements. A person who cultivates marijuana for personal adult

3. Cultivation requirements. A person who cultivates marijuana for personal adult use pursuant to this section shall:

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A. Ensure that the marijuana is not visible from a public way without the use of aircraft or binoculars or other optical aids;

1	B. Take reasonable precautions to prevent unauthorized access by a person under 21
2	years of age;

- C. Attach to each mature marijuana plant and each immature marijuana plant a legible tag that includes the person's name, driver's license number or identification number, a notation that the marijuana plant is being grown for personal adult use as authorized under this section and, if the cultivation is on a parcel or tract of land owned by another person, the name of that owner; and
- D. Comply with all applicable municipal regulations relating to the home cultivation of marijuana for personal adult use that have been adopted by the municipality in which the marijuana is cultivated in accordance with subsection 4.
- 4. Municipal regulation of home cultivation of marijuana for personal adult use. In accordance with this subchapter and pursuant to the home rule authority granted under the Constitution of Maine, Article VIII, Part Second and Title 30-A, section 3001, a municipality may regulate the home cultivation of marijuana for personal adult use within the municipality, including, but not limited to, the adoption of an ordinance allowing home cultivation within the municipality of more than 12 mature marijuana plants for personal adult use but not more than 18 mature marijuana plants for personal adult use on any one parcel or tract of land within the municipality. A municipality may not generally prohibit the home cultivation of marijuana for personal adult use within the municipality, restrict the areas within the municipality in which home cultivation of marijuana for personal adult use is allowed or charge a license or other fee to a person relating to the home cultivation of marijuana for personal adult use within a municipality.

# §1503. Home extraction of marijuana concentrate by use of inherently hazardous substance prohibited

Except as authorized under section 502, subsection 7 or pursuant to the Maine Medical Use of Marijuana Act, a person may not manufacture marijuana concentrate using an inherently hazardous substance and an owner of a property or a parcel or tract of land may not intentionally or knowingly allow another person to manufacture marijuana concentrate using an inherently hazardous substance within or on that property or land.

# §1504. Violations; penalties

Except as provided in section 1501, subsection 2, a person who violates any provision of this chapter is subject to forfeiture or seizure of any unauthorized marijuana, marijuana products or marijuana plants and is subject to any additional criminal or civil penalties that may be imposed pursuant to other applicable laws or rules.

- Sec. A-7. Transfer of funds; Adult Use Marijuana Regulatory Coordination Fund. Notwithstanding any other provision of law to the contrary, the State Controller, no later than 5 days after the effective date of this Act, shall transfer the balance of the Retail Marijuana Regulatory Coordination Fund in the Department of Administrative and Financial Services to the Adult Use Marijuana Regulatory Coordination Fund in the Department of Administrative and Financial Services.
- Sec. A-8. Department of Administrative and Financial Services; major substantive rulemaking. On or before March 15, 2018, the Department of

Administrative and Financial Services provisionally shall adopt and submit to the Legislature for review rules related to the Marijuana Legalization Act established pursuant to the Maine Revised Statutes, Title 28-B, chapter 1.

- Sec. A-9. Department of Agriculture, Conservation and Forestry; major substantive rulemaking. On or before March 15, 2018, the Department of Agriculture, Conservation and Forestry provisionally shall adopt and submit to the Legislature for review rules related to the Marijuana Legalization Act established pursuant to the Maine Revised Statutes, Title 28-B, chapter 1.
- Sec. A-10. Department of Administrative and Financial Services; acceptance and processing of applications. No later than 30 days after the final adoption of rules by the Department of Administrative and Financial Services pursuant to the authority granted in the Marijuana Legalization Act established pursuant to the Maine Revised Statutes, Title 28-B, chapter 1, the department shall begin accepting and processing applications for licenses to operate marijuana establishments under the Marijuana Legalization Act.
- **Sec. A-11. Department of Administrative and Financial Services; time frame for action on applications.** Notwithstanding the Maine Revised Statutes, Title 28-B, section 205, subsection 3, the Department of Administrative and Financial Services may take longer than 90 days to act on any application for a license to operate a marijuana establishment under the Marijuana Legalization Act established pursuant to Title 28-B, chapter 1 that is received by the department during the period between the date that the department first begins accepting and processing applications under the Marijuana Legalization Act and 6 months from that date.

24 PART B

- **Sec. B-1. 17-A MRSA §1111-A, sub-§1,** as corrected by RR 2015, c. 1, §11, is amended to read:
- 1. As used in this section the term "drug paraphernalia" means all equipment, products and materials of any kind that are used or intended for use in planting, propagating, cultivating, growing, harvesting, manufacturing, compounding, converting, producing, processing, preparing, testing, analyzing, packaging, repackaging, storing, containing, concealing, injecting, ingesting, inhaling or otherwise introducing into the human body a scheduled drug in violation of this chapter or Title 22, section 2383, except that this section does not apply to a person who is authorized to possess marijuana for medical use pursuant to Title 22, chapter 558-C, to the extent the drug paraphernalia is used for that person's medical use of marijuana; to a person who is authorized to possess marijuana pursuant to Title 28-B, chapter 1 or 3, to the extent the drug paraphernalia is used for that person's adult use of marijuana; or to a marijuana store or a marijuana social club licensed pursuant to Title 28-B, chapter 1, to the extent that the drug paraphernalia relates to the sale or offering for sale of marijuana by the marijuana store or marijuana social club. It includes, but is not limited to:

1 2 3	A. Kits used or intended for use in planting, propagating, cultivating, growing or harvesting of any species of plant which is a scheduled drug or from which a scheduled drug can be derived;
4 5	B. Kits used or intended for use in manufacturing, compounding, converting, producing, processing or preparing scheduled drugs;
6 7	C. Isomerization devices used or intended for use in increasing the potency of any species of plant that is a scheduled drug;
8 9	D. Testing equipment used or intended for use in identifying or in analyzing the strength, effectiveness or purity of scheduled drugs;
10 11	<ul> <li>E. Scales and balances used or intended for use in weighing or measuring scheduled drugs;</li> </ul>
12 13	F. Dilutants and adulterants, such as quinine hydrochloride, mannitol, mannite, dextrose and lactose, used or intended for use in cutting scheduled drugs;
14 15	G. Separation gins and sifters, used or intended for use in removing twigs and seeds from, or in otherwise cleaning or refining, marijuana;
16 17	<ul> <li>H. Blenders, bowls, containers, spoons and mixing devices used or intended for use in compounding scheduled drugs;</li> </ul>
18 19	<ol> <li>Capsules, balloons, envelopes and other containers used or intended for use in packaging small quantities of scheduled drugs;</li> </ol>
20 21	J. Containers and other objects used or intended for use in storing or concealing scheduled drugs; and
22 23	K. Objects used or intended for use in ingesting, inhaling or otherwise introducing marijuana, cocaine, hashish or hashish oil into the human body, such as:
24 25	(1) Metal, wooden, acrylic, glass, stone, plastic or ceramic pipes with or without screens, permanent screens, hashish heads or punctured metal bowls;
26	(2) Water pipes;
27	(3) Carburetion tubes and devices;
28	(4) Smoking and carburetion masks;
29 30	(5) Roach clips, meaning objects used to hold burning material, such as a marijuana cigarette that has become too small or too short to be held in the hand;
31	(6) Miniature cocaine spoons and cocaine vials;
32	(7) Chamber pipes;
33	(8) Carburetor pipes;
34	(9) Electric pipes;

Page 58 - 128LR2395(02)-1

# **COMMITTEE AMENDMENT**

(10) Air-driven pipes;

(11) Chillums;

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1 (12) Bongs; or

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- 2 (13) Ice pipes or chillers.
- 3 **Sec. B-2. 25 MRSA §1542-A, sub-§1, ¶O** is enacted to read:
- O. Who is required to submit to a criminal history record check pursuant to Title 28-B, section 204.
  - **Sec. B-3. 25 MRSA §1542-A, sub-§3, ¶N** is enacted to read:
- N. The State Police shall take or cause to be taken the fingerprints of the person named in subsection 1, paragraph O at the request of that person and upon payment of the expenses by that person as provided under Title 28-B, section 204.
  - **Sec. B-4. 25 MRSA §1542-A, sub-§4,** as amended by PL 2017, c. 253, §4 and c. 258, Pt. B, §4, is repealed and the following enacted in its place:
    - 4. Duty to submit to State Bureau of Identification. It is the duty of the law enforcement agency taking the fingerprints as required by subsection 3, paragraphs A, B and G to transmit immediately to the State Bureau of Identification the criminal fingerprint record. Fingerprints taken pursuant to subsection 1, paragraph C, D, E or F or pursuant to subsection 5 may not be submitted to the State Bureau of Identification unless an express request is made by the commanding officer of the State Bureau of Identification. Fingerprints taken pursuant to subsection 1, paragraph G must be transmitted immediately to the State Bureau of Identification to enable the bureau to conduct state and national criminal history record checks for the Department of Education. The bureau may not use the fingerprints for any purpose other than that provided for under Title 20-A, section 6103. The bureau shall retain the fingerprints, except as provided under Title 20-A, section 6103, subsection 9. Fingerprints taken pursuant to subsection 1, paragraph I and subsection 3, paragraph I must be transmitted immediately to the State Bureau of Identification to enable the bureau to conduct state and national criminal history record checks for the court and the Department of Public Safety, Gambling Control Board, respectively. Fingerprints taken pursuant to subsection 1, paragraph J, K or L must be transmitted immediately to the State Bureau of Identification to enable the bureau to conduct state and national criminal history record checks for the Department of Administrative and Financial Services, Bureau of Revenue Services. Fingerprints taken pursuant to subsection 1, paragraph M must be transmitted immediately to the State Bureau of Identification to enable the bureau to conduct state and national criminal history record checks for the Board of Osteopathic Licensure, established in Title 32, chapter 36. Fingerprints taken pursuant to subsection 1, paragraph N must be transmitted immediately to the State Bureau of Identification to enable the bureau to conduct state and national criminal history record checks for the Board of Licensure in Medicine, established in Title 32, chapter 48. Fingerprints taken pursuant to subsection 1, paragraph M must be transmitted immediately to the State Bureau of Identification to enable the bureau to conduct state and national criminal history record checks for the State Board of Nursing. Fingerprints taken pursuant to subsection 1, paragraph O must be transmitted immediately to the State Bureau of Identification to enable the bureau to conduct state and national criminal history record checks under Title 28-B, section 204.

1	PART C
2 3	<b>Sec. C-1. 30-A MRSA §4452, sub-§5,</b> ¶ <b>U,</b> as corrected by RR 2007, c. 2, §17, is amended to read:
4 5 6	U. Standards under a wind energy development certification issued by the Department of Environmental Protection pursuant to Title 35-A, section 3456 if the municipality chooses to enforce those standards; and
7 8	<b>Sec. C-2. 30-A MRSA §4452, sub-§5, ¶V,</b> as reallocated by RR 2007, c. 2, §18, is amended to read:
9 10	V. The Maine Uniform Building and Energy Code, adopted pursuant to Title 10, chapter 1103-; and
11	Sec. C-3. 30-A MRSA §4452, sub-§5, ¶W is enacted to read:
12 13	W. Local land use and business licensing ordinances adopted pursuant to Title 28-B, chapter 1, subchapter 4.
14	Sec. C-4. 30-A MRSA §7063 is enacted to read:
15	§7063. Adult use marijuana
16 17 18	A plantation has the same powers and duties, and is subject to the same restrictions and requirements, as a municipality under section 4452, subsection 5, paragraph W and under Title 28-B, chapters 1 and 3.
19	PART D
20 21	Sec. D-1. 36 MRSA §1752, sub-§§1-I, 1-J, 2-F, 6-D, 6-E, 6-F, 8-E and 9-G are enacted to read:
22 23	1-I. Adult use marijuana. "Adult use marijuana" has the same meaning as in Title 28-B, section 102, subsection 1.
24 25	1-J. Adult use marijuana product. "Adult use marijuana product" has the same meaning as in Title 28-B, section 102, subsection 2.
26 27	<b>2-F.</b> Cultivation facility. "Cultivation facility" has the same meaning as in Title 28-B, section 102, subsection 13.
28 29	<b>6-D. Marijuana establishment.</b> "Marijuana establishment" has the same meaning as in Title 28-B, section 102, subsection 29.
30 31	<u>6-E. Marijuana social club.</u> "Marijuana social club" has the same meaning as in <u>Title 28-B</u> , section 102, subsection 33.
32 33	<b>6-F. Marijuana store.</b> "Marijuana store" has the same meaning as in Title 28-B, section 102, subsection 34.
34 35	<b>8-E. Participating municipality.</b> "Participating municipality" means a municipality that has approved or licensed the operation of at least one cultivation facility, products

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- manufacturing facility, marijuana store or marijuana social club in accordance with Title 28-B, chapter 1 that is in operation within the municipality.
- **9-G. Products manufacturing facility.** "Products manufacturing facility" has the same meaning as in Title 28-B, section 102, subsection 42.
- **Sec. D-2. 36 MRSA §1811, first ¶,** as amended by PL 2015, c. 267, Pt. OOOO,  $\S 5$  and affected by  $\S 7$ , is further amended to read:

A tax is imposed on the value of all tangible personal property, products transferred electronically and taxable services sold at retail in this State. The rate of tax is 7% on the value of liquor sold in licensed establishments as defined in Title 28-A, section 2, subsection 15, in accordance with Title 28-A, chapter 43; 7% on the value of rental of living quarters in any hotel, rooming house or tourist or trailer camp; 10% on the value of rental for a period of less than one year of an automobile, of a pickup truck or van with a gross vehicle weight of less than 26,000 pounds rented from a person primarily engaged in the business of renting automobiles or of a loaner vehicle that is provided other than to a motor vehicle dealer's service customers pursuant to a manufacturer's or dealer's warranty; 7% on the value of prepared food; and 5% on the value of all other tangible personal property and taxable services and products transferred electronically. Notwithstanding the other provisions of this section, from October 1, 2013 to December 31, 2015, the rate of tax is 8% on the value of rental of living quarters in any hotel, rooming house or tourist or trailer camp; 8% on the value of prepared food; 8% on the value of liquor sold in licensed establishments as defined in Title 28-A, section 2, subsection 15, in accordance with Title 28-A, chapter 43; and 5.5% on the value of all other tangible personal property and taxable services and products transferred electronically. Notwithstanding the other provisions of this section, beginning January 1, 2016, the rate of tax is 9% on the value of rental of living quarters in any hotel, rooming house or tourist or trailer camp; 8% on the value of prepared food; 8% on the value of liquor sold in licensed establishments as defined in Title 28-A, section 2, subsection 15, in accordance with Title 28-A, chapter 43; and 5.5% on the value of all other tangible personal property and taxable services and products transferred electronically. Notwithstanding the other provisions of this section, beginning on the first day of the calendar month in which adult use marijuana and adult use marijuana products may be sold in the State by a marijuana establishment licensed to conduct retail sales pursuant to Title 28-B, chapter 1, the rate of tax is 20% on the value of adult use marijuana and adult use marijuana products. Value is measured by the sale price, except as otherwise provided. The value of rental for a period of less than one year of an automobile or of a pickup truck or van with a gross vehicle weight of less than 26,000 pounds rented from a person primarily engaged in the business of renting automobiles is the total rental charged to the lessee and includes, but is not limited to, maintenance and service contracts, dropoff or pick-up fees, airport surcharges, mileage fees and any separately itemized charges on the rental agreement to recover the owner's estimated costs of the charges imposed by government authority for title fees, inspection fees, local excise tax and agent fees on all vehicles in its rental fleet registered in the State. All fees must be disclosed when an estimated quote is provided to the lessee.

- **Sec. D-3. 36 MRSA §1817,** as amended by PL 2017, c. 1, §21, is repealed.
- 45 **Sec. D-4. 36 MRSA §1818** is enacted to read:

1	§1818. Tax on adult use marijuana and adult use mariju	uana products	
2 3	All sales tax revenue collected pursuant to section 1811 on the sale of adult use marijuana and adult use marijuana products must be deposited into the General Fund,		
4	except that, on or before the last day of each month, the State Controller shall:		
5	1. Distribution of sales tax revenue to municipality in which revenue was		
6	generated. Distribute to each municipality with a marijua		
7 8	club operating within the municipality during the precedi		
9	revenue received by the assessor during the preceding monomore from the marijuana stores and marijuana social clubs operate		
10	2. Revenue sharing for participating municipalities		
11	sales tax revenue received by the assessor during the precede		
12	1811 in equal amounts to each municipality that was a par		
13	the preceding month. On or before the last day of each		•
14 15	Administrative and Financial Services shall provide the Sta		
	the municipalities that were participating municipalities during the preceding month; and		
16	3. Transfer to Adult Use Marijuana Public Health		
17	distributions made pursuant to subsections 1 and 2, transfe		
18 19	tax revenue received by the assessor during the preceding n to the Adult Use Marijuana Public Health and Safety Fund		
20	section 1001.	established unde	1 11th 20-D,
	<del></del>		
21	PART E		
22	Sec. E-1. Appropriations and allocations. The	following approp	oriations and
23	allocations are made.	C 11 1	
24	ADMINISTRATIVE AND FINANCIAL SERVICES, D	EPARTMENT C	)F
25	Adult Use Marijuana Public Health and Safety Fund N2	270	
26	Initiative: Allocates 12% of marijuana sales tax revenue	to facilitate publi	c health and
27	safety awareness and education programs, initiatives, of		
28	enhanced law enforcement training programs for local, cou	nty and state law	enforcement
29	officers.		
30	OTHER SPECIAL REVENUE FUNDS	2017-18	2018-19
31	All Other	\$0	\$428,640
32			
33	OTHER SPECIAL REVENUE FUNDS TOTAL	\$0	\$428,640
34	Adult Use Marijuana Public Health and Safety Fund N2	270	
35	Initiative: Provides allocations for training costs for the Ma	ine Criminal Justi	ice Academy
36	related to marijuana enforcement issues.		3

1 2 2	OTHER SPECIAL REVENUE FUNDS All Other	<b>2017-18</b> \$0	<b>2018-19</b> \$145,000
3 4	OTHER SPECIAL REVENUE FUNDS TOTAL	\$0	\$145,000
5	Adult Use Marijuana Regulatory Coordination Fund N271		
6 7 8	Initiative: Provides funding for one Public Service Manager II position, one Secretary Specialist position, 4 Public Service Coordinator I positions, 4 Marijuana Enforcement Officer positions, one Marijuana Tax Auditor position and 3 Office Associate positions.		
9 10 11 12	GENERAL FUND POSITIONS - LEGISLATIVE COUNT Personal Services	<b>2017-18</b> 14.000 \$172,815	<b>2018-19</b> 14.000 \$1,084,225
13	GENERAL FUND TOTAL	\$172,815	\$1,084,225
14	Adult Use Marijuana Regulatory Coordination Fund N271		
15 16 17	Initiative: Provides funding for 2 Planning and Research Marijuana Enforcement Officer positions, 2 Marijuana Tax Office Associate II positions.		
18 19 20 21	GENERAL FUND POSITIONS - LEGISLATIVE COUNT Personal Services	<b>2017-18</b> 0.000 \$0	<b>2018-19</b> 12.000 \$900,000
22	GENERAL FUND TOTAL	\$0	\$900,000
23	Adult Use Marijuana Regulatory Coordination Fund N271		
24	Initiative: Provides funding for All Other costs.		
25 26 27	OTHER SPECIAL REVENUE FUNDS All Other	<b>2017-18</b> \$175,000	<b>2018-19</b> \$600,000
28	OTHER SPECIAL REVENUE FUNDS TOTAL	\$175,000	\$600,000
29	Adult Use Marijuana Regulatory Coordination Fund N271		
30 31	Initiative: Provides funding for tracking and traceability systematics.	stem and lice	ensing system

1 2	GENERAL FUND All Other	<b>2017-18</b> \$550,000	<b>2018-19</b> \$0
3 4	GENERAL FUND TOTAL	\$550,000	\$0
5	Revenue Services, Bureau of 0002		
6 7	Initiative: Provides an allocation to remit a portion of the municipalities.	e marijuana sales t	ax revenue to
8 9 10	OTHER SPECIAL REVENUE FUNDS All Other	<b>2017-18</b> \$0	<b>2018-19</b> \$228,000
11	OTHER SPECIAL REVENUE FUNDS TOTAL	\$0	\$228,000
12	Revenue Services, Bureau of 0002		
13 14	Initiative: Provides funding for 2 Tax Examiner position All Other costs to process and audit income tax filings.	s and related prog	gramming and
15 16 17 18 19 20	GENERAL FUND  POSITIONS - LEGISLATIVE COUNT  Personal Services  All Other  GENERAL FUND TOTAL	2017-18 0.000 \$0 \$0 \$0	2018-19 2.000 \$151,272 \$46,679
21 22 23 24 25 26 27	ADMINISTRATIVE AND FINANCIAL SERVICES, DEPARTMENT OF DEPARTMENT TOTALS  GENERAL FUND OTHER SPECIAL REVENUE FUNDS	2017-18 \$722,815 \$175,000	2018-19 \$2,182,176 \$1,401,640
28	DEPARTMENT TOTAL - ALL FUNDS	\$897,815	\$3,583,816
29	AGRICULTURE, CONSERVATION AND FORESTI	RY, DEPARTME	NT OF
30	Adult Use Marijuana Regulatory Coordination Fund	N271	
31 32	Initiative: Provides funding for one Public Service Mana Protection Inspector positions.	ger II position and	d 6 Consumer

Page 64 - 128LR2395(02)-1

1 2 3	GENERAL FUND POSITIONS - LEGISLATIVE COUNT Personal Services	<b>2017-18</b> 7.000 \$94,568	<b>2018-19</b> 7.000 \$595,481
4 5	GENERAL FUND TOTAL	\$94,568	\$595,481
6	Adult Use Marijuana Regulatory Coordination Fund I	N271	
7 8 9	Initiative: Provides funding for one Public Service Coor and Research Associate II position, 2 Office Associate position.	<u> </u>	
10 11 12 13	OTHER SPECIAL REVENUE FUNDS POSITIONS - LEGISLATIVE COUNT Personal Services	<b>2017-18</b> 0.000 \$0	<b>2018-19</b> 5.000 \$407,319
14	OTHER SPECIAL REVENUE FUNDS TOTAL	\$0	\$407,319
15 16	Adult Use Marijuana Regulatory Coordination Fund I Initiative: Provides funding for All Other costs.	N271	
10	initiative. Provides funding for All Other costs.		
17 18 19	OTHER SPECIAL REVENUE FUNDS All Other	<b>2017-18</b> \$25,000	<b>2018-19</b> \$100,000
20	OTHER SPECIAL REVENUE FUNDS TOTAL	\$25,000	\$100,000
21 22 23	AGRICULTURE, CONSERVATION AND FORESTRY, DEPARTMENT OF DEPARTMENT TOTALS	2017-18	2018-19
<ul><li>24</li><li>25</li><li>26</li><li>27</li></ul>	GENERAL FUND OTHER SPECIAL REVENUE FUNDS	\$94,568 \$25,000	\$595,481 \$507,319
27 28	DEPARTMENT TOTAL - ALL FUNDS	\$119,568	\$1,102,800
29	INDIGENT LEGAL SERVICES, MAINE COMMISS	ION ON	
30	Maine Commission on Indigent Legal Services Z112		
31 32 33	Initiative: Adjusts funding to reflect an estimated decrease 18 and a decrease of \$75,000 annually thereafter to a counsel related to marijuana offenses.		

Page 65 - 128LR2395(02)-1

1	GENERAL FUND	2017-18	2018-19
2 3	All Other	(\$50,000)	(\$75,000)
4	GENERAL FUND TOTAL	(\$50,000)	(\$75,000)
5	INDIGENT LEGAL SERVICES, MAINE		
6 7	COMMISSION ON DEPARTMENT TOTALS	2017-18	2018-19
8		2017 10	2010 17
9	GENERAL FUND	(\$50,000)	(\$75,000)
10 11	DEPARTMENT TOTAL - ALL FUNDS	(\$50,000)	(\$75,000)
12	PUBLIC SAFETY, DEPARTMENT OF		
13	State Police 0291		
14 15	Initiative: Provides funding for one Identification Specto process criminal history background checks for marij		
16 17 18 19 20 21	GENERAL FUND POSITIONS - LEGISLATIVE COUNT Personal Services All Other GENERAL FUND TOTAL	2017-18 0.000 \$0 \$0 \$0	2018-19 1.000 \$42,135 \$1,566
22 23 24 25 26	HIGHWAY FUND Personal Services All Other HIGHWAY FUND TOTAL	2017-18 \$0 \$0 \$0	\$43,701  2018-19 \$22,688 \$1,274  \$23,962
27 28 29 30 31 32 33	PUBLIC SAFETY, DEPARTMENT OF DEPARTMENT TOTALS  GENERAL FUND HIGHWAY FUND  DEPARTMENT TOTAL - ALL FUNDS	2017-18 \$0 \$0 	2018-19 \$43,701 \$23,962 \$67,663

Page 66 - 128LR2395(02)-1

1	SECTION TOTALS	2017-18	2018-19
2			
3	GENERAL FUND	\$767,383	\$2,746,358
4	HIGHWAY FUND	<b>\$0</b>	\$23,962
5	OTHER SPECIAL REVENUE FUNDS	\$200,000	\$1,908,959
6			
7	SECTION TOTAL - ALL FUNDS	\$967,383	\$4,679,279

**Emergency clause.** In view of the emergency cited in the preamble, this legislation takes effect when approved.'

10 SUMMARY

 This amendment, which is a minority report of the committee, amends the bill as follows.

- 1. It limits the scope of the term "plant canopy" to include only those areas dedicated to the live cultivation of mature marijuana plants and stipulates the method by which the area of plant canopy is to be calculated.
- 2. It reduces the maximum allowable area of plant canopy under each tier of cultivation facility license in the bill as follows.
  - A. For a tier 1 cultivation facility license, it reduces the maximum allowable area of plant canopy from 500 square feet to 335 square feet.
  - B. For a tier 2 cultivation facility license, it reduces the maximum allowable area of plant canopy from 3,000 square feet to 2,010 square feet.
  - C. For a tier 3 cultivation facility license, it reduces the maximum allowable area of plant canopy from 10,000 square feet to 6,700 square feet.
  - D. For a tier 4 cultivation facility license, it reduces the maximum allowable area of plant canopy from 30,000 square feet to 20,100 square feet.

It does not change the maximum allowable area of plant canopy under a nursery cultivation facility license. It does not change the license fee amounts for cultivation facilities in the bill.

- 3. It reduces the area of plant canopy by which a tier 4 cultivation facility license may be increased every 2 years from 10,000 square feet to 6,700 square feet.
- 4. It removes from the bill the imposition of a cultivation tax on the adult use marijuana sold by a cultivation facility to a products manufacturing facility, a marijuana store or another cultivation facility.
- 5. It increases the sales tax imposed on the sale of adult use marijuana and adult use marijuana products by a marijuana store or marijuana social club to a consumer from 10% to 20%.
- 6. It prohibits the use of a shared cultivation facility for the cultivation of adult use marijuana and marijuana for medical use by a cultivation facility licensee that is also a registered primary caregiver or registered dispensary.

1	7. It prohibits the use of a shared products manufacturing facility for the manufacture
2	of adult use marijuana and adult use marijuana products and marijuana and marijuana
3 4	products for medical use by a products manufacturing facility licensee that is also a registered primary caregiver or registered dispensary.
5 6 7 8	8. It prohibits the use of a shared retail facility for the sale of adult use marijuana and adult use marijuana products and marijuana and marijuana products for medical use by a marijuana store or marijuana social club licensee that is also a registered primary caregiver or registered dispensary.
9 10	9. It makes a number of technical corrections to the bill to incorporate these changes to the bill.
11	10. It adds an appropriations and allocations section to the bill.
12	FISCAL NOTE REQUIRED
13	(See attached)