E1, E4, Q7	7lr3127
-	CF SB 928

By: Delegates Anderson, B. Barnes, Barve, Branch, Carr, Conaway, Cullison, Fennell, Fraser-Hidalgo, Glenn, Gutierrez, Hixson, Kelly, Korman, Lewis, Lierman, Luedtke, McIntosh, A. Miller, Moon, Morales, Oaks, Platt, Robinson, Rosenberg, Sanchez, Turner, Waldstreicher, M. Washington, and Wilkins

Introduced and read first time: February 9, 2017 Assigned to: Judiciary

A BILL ENTITLED

- 1 AN ACT concerning
- $\mathbf{2}$

Criminal Law - Cannabis - Legalization

3 FOR the purpose of repealing certain civil and criminal prohibitions against the use and 4 possession of marijuana; providing that a violation of a certain prohibition against $\mathbf{5}$ possessing or administering a controlled dangerous substance involving the 6 vaporization of cannabis in a public place is a civil offense punishable by a certain 7 fine; applying certain procedural provisions relating to the issuance of a citation to 8 the offenses of smoking marijuana in a public place and vaporization of cannabis in 9 a public place; establishing certain exemptions from prosecution for certain persons 10 for using, obtaining, purchasing, transporting, or possessing cannabis under certain 11 circumstances; providing that certain conduct relating to cannabis is lawful; 12establishing certain exemptions from prosecution for certain retailers, cannabis 13 product manufacturers, cannabis cultivation facilities, craft cannabis cultivators, and safety compliance facilities under certain circumstances; establishing a certain 14 15affirmative defense relating to cannabis; prohibiting a certain adult from cultivating 16cannabis under certain circumstances; providing that this Act does not exempt 17certain conduct from certain penalties; providing that the use of cannabis or testing 18 positive for past cannabis use may not be grounds for certain adverse employment 19 actions under certain circumstances; providing that employers are not required to 20accommodate certain conduct; authorizing landlords and innkeepers to prohibit 21certain behavior in certain locations; prohibiting a person from falsely representing 22the person's age for certain purposes; providing that this Act, by operation of law, 23expunges certain convictions; providing that this Act does not repeal or modify 24certain other statutes; establishing a procedure for a certain retailer, cannabis 25cultivation facility, craft cannabis cultivator, cannabis product manufacturer, or 26safety compliance facility to register under this Act; establishing a procedure for a 27certain retailer or applicant to obtain an on-site consumption registration; requiring

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



1 the Comptroller to issue certain regulations for cannabis product manufacturer $\mathbf{2}$ registration; prohibiting a cannabis establishment from operating within a certain 3 distance from a certain school; prohibiting a cannabis establishment from operating 4 if the entity sells alcohol for consumption on the premises; authorizing local $\mathbf{5}$ governments to enact certain ordinances or regulations not in conflict with this Act; 6 requiring a retailer to include a certain safety insert with the sale of cannabis; $\overline{7}$ requiring a cannabis cultivation facility and a cannabis product manufacturer to 8 create certain packaging; providing for the cultivation of cannabis in certain 9 circumstances; requiring a certain cannabis establishment to have certain 10 documentation at certain times; prohibiting a retailer from selling, giving, or 11 otherwise furnishing cannabis to a person under a certain age; prohibiting a 12cannabis establishment from allowing a person under a certain age to be present in 13 a certain location under certain circumstances; prohibiting a retailer from selling, 14giving, or otherwise furnishing more than a certain amount of cannabis to a person 15in a single transaction, knowingly and willfully selling, giving, or otherwise 16 furnishing a certain amount of cannabis to a person under certain circumstances, 17purchasing cannabis from a person other than a retailer, cannabis cultivation 18 facility, or cannabis product manufacturer, selling, giving, or otherwise furnishing 19 cannabis to a clearly intoxicated person, or violating certain regulations; prohibiting 20a cannabis cultivation facility from purchasing, producing, obtaining, selling, giving, 21or otherwise furnishing cannabis to certain persons; authorizing the Comptroller to 22suspend or terminate a certain registration under certain circumstances; 23authorizing a certain court action under certain circumstances; providing that it is 24not a violation of State or local law for a person to purchase and possess a material 25or product made, in whole or in part, with industrial hemp; requiring the 26Department of Agriculture to adopt certain rules and regulations; prohibiting a 27person under a certain age from possessing cannabis; requiring the Governor to 28appoint a certain oversight committee; requiring the oversight committee to 29undertake certain duties; requiring the Comptroller to administer and carry out this 30 Act and to adopt certain regulations; providing certain penalties for a violation of 31 this Act; requiring the Comptroller to develop and implement a certain outreach 32program and submit a certain report on or before a certain date; defining certain 33 terms; making a certain provision of this Act subject to a certain contingency; and 34 generally relating to cannabis.

- 35 BY renumbering
- 36 Article Criminal Law
- 37 Section 5–1101 and the subtitle "Subtitle 11. Short Title"
- to be Section 5–1201 and the subtitle "Subtitle 12. Short Title"
- 39 Annotated Code of Maryland
- 40 (2012 Replacement Volume and 2016 Supplement)
- 41 BY repealing and reenacting, with amendments,
- 42 Article Criminal Law
- 43 Section 5–601(c) and 5–601.1
- 44 Annotated Code of Maryland
- 45 (2012 Replacement Volume and 2016 Supplement)

- 1 BY repealing and reenacting, with amendments,
- 2 Article Criminal Law
- 3 Section 5–601(c)
- 4 Annotated Code of Maryland
- 5 (2012 Replacement Volume and 2016 Supplement)
- 6 (As enacted by Chapter 515 of the Acts of the General Assembly of 2016)
- 7 BY repealing
- 8 Article Criminal Law
- 9 Section 5–601(d)
- 10 Annotated Code of Maryland
- 11 (2012 Replacement Volume and 2016 Supplement)
- 12 (As enacted by Chapter 515 of the Acts of the General Assembly of 2016)
- 13 BY adding to
- 14 Article Criminal Law
- 15 Section 5–1101 through 5–1135 to be under the new subtitle "Subtitle 11. Cannabis"
- 16 Annotated Code of Maryland
- 17 (2012 Replacement Volume and 2016 Supplement)
- 18 BY adding to
- 19 Article Courts and Judicial Proceedings
- 20 Section 3–8A–19(d)(7)
- 21 Annotated Code of Maryland
- 22 (2013 Replacement Volume and 2016 Supplement)
- 23 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 24 That Section(s) 5–1101 and the subtitle "Subtitle 11. Short Title" of Article Criminal Law
- 25 of the Annotated Code of Maryland be renumbered to be Section(s) 5–1201 and the subtitle
- 26 "Subtitle 12. Short Title".
- 27 SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read 28 as follows:
- 29

Article – Criminal Law

30 5-601.

31 (c) (1) Except as provided in paragraphs (2), (3), and (4) of this subsection, a 32 person who violates this section is guilty of a misdemeanor and on conviction is subject to 33 imprisonment not exceeding 4 years or a fine not exceeding \$25,000 or both.

34 (2) [(i) Except as provided in subparagraph (ii) of this paragraph, a] A 35 person whose violation of this section involves the use or possession of marijuana [in the 36 amount of 10 grams or more is guilty of the misdemeanor of possession of marijuana and is 37 subject to imprisonment not exceeding 1 year or a fine not exceeding \$1,000 or both] IS

SUBJECT TO THE PROVISIONS RELATING TO THE USE OF CANNABIS UNDER 1 $\mathbf{2}$ SUBTITLE 11 OF THIS TITLE.

3 (ii) 1. A first finding of guilt under this section involving the use or possession of less than 10 grams of marijuana is a civil offense punishable by a fine not 4 exceeding \$100. $\mathbf{5}$

6 2. A second finding of guilt under this section involving the use or possession of less than 10 grams of marijuana is a civil offense punishable by a fine 7 8 not exceeding \$250.

9 3. A third or subsequent finding of guilt under this section involving the use or possession of less than 10 grams of marijuana is a civil offense 10 punishable by a fine not exceeding \$500. 11

124. A. In addition to a fine, a court shall order a person 13under the age of 21 years who commits a violation punishable under subsubparagraph 1, 2, or 3 of this subparagraph to attend a drug education program approved by the 1415Department of Health and Mental Hygiene, refer the person to an assessment for substance 16 abuse disorder, and refer the person to substance abuse treatment, if necessary.

- 17В. In addition to a fine, a court shall order a person at least 18 21 years old who commits a violation punishable under subsubparagraph 3 of this subparagraph to attend a drug education program approved by the Department of Health 1920and Mental Hygiene, refer the person to an assessment for substance abuse disorder, and 21refer the person to substance abuse treatment, if necessary.
- 22С. A court that orders a person to a drug education program or substance abuse assessment or treatment under this subsubparagraph may hold the 2324case sub curia pending receipt of proof of completion of the program, assessment, or 25treatment.
- 26(3)In this paragraph the following words have the meanings (i) 1. 27indicated.
- 282."Bona fide physician-patient relationship" means a relationship in which the physician has ongoing responsibility for the assessment, care, and 29treatment of a patient's medical condition. 30
- "Caregiver" means an individual designated by a patient 31 3. with a debilitating medical condition to provide physical or medical assistance to the 3233 patient, including assisting with the medical use of marijuana, who:
- 34A. is a resident of the State;
- 35 В. is at least 21 years old;

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$\frac{1}{2}$	partner of the patient;	C.	is an immediate family member, a spouse, or a domestic
$\frac{3}{4}$	§ 14–101 of this article;	D.	has not been convicted of a crime of violence as defined in
5 6	controlled dangerous sub	E. stance	has not been convicted of a violation of a State or federal s law;
7		F.	has not been convicted of a crime of moral turpitude;
$\frac{8}{9}$	that has been placed in t	G. he pati	has been designated as caregiver by the patient in writing ent's medical record prior to arrest;
10 11	caregiver; and	H.	is the only individual designated by the patient to serve as
12		I.	is not serving as caregiver for any other patient.
$13 \\ 14 \\ 15 \\ 16$	debilitating disease or medical condition or the treatment of a chronic or debilitatin disease or medical condition that produces one or more of the following, as documented b		
17		A.	cachexia or wasting syndrome;
18		В.	severe or chronic pain;
19		C.	severe nausea;
20		D.	seizures;
21		E.	severe and persistent muscle spasms; or
$\begin{array}{c} 22\\ 23 \end{array}$	conventional medicine.	F.	any other condition that is severe and resistant to
$24 \\ 25 \\ 26$	(ii) defendant may introduce of medical necessity.	1. e and t	In a prosecution for the use or possession of marijuana, the he court shall consider as a mitigating factor any evidence
27 28	court finds that the perso	2. on used	Notwithstanding paragraph (2) of this subsection, if the d or possessed marijuana because of medical necessity, the

court shall dismiss the charge. 29

$egin{array}{c} 1 \\ 2 \\ 3 \end{array}$	(iii) 1. In a prosecution for the use or possession of marijuana under this section, it is an affirmative defense that the defendant used or possessed marijuana because:
$4 \\ 5 \\ 6$	A. the defendant has a debilitating medical condition that has been diagnosed by a physician with whom the defendant has a bona fide physician-patient relationship;
$7 \\ 8$	B. the debilitating medical condition is severe and resistant to conventional medicine; and
9 10	C. marijuana is likely to provide the defendant with therapeutic or palliative relief from the debilitating medical condition.
$11 \\ 12 \\ 13 \\ 14$	2. A. In a prosecution for the possession of marijuana under this section, it is an affirmative defense that the defendant possessed marijuana because the marijuana was intended for medical use by an individual with a debilitating medical condition for whom the defendant is a caregiver.
15 16 17 18 19	B. A defendant may not assert the affirmative defense under this subsubparagraph unless the defendant notifies the State's Attorney of the defendant's intention to assert the affirmative defense and provides the State's Attorney with all documentation in support of the affirmative defense in accordance with the rules of discovery provided in Maryland Rules 4–262 and 4–263.
$\begin{array}{c} 20\\ 21 \end{array}$	3. An affirmative defense under this subparagraph may not be used if the defendant was:
$22 \\ 23 \\ 24$	A. using marijuana in a public place or assisting the individual for whom the defendant is a caregiver in using the marijuana in a public place; or
25	B. in possession of more than 1 ounce of marijuana.]
26 27	[(4)] (3) A violation of this section involving the smoking of marijuana in a public place is a civil offense punishable by a fine not exceeding \$500.
28 29 30	(4) A VIOLATION OF THIS SECTION INVOLVING THE VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF THIS TITLE, IN A PUBLIC PLACE IS A CIVIL OFFENSE PUNISHABLE BY A FINE NOT EXCEEDING \$100.
$\frac{31}{32}$	[(d) The provisions of subsection (c)(2)(ii) of this section making the possession of marijuana a civil offense may not be construed to affect the laws relating to:
$\frac{33}{34}$	(1) operating a vehicle or vessel while under the influence of or while impaired by a controlled dangerous substance; or

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1 (2)seizure and forfeiture.] $\mathbf{2}$ SECTION 3. AND BE IT FURTHER ENACTED, That the Laws of Marvland read 3 as follows: Article - Criminal Law 4 5-601. $\mathbf{5}$ 6 (c) Except as provided in paragraphs (2), (3), and (4) of this subsection, a (1)7 person who violates this section is guilty of a misdemeanor and on conviction is subject to: 8 (i) for a first conviction, imprisonment not exceeding 1 year or a fine 9 not exceeding \$5,000 or both; 10 for a second or third conviction, imprisonment not exceeding 18 (ii) 11 months or a fine not exceeding \$5,000 or both; or 12(iii) for a fourth or subsequent conviction, imprisonment not 13exceeding 2 years or a fine not exceeding \$5,000 or both. 14Except as provided in subparagraph (ii) of this paragraph, a **A** (2)(i) 15person whose violation of this section involves the use or possession of marijuana is [guilty 16of the misdemeanor of possession of marijuana and is] subject to [imprisonment not exceeding 6 months or a fine not exceeding \$1,000 or both] THE PROVISIONS RELATING 17TO THE USE OF CANNABIS UNDER SUBTITLE 11 OF THIS TITLE. 18 19(ii) 1. A first finding of guilt under this section involving the use 20or possession of less than 10 grams of marijuana is a civil offense punishable by a fine not 21exceeding \$100. 222. A second finding of guilt under this section involving the 23use or possession of less than 10 grams of marijuana is a civil offense punishable by a fine not exceeding \$250. 2425A third or subsequent finding of guilt under this section 3. involving the use or possession of less than 10 grams of marijuana is a civil offense 26punishable by a fine not exceeding \$500. 2728In addition to a fine, a court shall order a person 4. А. 29under the age of 21 years who commits a violation punishable under subsubparagraph 1, 30 2, or 3 of this subparagraph to attend a drug education program approved by the Department of Health and Mental Hygiene, refer the person to an assessment for substance 3132abuse disorder, and refer the person to substance abuse treatment, if necessary.

B. In addition to a fine, a court shall order a person at least 2 21 years old who commits a violation punishable under subsubparagraph 3 of this 3 subparagraph to attend a drug education program approved by the Department of Health 4 and Mental Hygiene, refer the person to an assessment for substance abuse disorder, and 5 refer the person to substance abuse treatment, if necessary.

6 C. A court that orders a person to a drug education program 7 or substance abuse assessment or treatment under this subsubparagraph may hold the 8 case sub curia pending receipt of proof of completion of the program, assessment, or 9 treatment.

10 (3) (i) 1. In this paragraph the following words have the meanings 11 indicated.

12 2. "Bona fide physician–patient relationship" means a 13 relationship in which the physician has ongoing responsibility for the assessment, care, and 14 treatment of a patient's medical condition.

3. "Caregiver" means an individual designated by a patient
with a debilitating medical condition to provide physical or medical assistance to the
patient, including assisting with the medical use of marijuana, who:

18 A. is a resident of the State; is at least 21 years old; 19 В. 20С. is an immediate family member, a spouse, or a domestic 21partner of the patient; 22D. has not been convicted of a crime of violence as defined in 23§ 14–101 of this article; 24E. has not been convicted of a violation of a State or federal 25controlled dangerous substances law; 26F. has not been convicted of a crime of moral turpitude; 27has been designated as caregiver by the patient in writing G. 28that has been placed in the patient's medical record prior to arrest; 29H. is the only individual designated by the patient to serve as 30 caregiver; and 31I. is not serving as caregiver for any other patient. "Debilitating medical condition" means a chronic or 32 4. debilitating disease or medical condition or the treatment of a chronic or debilitating 33

disease or medical condition that produces one or more of the following, as documented by
 a physician with whom the patient has a bona fide physician-patient relationship:
 A. cachexia or wasting syndrome;

4	B. severe or chronic pain;
5	C. severe nausea;
6	D. seizures;
7	E. severe and persistent muscle spasms; or
8 9	F. any other condition that is severe and resistant to conventional medicine.
$10 \\ 11 \\ 12$	(ii) 1. In a prosecution for the use or possession of marijuana, the defendant may introduce and the court shall consider as a mitigating factor any evidence of medical necessity.
$\begin{array}{c} 13\\14\\15\end{array}$	2. Notwithstanding paragraph (2) of this subsection, if the court finds that the person used or possessed marijuana because of medical necessity, the court shall dismiss the charge.
$16 \\ 17 \\ 18$	(iii) 1. In a prosecution for the use or possession of marijuana under this section, it is an affirmative defense that the defendant used or possessed marijuana because:
$19 \\ 20 \\ 21$	A. the defendant has a debilitating medical condition that has been diagnosed by a physician with whom the defendant has a bona fide physician-patient relationship;
$\begin{array}{c} 22\\ 23 \end{array}$	B. the debilitating medical condition is severe and resistant to conventional medicine; and
$\begin{array}{c} 24 \\ 25 \end{array}$	C. marijuana is likely to provide the defendant with therapeutic or palliative relief from the debilitating medical condition.
26 27 28 29	2. A. In a prosecution for the possession of marijuana under this section, it is an affirmative defense that the defendant possessed marijuana because the marijuana was intended for medical use by an individual with a debilitating medical condition for whom the defendant is a caregiver.
$30 \\ 31 \\ 32$	B. A defendant may not assert the affirmative defense under this subsubparagraph unless the defendant notifies the State's Attorney of the defendant's intention to assert the affirmative defense and provides the State's Attorney with all

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1 documentation in support of the affirmative defense in accordance with the rules of 2 discovery provided in Maryland Rules 4–262 and 4–263.

3 3. An affirmative defense under this subparagraph may not
4 be used if the defendant was:

5 A. using marijuana in a public place or assisting the 6 individual for whom the defendant is a caregiver in using the marijuana in a public place; 7 or

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B. in possession of more than 1 ounce of marijuana.]

9 [(4)] (3) A violation of this section involving the smoking of marijuana in 10 a public place is a civil offense punishable by a fine not exceeding \$500.

(4) A VIOLATION OF THIS SECTION INVOLVING THE VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF THIS TITLE, IN A PUBLIC PLACE IS A CIVIL OFFENSE PUNISHABLE BY A FINE NOT EXCEEDING \$100.

14 [(d) The provisions of subsection (c)(2)(ii) of this section making the possession of 15 marijuana a civil offense may not be construed to affect the laws relating to:

16 (1) operating a vehicle or vessel while under the influence of or while 17 impaired by a controlled dangerous substance; or

18 (2) seizure and forfeiture.]

19 SECTION 4. AND BE IT FURTHER ENACTED, That the Laws of Maryland read 20 as follows:

- 21 Article Criminal Law
- 22 5-601.1.

(a) A police officer shall issue a citation to a person who the police officer has
probable cause to believe has committed a violation of § 5–601 of this part involving the
[use or possession of less than 10 grams of marijuana] SMOKING OF MARIJUANA IN A
PUBLIC PLACE OR VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF
THIS TITLE, IN A PUBLIC PLACE.

(b) (1) A violation of § 5–601 of this part involving the [use or possession of
less than 10 grams of marijuana] SMOKING OF MARIJUANA IN A PUBLIC PLACE OR
VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF THIS TITLE, IN A
PUBLIC PLACE is a civil offense.

1 Adjudication of a violation under § 5–601 of this part involving the [use (2) $\mathbf{2}$ or possession of less than 10 grams of marijuana] SMOKING OF MARIJUANA IN A PUBLIC 3 PLACE OR VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF THIS TITLE, 4 IN A PUBLIC PLACE: $\mathbf{5}$ (i) is not a criminal conviction for any purpose; and 6 does not impose any of the civil disabilities that may result from (ii) 7 a criminal conviction. 8 A citation issued for a violation of § 5–601 of this part involving the [use (c)(1)or possession of less than 10 grams of marijuana] SMOKING OF MARIJUANA IN A PUBLIC 9 PLACE OR VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF THIS TITLE, 10 11 IN A PUBLIC PLACE shall be signed by the police officer who issues the citation and shall 12contain: 13(i) the name, address, and date of birth of the person charged; 14the date and time that the violation occurred; (ii) 15(iii) the location at which the violation occurred; 16 the fine that may be imposed; (iv) a notice stating that prepayment of the fine is allowed, except as 17(v) provided in paragraph (2) of this subsection; and 1819 (vi) a notice in **boldface** type that states that the person shall: 201. pay the full amount of the preset fine; or 212.request a trial date at the date, time, and place established 22by the District Court by writ or trial notice. 23(2)If a citation for a violation of § 5–601 of this part involving the (i) 24[use or possession of less than 10 grams of marijuana] SMOKING OF MARIJUANA IN A 25PUBLIC PLACE OR VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF 26THIS TITLE, IN A PUBLIC PLACE is issued to a person under the age of 21 years, the court 27shall summon the person for trial. 28If the court finds that a person at least 21 years old who has been (ii) 29issued a citation under this section has at least twice previously been found guilty under § 30 5–601 of this part involving the [use or possession of less than 10 grams of marijuana] 31SMOKING OF MARIJUANA IN A PUBLIC PLACE OR VAPORIZATION OF CANNABIS, AS 32DEFINED IN SUBTITLE 11 OF THIS TITLE, IN A PUBLIC PLACE, the court shall summon

33 the person for trial.

1 (d) The form of the citation shall be uniform throughout the State and shall be 2 prescribed by the District Court.

3 (e) (1) The Chief Judge of the District Court shall establish a schedule for the 4 prepayment of the fine.

5 (2) Prepayment of a fine shall be considered a plea of guilty to a Code 6 violation.

7 (3) A person described in subsection (c)(2) of this section may not prepay 8 the fine.

9 (f) (1) A person may request a trial by sending a request for trial to the District 10 Court in the jurisdiction where the citation was issued within 30 days of the issuance of the 11 citation.

12 (2) If a person other than a person described in subsection (c)(2) of this 13 section does not request a trial or prepay the fine within 30 days of the issuance of the 14 citation, the court may impose the maximum fine and costs against the person and find the 15 person is guilty of a Code violation for purposes of subsection (c)(2)(ii) of this section.

16 (g) The issuing jurisdiction shall forward a copy of the citation and a request for 17 trial to the District Court in the district having venue.

18 (h) (1) The failure of a defendant to respond to a summons described in 19 subsection (c)(2) of this section shall be governed by § 5-212 of the Criminal Procedure 20 Article.

21 (2) If a person at least 21 years old fails to appear after having requested 22 a trial, the court may impose the maximum fine and costs against the person and find the 23 person is guilty of a Code violation for purposes of subsection (c)(2)(ii) of this section.

(i) In any proceeding for a Code violation under § 5–601 of this part involving the
[use or possession of less than 10 grams of marijuana] SMOKING OF MARIJUANA IN A
PUBLIC PLACE OR VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF
THIS TITLE, IN A PUBLIC PLACE:

(1) the State has the burden to prove the guilt of the defendant by apreponderance of the evidence;

30 (2) the court shall apply the evidentiary standards as prescribed by law or
 31 rule for the trial of a criminal case;

32 (3) the court shall ensure that the defendant has received a copy of the 33 charges against the defendant and that the defendant understands those charges;

1 (4) the defendant is entitled to cross-examine all witnesses who appear 2 against the defendant, to produce evidence or witnesses on behalf of the defendant, and to 3 testify on the defendant's own behalf, if the defendant chooses to do so;

4 (5) the defendant is entitled to be represented by counsel of the defendant's 5 choice and at the expense of the defendant; and

6 (6) the defendant may enter a plea of guilty or not guilty, and the verdict 7 of the court in the case shall be:

- 8 (i) guilty of a Code violation;
- 9 (ii) not guilty of a Code violation; or

10 (iii) probation before judgment, imposed by the court in the same 11 manner and to the same extent as is allowed by law in the trial of a criminal case.

12 (j) (1) The defendant is liable for the costs of the proceedings in the District 13 Court.

14 (2) The court costs in a Code violation case under § 5–601 of this part
15 involving the [use or possession of less than 10 grams of marijuana] SMOKING OF
16 MARIJUANA IN A PUBLIC PLACE OR VAPORIZATION OF CANNABIS, AS DEFINED IN
17 SUBTITLE 11 OF THIS TITLE, IN A PUBLIC PLACE in which costs are imposed are \$5.

18 (k) (1) The State's Attorney for any county may prosecute a Code violation 19 under § 5–601 of this part involving the [use or possession of less than 10 grams of 20 marijuana] SMOKING OF MARIJUANA IN A PUBLIC PLACE OR VAPORIZATION OF 21 CANNABIS, AS DEFINED IN SUBTITLE 11 OF THIS TITLE, IN A PUBLIC PLACE in the 22 same manner as prosecution of a violation of the criminal laws of the State.

(2) In a Code violation case under § 5–601 of this part involving the [use or
possession of less than 10 grams of marijuana] SMOKING OF MARIJUANA IN A PUBLIC
PLACE OR VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF THIS TITLE,
IN A PUBLIC PLACE, the State's Attorney may:

27 (i) enter a nolle prosequi or move to place the case on the stet docket;28 and

(ii) exercise authority in the same manner as prescribed by law for
 violation of the criminal laws of the State.

(1) A person issued a citation for a violation of § 5–601 of this part involving the
 [use or possession of less than 10 grams of marijuana] SMOKING OF MARIJUANA IN A
 PUBLIC PLACE OR VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF

1 **THIS TITLE, IN A PUBLIC PLACE** who is under the age of 18 years shall be subject to the 2 procedures and dispositions provided in Title 3, Subtitle 8A of the Courts Article.

3 (m) A citation for a violation of § 5–601 of this part involving the [use or possession 4 of less than 10 grams of marijuana] SMOKING OF MARIJUANA IN A PUBLIC PLACE OR 5 VAPORIZATION OF CANNABIS, AS DEFINED IN SUBTITLE 11 OF THIS TITLE, IN A 6 PUBLIC PLACE and the official record of a court regarding the citation are not subject to 7 public inspection and may not be included on the public Web site maintained by the 8 Maryland Judiciary if:

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- (1) the defendant has prepaid the fine;

10 (2) the defendant has pled guilty to or been found guilty of the Code 11 violation and has fully paid the fine and costs imposed for the violation;

12 (3) the defendant has received a probation before judgment and has fully 13 paid the fine and completed any terms imposed by the court;

14 (4) the case has been removed from the stet docket after the defendant fully 15 paid the fine and completed any terms imposed by the court;

- 16 (5) the State has entered a nolle prosequi;
- 17 (6) the defendant has been found not guilty of the charge; or
- 18 (7) the charge has been dismissed.
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SUBTITLE 11. CANNABIS.

20 **5–1101.**

21 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 22 INDICATED.

23 (B) (1) "CANNABIS" MEANS:

24(I) ALL PARTS OF THE GENUS CANNABIS, WHETHER GROWING25OR NOT;

- 26 (II) THE SEEDS OF THE PLANT;
 - (III) THE RESIN EXTRACTED FROM A PART OF THE PLANT; OR

28 (IV) EVERY COMPOUND, MANUFACTURE, SALT, DERIVATIVE, 29 MIXTURE, OR PREPARATION OF THE PLANT, ITS SEEDS, OR ITS RESIN.

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"CANNABIS" DOES NOT INCLUDE: (2) 1 $\mathbf{2}$ **(I)** THE MATURE STALKS OF THE PLANT; 3 **(II)** FIBER PRODUCED FROM THE STALKS; 4 (III) OIL OR CAKE MADE FROM THE SEEDS OF THE PLANT; (IV) ANY OTHER COMPOUND, $\mathbf{5}$ MANUFACTURE, SALT, DERIVATIVE, MIXTURE, OR PREPARATION OF THE MATURE STALKS, EXCEPT THE 6 EXTRACTED RESIN, FIBER, OR OIL OR CAKE; OR 7 8 THE STERILIZED SEED OF THE PLANT THAT IS INCAPABLE **(**V**)** 9 OF GERMINATION. (3) "CANNABIS" INCLUDES SUBSTANCES DEFINED AS "MARIJUANA" 10 UNDER STATE LAW. 11 "CANNABIS CULTIVATION FACILITY" MEANS AN ENTITY THAT IS: 12**(C)** 13(1) REGISTERED IN ACCORDANCE WITH THIS SUBTITLE TO BE 14EXEMPT FROM STATE PENALTIES FOR CULTIVATING, PREPARING, PACKAGING, TRANSPORTING, OR SELLING CANNABIS TO A CANNABIS PRODUCT MANUFACTURER, 15**RETAILER, OR ANOTHER CANNABIS CULTIVATION FACILITY; OR** 16 17(2) EXEMPT FROM STATE PENALTIES UNDER § 5-1112 OF THIS 18 SUBTITLE DUE TO FAILURE OF THE COMPTROLLER TO ISSUE REGISTRATIONS. 19 (D) "CANNABIS ESTABLISHMENT" MEANS A RETAILER, CANNABIS CULTIVATION FACILITY, CRAFT CANNABIS CULTIVATOR, CANNABIS PRODUCT 2021MANUFACTURER, OR SAFETY COMPLIANCE FACILITY. (1) "CANNABIS PRODUCT" MEANS A GOOD COMPOSED OF CANNABIS 22**(E)** 23AND OTHER INGREDIENTS THAT IS INTENDED FOR USE OR CONSUMPTION. "CANNABIS PRODUCT" INCLUDES A CANNABIS-INFUSED EDIBLE 24(2) 25PRODUCT. "CANNABIS PRODUCT MANUFACTURER" MEANS AN ENTITY THAT IS: 26**(F)** 27(1) REGISTERED IN ACCORDANCE WITH THIS SUBTITLE TO BE EXEMPT FROM STATE PENALTIES FOR: 28

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HOUSE BILL 1185
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PURCHASING CANNABIS FROM CANNABIS CULTIVATION

 $\mathbf{2}$ FACILITIES; 3 **(II)** MANUFACTURING, PREPARING, AND PACKAGING CANNABIS 4 PRODUCTS; OR $\mathbf{5}$ (III) SELLING CANNABIS PRODUCTS TO RETAILERS OR ANOTHER 6 **CANNABIS PRODUCT MANUFACTURER; OR** 7 (2) EXEMPT FROM STATE PENALTIES UNDER § 5-1114 OF THIS SUBTITLE DUE TO FAILURE OF THE COMPTROLLER TO ISSUE REGISTRATIONS. 8

9 (G) "COMPTROLLER" MEANS THE COMPTROLLER OF MARYLAND OR THE 10 COMPTROLLER'S DESIGNEE.

11 (H) "CRAFT CANNABIS CULTIVATOR" MEANS AN ENTITY THAT IS 12 REGISTERED IN ACCORDANCE WITH THIS SUBTITLE TO BE EXEMPT FROM STATE 13 PENALTIES FOR:

14 (1) CULTIVATING A LIMITED NUMBER OF CANNABIS PLANTS; AND

15(2) SELLING CANNABIS TO A CANNABIS CULTIVATION FACILITY OR A16CANNABIS PRODUCT MANUFACTURER.

(I) "ENCLOSED LOCKED FACILITY" INCLUDES A BUILDING, ROOM,
GREENHOUSE, FULLY ENCLOSED FENCED-IN AREA, OR ANY OTHER LOCATION
ENCLOSED ON ALL SIDES AND EQUIPPED WITH LOCKS OR OTHER SECURITY DEVICES
THAT PERMIT ACCESS ONLY BY:

(1) AN EMPLOYEE, AGENT, OR OWNER OF A CANNABIS CULTIVATION
 FACILITY PROVIDED THAT THE EMPLOYEE, AGENT, OR OWNER IS AT LEAST 21 YEARS
 OLD;

24(2) A GOVERNMENT EMPLOYEE PERFORMING AN OFFICIAL25GOVERNMENTAL DUTY OF THE EMPLOYEE;

(3) A CONTRACTOR PERFORMING LABOR THAT DOES NOT INCLUDE
CANNABIS CULTIVATION, PACKAGING, OR PROCESSING IF THE CONTRACTOR IS
ACCOMPANIED BY AN EMPLOYEE, AGENT, OR OWNER OF THE CANNABIS
CULTIVATION FACILITY WHEN THE CONTRACTOR IS IN AREAS IN WHICH CANNABIS
IS BEING GROWN OR STORED; OR

1

(I)

1 (4) A MEMBER OF THE MEDIA, AN ELECTED OFFICIAL, OR ANOTHER 2 INDIVIDUAL WHO IS TOURING THE CANNABIS CULTIVATION FACILITY IF THE 3 INDIVIDUAL IS ACCOMPANIED BY AN EMPLOYEE, AGENT, OR OWNER OF THE 4 FACILITY AND IS AT LEAST 21 YEARS OLD.

5 (J) "INDUSTRIAL HEMP" HAS THE DEFINITION STATED IN § 14–101 OF THE 6 AGRICULTURE ARTICLE.

7 (K) "ON-SITE CONSUMPTION" MEANS THE CONSUMPTION OF CANNABIS OR 8 CANNABIS PRODUCTS IN A RETAIL STORE THAT HAS AN ADDITIONAL ON-SITE 9 CONSUMPTION REGISTRATION.

10 (L) "PERSONAL USE AMOUNT OF USABLE CANNABIS" MEANS:

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(1) 1 OUNCE OR LESS OF CANNABIS IN DRIED PLANT FORM;

12 (2) 5 GRAMS OR LESS OF HASHISH OIL, GEL, OR SOLID EXTRACTS OR 13 CONCENTRATES MADE FROM CANNABIS WHEN INTENDED FOR SMOKING OR 14 VAPORIZING;

15 (3) 12 SERVINGS OF CANNABIS COMBINED WITH FOOD PRODUCTS 16 AND INTENDED FOR EATING;

17 (4) 12 SERVINGS OF CANNABIS COMBINED WITH BEVERAGE 18 PRODUCTS AND INTENDED FOR DRINKING;

19(5)72 OUNCES OF CANNABIS IN A CREAM, GEL, OR LIQUID FORM20WHEN INTENDED FOR TOPICAL APPLICATION; OR

21

(6) A COMBINATION OF ANY OF THE ABOVE.

22 (M) (1) "PUBLIC PLACE" MEANS A STREET, AN ALLEY, A PARK, A 23 SIDEWALK, A PLACE OR BUILDING OF BUSINESS OR ASSEMBLY OPEN TO OR 24 FREQUENTED BY THE PUBLIC, OR ANY OTHER PLACE TO WHICH THE PUBLIC HAS 25 ACCESS.

26

(2) **"PUBLIC PLACE" DOES NOT INCLUDE:**

27(I) A RETAILER THAT IS REGISTERED BY THE COMPTROLLER28TO ALLOW ON-SITE CONSUMPTION OF CANNABIS;

29

(II) AN INDIVIDUAL DWELLING OR ITS CURTILAGE; OR

1(III) A PRIVATE CLUB OR PRIVATE EVENT THAT IS REGISTERED2BY THE COMPTROLLER TO ALLOW THE ON-SITE CONSUMPTION OF CANNABIS.

3 (N) "QUALIFIED COMMUNITY-BASED NONPROFIT ORGANIZATION" MEANS A 4 NONPROFIT ORGANIZATION THAT OPERATES IN AND IS LED BY RESIDENTS OF THE 5 FIVE COUNTIES THAT HAVE EXPERIENCED THE GREATEST RATE OF CANNABIS 6 ARRESTS PER CAPITA IN THE 5-YEAR PERIOD FROM JANUARY 1, 2012, THROUGH 7 DECEMBER 31, 2016, INCLUSIVE.

8 (O) "REMUNERATION" MEANS ANYTHING OF VALUE, INCLUDING MONEY, 9 REAL PROPERTY, TANGIBLE AND INTANGIBLE PERSONAL PROPERTY, CONTRACT 10 RIGHTS, CHOSES IN ACTION, SERVICES, AND ANY RIGHTS OF USE OR EMPLOYMENT 11 PROMISES OR AGREEMENTS CONNECTED THEREWITH.

12 (P) "RETAILER" MEANS AN ENTITY THAT IS:

(1) REGISTERED IN ACCORDANCE WITH THIS SUBTITLE TO BE
 EXEMPT FROM STATE PENALTIES FOR PURCHASING CANNABIS FROM A CANNABIS
 CULTIVATION FACILITY OR CANNABIS PRODUCT MANUFACTURER AND SELLING
 CANNABIS TO CUSTOMERS WHO ARE AT LEAST 21 YEARS OLD; OR

17(2) EXEMPT FROM STATE PENALTIES UNDER § 5–1110 OF THIS18SUBTITLE DUE TO THE COMPTROLLER NOT ISSUING REGISTRATIONS.

19 (Q) "SAFETY COMPLIANCE FACILITY" MEANS AN ENTITY THAT IS:

20 (1) REGISTERED IN ACCORDANCE WITH THIS SUBTITLE TO BE 21 EXEMPT FROM STATE PENALTIES FOR TESTING CANNABIS, INCLUDING CANNABIS 22 PRODUCTS, FOR POTENCY AND CONTAMINANTS; OR

23 (2) EXEMPT FROM STATE PENALTIES UNDER § 5–1116 OF THIS 24 SUBTITLE DUE TO THE COMPTROLLER NOT ISSUING REGISTRATIONS.

25 (R) (1) "SMOKING" MEANS HEATING TO AT LEAST THE POINT OF 26 COMBUSTION, CAUSING PLANT MATERIAL TO BURN.

27 (2) "SMOKING" DOES NOT INCLUDE VAPORIZING.

(s) "STATE PROSECUTION" MEANS CRIMINAL PROSECUTION INITIATED OR
MAINTAINED BY THE STATE OR AN AGENCY OR A POLITICAL SUBDIVISION OF THE
STATE.

1 (T) "UNREASONABLY IMPRACTICABLE" MEANS THAT THE MEASURES 2 NECESSARY TO COMPLY WITH RULES OR ORDINANCES ADOPTED UNDER THIS 3 SUBTITLE SUBJECT LICENSEES TO UNREASONABLE FINANCIAL OR OTHER RISK OR 4 REQUIRE SUCH A SIGNIFICANT INVESTMENT OF MONEY, TIME, OR ANY OTHER 5 RESOURCE OR ASSET THAT THE OPERATION OR ACQUISITION OF A CANNABIS 6 ESTABLISHMENT IS NOT WORTH BEING CARRIED OUT BY A REASONABLY PRUDENT 7 BUSINESSPERSON.

8 **5–1102.**

9 (A) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, THE FOLLOWING 10 ACTS ARE LAWFUL AND A PERSON WHO IS AT LEAST 21 YEARS OLD IS EXEMPT FROM 11 ARREST, CIVIL OR CRIMINAL PENALTY, SEIZURE OR FORFEITURE OF ASSETS BY OR 12 TO THE STATE OR AN AGENT OF THE STATE, DISCIPLINE BY A STATE OR LOCAL 13 LICENSING BOARD, OR STATE PROSECUTION FOR:

14 (1) ACTUALLY OR CONSTRUCTIVELY USING, OBTAINING, 15 PURCHASING, TRANSPORTING, OR POSSESSING A PERSONAL USE AMOUNT OF 16 USABLE CANNABIS;

17 (2) CONTROLLING THE PREMISES OR A VEHICLE WHERE AMOUNTS OF
18 CANNABIS THAT ARE LAWFUL UNDER THIS SUBTITLE ARE POSSESSED, PROCESSED,
19 OR STORED BY PERSONS WHO ARE AT LEAST 21 YEARS OLD PROVIDED THAT THE
20 TOTAL NUMBER OF PLANTS MAY NOT EXCEED 18 IN AN INDIVIDUAL RESIDENCE;

21 (3) SELLING CANNABIS SEEDS TO A CANNABIS ESTABLISHMENT OR TO 22 PERSONS WHO ARE AT LEAST 21 YEARS OLD;

23(4) TRANSFERRING A PERSONAL USE AMOUNT OF USABLE CANNABIS24AND THREE OR FEWER CANNABIS SEEDLINGS OR CUTTINGS WITHOUT25REMUNERATION TO A PERSON WHO IS AT LEAST 21 YEARS OLD;

26(5) TRANSFERRING AN AMOUNT OF CANNABIS OR CANNABIS27PRODUCTS THAT A PERSON IS ALLOWED TO POSSESS UNDER THIS SUBTITLE TO A28SAFETY COMPLIANCE FACILITY;

29(6) AIDING AND ABETTING ANOTHER PERSON WHO IS AT LEAST 2130YEARS OLD IN ACTIONS THAT ARE ALLOWED UNDER THIS SUBTITLE;

(7) CULTIVATING SIX OR FEWER CANNABIS PLANTS, NO MORE THAN
 THREE OF WHICH MAY BE MATURE, FLOWERING PLANTS, AND POSSESSING THE
 CANNABIS PRODUCED BY THE PLANTS ON THE PREMISES WHERE THE PLANTS WERE
 GROWN; OR

1 (8) ASSISTING WITH THE CULTIVATION OF CANNABIS PLANTS THAT 2 ARE CULTIVATED AT THE SAME LOCATION BY ADULTS AT LEAST 21 YEARS OLD, WITH 3 THE TOTAL NUMBER OF MATURE, FLOWERING PLANTS NOT EXCEEDING 18 IN A 4 DWELLING UNIT.

5 (B) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, A RETAILER OR 6 ANY OTHER PERSON THAT IS AT LEAST 21 YEARS OLD AND ACTING IN A CAPACITY AS 7 AN OWNER, A PRINCIPAL OFFICER, A PARTNER, A BOARD MEMBER, AN EMPLOYEE, 8 OR AN AGENT OF A RETAILER IS EXEMPT FROM ARREST, CIVIL OR CRIMINAL 9 PENALTY, SEIZURE OR FORFEITURE OF ASSETS, DISCIPLINE BY A STATE OR LOCAL 10 LICENSING BOARD, OR STATE PROSECUTION FOR:

11(1) TRANSPORTING OR POSSESSING, ACTUALLY OR12CONSTRUCTIVELY, CANNABIS, INCLUDING SEEDLINGS OR CUTTINGS, THAT WAS13PURCHASED FROM A CANNABIS CULTIVATION FACILITY, A CRAFT CANNABIS14CULTIVATOR, OR ANOTHER RETAILER;

15(2) TRANSPORTINGORPOSSESSING,ACTUALLYOR16CONSTRUCTIVELY,CANNABISPRODUCTSTHATWEREPURCHASEDFROMA17CANNABISPRODUCTMANUFACTURERORA RETAILER;

18 **(3)** OBTAINING OR PURCHASING CANNABIS FROM A CANNABIS 19 CULTIVATION FACILITY, A CRAFT CANNABIS CULTIVATOR, OR A RETAILER;

20 (4) OBTAINING OR PURCHASING CANNABIS FROM A CANNABIS 21 PRODUCT MANUFACTURER OR A RETAILER;

(5) SELLING, TRANSFERRING, OR DELIVERING CANNABIS, SEEDLINGS
 AND CUTTINGS OF CANNABIS PLANTS, OR CANNABIS PRODUCTS TO A PERSON WHO
 IS AT LEAST 21 YEARS OLD OR TO ANOTHER CANNABIS RETAILER;

25 (6) TRANSFERRING OR DELIVERING CANNABIS TO A SAFETY 26 COMPLIANCE FACILITY; OR

27 (7) CONTROLLING THE PREMISES OR A VEHICLE WHERE CANNABIS 28 OR CANNABIS PRODUCTS ARE POSSESSED, SOLD, OR DEPOSITED.

29 (C) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, A CANNABIS 30 CULTIVATION FACILITY OR ANY OTHER PERSON WHO IS AT LEAST 21 YEARS OLD AND 31 ACTING IN A CAPACITY AS AN OWNER, A PRINCIPAL OFFICER, A PARTNER, A BOARD 32 MEMBER, AN EMPLOYEE, OR AN AGENT OF A CANNABIS CULTIVATION FACILITY IS 33 EXEMPT FROM ARREST, CIVIL OR CRIMINAL PENALTY, SEIZURE OR FORFEITURE OF 1 ASSETS, DISCIPLINE BY A STATE OR LOCAL LICENSING BOARD, OR STATE 2 PROSECUTION FOR:

3 (1) CULTIVATING, PACKING, POSSESSING, PROCESSING, 4 TRANSPORTING, OR MANUFACTURING CANNABIS;

5 (2) SELLING, TRANSFERRING, OR DELIVERING CANNABIS TO A 6 RETAILER, A CANNABIS PRODUCT MANUFACTURER, OR A CANNABIS CULTIVATION 7 FACILITY;

8 (3) TRANSFERRING OR DELIVERING CANNABIS TO A SAFETY 9 COMPLIANCE FACILITY;

10 (4) PURCHASING OR OBTAINING CANNABIS, INCLUDING PLANTS, 11 FROM A CANNABIS CULTIVATION FACILITY;

12 (5) PURCHASING CANNABIS SEEDS FROM A PERSON WHO IS AT LEAST 13 21 YEARS OLD; OR

14(6)CONTROLLING THE PREMISES OR A VEHICLE WHERE CANNABIS IS15POSSESSED, MANUFACTURED, SOLD, OR DEPOSITED.

16 (D) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, A CRAFT 17 CANNABIS CULTIVATOR OR ANY OTHER PERSON WHO IS AT LEAST 21 YEARS OLD AND 18 ACTING IN A CAPACITY AS AN OWNER, A PRINCIPAL OFFICER, A PARTNER, A BOARD 19 MEMBER, AN EMPLOYEE, OR AN AGENT OF A CRAFT CANNABIS CULTIVATOR IS 20 EXEMPT FROM ARREST, CIVIL OR CRIMINAL PENALTY, SEIZURE OR FORFEITURE OF 21 ASSETS, DISCIPLINE BY A STATE OR LOCAL LICENSING BOARD, OR STATE 22 PROSECUTION FOR:

23(1)CULTIVATING, POSSESSING, PROCESSING, TRANSPORTING, OR24MANUFACTURING A LIMITED NUMBER OF CANNABIS PLANTS;

25 (2) SELLING, TRANSFERRING, OR DELIVERING CANNABIS TO A 26 CANNABIS PRODUCT MANUFACTURER OR A CANNABIS CULTIVATION FACILITY;

27 (3) PURCHASING OR OBTAINING CANNABIS, INCLUDING PLANTS, 28 FROM A CANNABIS CULTIVATION FACILITY;

29(4)PURCHASING CANNABIS SEEDS FROM A PERSON WHO IS AT LEAST3021 YEARS OLD; OR

1 (5) CONTROLLING THE PREMISES OR A VEHICLE WHERE CANNABIS IS 2 POSSESSED, MANUFACTURED, SOLD, OR DEPOSITED.

3 (E) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, A CANNABIS 4 PRODUCT MANUFACTURER OR ANY OTHER PERSON WHO IS AT LEAST 21 YEARS OLD 5 AND ACTING IN A CAPACITY AS AN OWNER, A PRINCIPAL OFFICER, A PARTNER, A 6 BOARD MEMBER, AN EMPLOYEE, OR AN AGENT OF A CANNABIS PRODUCT 7 MANUFACTURER IS EXEMPT FROM ARREST, CIVIL OR CRIMINAL PENALTY, SEIZURE 8 OR FORFEITURE OF ASSETS, DISCIPLINE BY A STATE OR LOCAL LICENSING BOARD, 9 OR STATE PROSECUTION FOR:

10 (1) PACKING, POSSESSING, PROCESSING, OR TRANSPORTING 11 CANNABIS AND CANNABIS PRODUCTS;

12 (2) MANUFACTURING CANNABIS PRODUCTS;

13(3)SELLING, TRANSFERRING, OR DELIVERING CANNABIS PRODUCTS14TO A RETAILER OR A CANNABIS PRODUCT MANUFACTURER;

15(4) TRANSFERRING OR DELIVERING CANNABIS16PRODUCTS TO A SAFETY COMPLIANCE FACILITY;

17 (5) PURCHASING OR OBTAINING CANNABIS FROM A CANNABIS
 18 CULTIVATION FACILITY, A CRAFT CANNABIS CULTIVATOR, OR A CANNABIS PRODUCT
 19 MANUFACTURER; OR

20(6)CONTROLLING THE PREMISES OR A VEHICLE WHERE CANNABIS IS21POSSESSED, MANUFACTURED, SOLD, OR DEPOSITED.

(F) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, A SAFETY COMPLIANCE FACILITY OR ANY OTHER PERSON WHO IS AT LEAST 21 YEARS OLD AND ACTING IN A CAPACITY AS AN OWNER, A PRINCIPAL OFFICER, A PARTNER, A BOARD MEMBER, AN EMPLOYEE, OR AN AGENT OF A CANNABIS PRODUCT MANUFACTURER IS EXEMPT FROM ARREST, CIVIL OR CRIMINAL PENALTY, SEIZURE OR FORFEITURE OF ASSETS, DISCIPLINE BY A STATE OR LOCAL LICENSING BOARD, OR STATE PROSECUTION FOR:

29 (1) ACQUIRING, TRANSPORTING, OR POSSESSING CANNABIS OR 30 CANNABIS PRODUCTS;

31(2) RETURNING CANNABIS TO CANNABIS ESTABLISHMENTS AND TO32PERSONS AT LEAST 21 YEARS OLD, PROVIDED THAT THE AMOUNT RETURNED TO AN

INDIVIDUAL AT LEAST 21 YEARS OLD DOES NOT EXCEED THE AMOUNT OF CANNABIS
 THE INDIVIDUAL IS ALLOWED TO POSSESS UNDER STATE LAW; OR

3 (3) RECEIVING COMPENSATION FOR TESTING CANNABIS AND 4 CANNABIS PRODUCTS.

5 (G) EXCEPT AS PROVIDED IN SUBSECTION (H) OF THIS SECTION, IN A 6 PROSECUTION FOR SELLING, TRANSFERRING, DELIVERING, GIVING, OR OTHERWISE 7 FURNISHING CANNABIS OR CANNABIS PRODUCTS TO A PERSON WHO IS UNDER THE 8 AGE OF 21 YEARS, IT IS A COMPLETE DEFENSE IF:

9 (1) THE PERSON WHO SOLD, GAVE, OR OTHERWISE FURNISHED 10 CANNABIS TO A PERSON WHO IS UNDER THE AGE OF 21 YEARS WAS A RETAILER OR 11 WAS ACTING IN A CAPACITY AS AN OWNER, EMPLOYEE, OR AGENT OF A RETAILER AT 12 THE TIME THE CANNABIS WAS SOLD, GIVEN, OR OTHERWISE FURNISHED TO THE 13 PERSON; AND

14(2) BEFORE SELLING, GIVING, OR **OTHERWISE** FURNISHING CANNABIS TO A PERSON WHO IS UNDER THE AGE OF 21 YEARS, THE PERSON WHO 15SOLD, GAVE, OR OTHERWISE FURNISHED THE CANNABIS OR AN EMPLOYEE OR 16 17AGENT OF THE SELLER WAS SHOWN A DOCUMENT THAT APPEARED TO BE ISSUED BY 18 AN AGENCY OF A FEDERAL, STATE, TRIBAL, OR FOREIGN SOVEREIGN GOVERNMENT 19 THAT INDICATED THE PERSON TO WHOM THE CANNABIS WAS SOLD, GIVEN, OR 20OTHERWISE FURNISHED WAS AT LEAST 21 YEARS OLD AT THE TIME THE CANNABIS 21WAS SOLD, GIVEN, OR OTHERWISE FURNISHED TO THE PERSON.

22 (H) THE COMPLETE DEFENSE SET FORTH IN SUBSECTION (G) OF THIS 23 SECTION DOES NOT APPLY IF:

(1) THE DOCUMENT THAT WAS SHOWN TO THE PERSON WHO SOLD,
GAVE, OR OTHERWISE FURNISHED THE CANNABIS WAS COUNTERFEIT, FORGED,
ALTERED, OR ISSUED TO A PERSON OTHER THAN THE PERSON TO WHOM THE
CANNABIS WAS SOLD, GIVEN, OR OTHERWISE FURNISHED; AND

(2) UNDER THE CIRCUMSTANCES, A REASONABLE PERSON WOULD
 HAVE KNOWN OR SUSPECTED THAT THE DOCUMENT WAS COUNTERFEIT, FORGED,
 ALTERED, OR ISSUED TO A PERSON OTHER THAN THE PERSON TO WHOM THE
 CANNABIS WAS SOLD, GIVEN, OR OTHERWISE FURNISHED.

(I) A COMMON CARRIER OR ANY OTHER PERSON ACTING IN A CAPACITY AS
 AN EMPLOYEE OR AGENT OF A COMMON CARRIER MAY NOT BE SUBJECT TO STATE
 PROSECUTION, SEARCH EXCEPT BY THE COMPTROLLER IN ACCORDANCE WITH THIS
 SUBTITLE, SEIZURE, OR PENALTY, INCLUDING CIVIL PENALTY OR DISCIPLINARY

1 ACTION BY A COURT, BUSINESS LICENSING BOARD, OR ENTITY, OR BE DENIED A 2 RIGHT OR PRIVILEGE FOR TRANSPORTING OR POSSESSING CANNABIS.

3 **5–1103.**

4 (A) (1) IN THIS SUBSECTION, "REASONABLE PRECAUTIONS" INCLUDES 5 CULTIVATING CANNABIS IN A LOCKED CLOSET, ROOM, OR FULLY ENCLOSED AREA 6 TO WHICH PERSONS UNDER THE AGE OF 21 YEARS DO NOT POSSESS A KEY.

7

(2) AN ADULT WHO IS AT LEAST 21 YEARS OLD MAY NOT:

8 (I) MANUFACTURE OR CULTIVATE CANNABIS PLANTS IN A 9 LOCATION WHERE THE CANNABIS PLANTS ARE SUBJECT TO PUBLIC VIEW WITHOUT 10 THE USE OF BINOCULARS, AIRCRAFT, OR OTHER OPTICAL AIDS;

11(II) CULTIVATE CANNABIS OUTDOORS OTHER THAN IN AN12ENCLOSED LOCATION, SUCH AS A FENCED-IN AREA;

(III) CULTIVATE CANNABIS ON PROPERTY NOT LAWFULLY IN
 POSSESSION OF THE CULTIVATOR OR WITHOUT THE CONSENT OF THE PERSON IN
 LAWFUL POSSESSION OF THE PROPERTY; OR

(IV) ALLOW A PERSON UNDER THE AGE OF 21 YEARS TO LIVE IN
OR BE A GUEST AT PROPERTY WHERE CANNABIS IS CULTIVATED WITHOUT TAKING
REASONABLE PRECAUTIONS TO PREVENT THE ACCESS BY THE PERSON TO
CANNABIS PLANTS.

(B) A PERSON WHO VIOLATES THIS SECTION IS GUILTY OF A MISDEMEANOR
 AND ON CONVICTION IS SUBJECT TO IMPRISONMENT NOT EXCEEDING 10 DAYS OR A
 FINE NOT EXCEEDING \$1,000 OR BOTH.

23 **5–1104.**

(A) THIS SUBTITLE MAY NOT BE CONSTRUED TO ALTER ANY LAW
REGARDING DRIVING OR OPERATING A VEHICLE OR VESSEL WHILE IMPAIRED BY OR
UNDER THE INFLUENCE OF CANNABIS.

(B) THIS SUBTITLE DOES NOT EXEMPT A PERSON FROM ARREST, CIVIL OR
CRIMINAL PENALTY, SEIZURE OR FORFEITURE OF ASSETS, DISCIPLINE BY A STATE
OR LOCAL LICENSING BOARD, OR STATE PROSECUTION FOR POSSESSING CANNABIS,
INCLUDING CANNABIS PRODUCTS, IN A LOCAL DETENTION FACILITY, COUNTY JAIL,
STATE PRISON, REFORMATORY, OR OTHER CORRECTIONAL FACILITY, INCLUDING A
FACILITY FOR THE DETENTION OF JUVENILE OFFENDERS.

1 **5–1105.**

2 (A) EXCEPT AS PROVIDED IN SUBSECTION (C) OF THIS SECTION, FOR THE 3 PURPOSES OF STATE AND LOCAL GOVERNMENT EMPLOYMENT, THE USE OF 4 CANNABIS, OR TESTING POSITIVE FOR PAST CANNABIS USE, MAY NOT BE GROUNDS 5 FOR TERMINATION FROM EMPLOYMENT, DISCIPLINE, OR REFUSAL TO HIRE A 6 POTENTIAL EMPLOYEE.

7 (B) EXCEPT AS PROVIDED IN SUBSECTION (C) OF THIS SECTION, THE STATE 8 GOVERNMENT MAY NOT REQUIRE A CONTRACTOR TO TERMINATE, DISCIPLINE, OR 9 REFUSE TO HIRE AN EMPLOYEE OR A SUBCONTRACTOR FOR USE OF CANNABIS OR 10 TESTING POSITIVE FOR PAST CANNABIS USE.

11 (C) SUBSECTIONS (A) AND (B) OF THIS SECTION DO NOT APPLY WHEN A 12 PERSON'S APPLICATION COULD CAUSE A LOSS OF FEDERAL FUNDING, BENEFIT, OR 13 LICENSE, OR WHEN THE TERMS OF EMPLOYMENT OR CONTRACTING ARE EXPLICITLY 14 GOVERNED BY FEDERAL REQUIREMENTS FOR TESTING FOR CANNABIS OR 15 DISCIPLINE FOR CANNABIS USE.

16 (D) THIS SUBTITLE DOES NOT REQUIRE EMPLOYERS TO ACCOMMODATE 17 THE USE OF CANNABIS DURING WORK HOURS OR BEING UNDER THE INFLUENCE OF 18 CANNABIS DURING WORK HOURS OR IN A PLACE OF EMPLOYMENT.

19 **5–1106.**

(A) THIS SUBTITLE DOES NOT PREVENT A LANDLORD FROM PROHIBITING
 THE CULTIVATION OF CANNABIS ON RENTAL PREMISES, IF SUCH A PROHIBITION IS
 EXPLICITLY SET FORTH IN THE RENTAL AGREEMENT.

(B) IF A LANDLORD OR AN INNKEEPER POSTS A NOTICE, THE LANDLORD OR
 INNKEEPER MAY PROHIBIT THE SMOKING OF CANNABIS ON RENTED PROPERTY OR
 IN A RENTED ROOM.

26 **5–1107.**

27 (A) A PERSON MAY NOT FALSELY REPRESENT THAT THE PERSON IS AT 28 LEAST 21 YEARS OLD TO OBTAIN CANNABIS OR CANNABIS PRODUCTS IN 29 ACCORDANCE WITH THIS SUBTITLE.

30 (B) A PERSON WHO VIOLATES THIS SECTION IS GUILTY OF A MISDEMEANOR
 31 AND ON CONVICTION IS SUBJECT TO IMPRISONMENT NOT EXCEEDING 10 DAYS OR A
 32 FINE NOT EXCEEDING \$250 OR BOTH.

1 **5–1108.**

2 (A) THIS SUBTITLE SHALL, BY OPERATION OF LAW, EXPUNGE THE 3 CONVICTION OF A PERSON PREVIOUSLY CONVICTED OF AN OFFENSE EQUIVALENT 4 TO THOSE DESCRIBED IN § 5–1102(A) OF THIS SUBTITLE.

5 (B) (1) ALL STATE AGENCIES WITH RECORDS PERTAINING TO ARRESTS 6 AND CONVICTIONS FOR POSSESSION OF 1 OUNCE OR LESS OF CANNABIS BY PERSONS 7 AT LEAST 21 YEARS OLD SHALL DESTROY THOSE RECORDS ON OR BEFORE 8 DECEMBER 31, 2017.

9 (2) A STATE AGENCY SHALL SEND A LETTER TO THE PERSON'S LAST 10 KNOWN ADDRESS STATING THAT THE RECORDS HAVE BEEN DESTROYED.

(3) (I) IF A STATE AGENCY FAILS TO COMPLY WITH THIS SECTION,
 A PERSON MAY FILE AN ACTION IN THE CIRCUIT COURT OF THE COUNTY WHERE THE
 STATE AGENCY IS LOCATED IN ORDER TO COMPEL COMPLIANCE.

14 (II) IF THE PERSON CANNOT AFFORD TO HIRE AN ATTORNEY,
15 THE PERSON IS ENTITLED TO THE ASSISTANCE OF THE OFFICE OF THE PUBLIC
16 DEFENDER.

17 (C) ANY FUNDING REASONABLY NEEDED TO COMPLY WITH THIS SECTION 18 SHALL BE PROVIDED BY THE COMPTROLLER AT THE STATE AGENCY'S REQUEST 19 FROM FEES COLLECTED UNDER THIS SUBTITLE.

20 **5–1109.**

THIS SUBTITLE DOES NOT REPEAL OR MODIFY ANY LAW CONCERNING THE MEDICAL USE OF CANNABIS OR TETRAHYDROCANNABINOL IN OTHER FORMS, SUCH AS MARINOL.

24 **5–1110.**

25 (A) A PERSON OR AN ENTITY MAY APPLY FOR THE ISSUANCE OF A 26 REGISTRATION EXEMPTING THE ENTITY FROM STATE PROSECUTION AND 27 PENALTIES FOR OPERATING AS A RETAILER IN ACCORDANCE WITH THIS SUBTITLE.

(B) AN APPLICANT FOR A RETAILER REGISTRATION SHALL SUBMIT 29 APPLICATION MATERIALS REQUIRED BY THE COMPTROLLER AND A 30 NONREFUNDABLE FEE IN AN AMOUNT DETERMINED BY THE COMPTROLLER, NOT TO 31 EXCEED \$5,000. 1 (C) (1) (I) EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OR (III) OF 2 THIS PARAGRAPH, ON OR BEFORE OCTOBER 1, 2018, THE COMPTROLLER SHALL 3 ISSUE ONE RETAILER REGISTRATION FOR EVERY 20,000 RESIDENTS OF A COUNTY 4 OR TWO RETAILER REGISTRATIONS FOR EACH COUNTY, WHICHEVER IS GREATER.

5 (II) IF FEWER QUALIFIED APPLICANTS APPLY FOR A 6 REGISTRATION IN A COUNTY THAN THE COMPTROLLER IS REQUIRED TO REGISTER 7 IN ACCORDANCE WITH SUBPARAGRAPH (I) OF THIS PARAGRAPH, THE 8 COMPTROLLER SHALL ISSUE A REGISTRATION TO EACH QUALIFIED APPLICANT IN 9 THE COUNTY.

10 (III) THE COMPTROLLER MAY ISSUE A SMALLER NUMBER OF 11 REGISTRATIONS IN A COUNTY IF THE NUMBER OF REGISTRATIONS WOULD 12 OTHERWISE EXCEED THE NUMBER OF RETAILERS ALLOWED UNDER LOCAL 13 ORDINANCES OR REGULATIONS ENACTED IN ACCORDANCE WITH § 5–1117 OF THIS 14 SUBTITLE.

(IV) MEDICAL CANNABIS DISPENSARIES LICENSED AND
 REGULATED BY THE NATALIE M. LAPRADE MEDICAL CANNABIS COMMISSION MAY
 NOT BE INCLUDED IN THE NUMBER OF RETAILER REGISTRATIONS DETERMINED
 UNDER THIS SUBSECTION.

19

(2) EXCEPT AS PROVIDED IN § 5-1117 OF THIS SUBTITLE:

(I) RETAILER REGISTRATIONS SHALL BE DISTRIBUTED WITHIN
 A COUNTY BASED ON THE POPULATION OF ANY CITY AND UNINCORPORATED AREA
 WITHIN THAT COUNTY; AND

23(II)EACH CITY MAY HAVE APPROXIMATELY ONE REGISTRATION24FOR EVERY 20,000 RESIDENTS.

(D) AN APPROVED MEDICAL CANNABIS DISPENSARY MAY ELECT TO APPLY
 FOR REGISTRATION AS A RETAILER UNDER THIS SUBTITLE BY:

27

(1)

PAYING ALL APPLICABLE FEES UNDER THIS SUBTITLE;

(2) (I) SUBMITTING A DOCUMENT FROM THE NATALIE M.
 LAPRADE MEDICAL CANNABIS COMMISSION STATING THAT THE APPLICANT HAS
 NOT BEEN SANCTIONED FOR MULTIPLE OR SERIOUS VIOLATIONS OF THE PROGRAM
 RULES AND REGULATIONS AND IS CURRENTLY IN COMPLIANCE; OR

1 (II) IF THE NATALIE M. LAPRADE MEDICAL CANNABIS 2 COMMISSION FAILS TO RESPOND TO THE REQUEST FOR DOCUMENTATION WITHIN 3 30 DAYS OF A WRITTEN REQUEST, SUBMITTING AN AFFIDAVIT FROM THE 4 APPLICANT'S CHIEF OPERATING OFFICER OR BOARD PRESIDENT STATING THAT THE 5 APPLICANT HAS NOT BEEN SANCTIONED FOR MULTIPLE OR SERIOUS VIOLATIONS OF 6 THE PROGRAM RULES AND REGULATIONS AND IS CURRENTLY IN COMPLIANCE;

7 (3) SUBMITTING A DETAILED PLAN EXPLAINING HOW THE APPLICANT
8 INTENDS TO CONTINUE SERVING PATIENTS REGISTERED WITH THE NATALIE M.
9 LAPRADE MEDICAL CANNABIS COMMISSION;

10 (4) SUBMITTING A DETAILED PLAN EXPLAINING HOW THE APPLICANT
 11 WILL ENSURE THAT MINOR PATIENTS DO NOT HAVE ACCESS TO THE RETAIL SECTION
 12 OF THE APPLICANT'S FACILITY; AND

13(5)COMPLYING WITH ALL OTHER REQUIREMENTS OF THIS SUBTITLE14FOR AN APPLICANT FOR REGISTRATION AS A RETAILER.

15 (E) IF AT ANY TIME AFTER APRIL 1, 2019, THE COMPTROLLER HAS FAILED 16 TO BEGIN ISSUING RETAILER REGISTRATIONS OR HAS CEASED ISSUING RETAILER 17 REGISTRATIONS OR RENEWALS AS REQUIRED BY THIS SUBTITLE, A PERSON OR AN 18 ENTITY LICENSED AS A MEDICAL CANNABIS DISPENSARY AND THAT MEETS THE 19 OTHER REQUIREMENTS OF SUBSECTION (D) OF THIS SECTION MAY OPERATE AS A 20 RETAILER WITHOUT A RETAIL REGISTRATION.

(F) (1) IF AT ANY TIME AFTER OCTOBER 1, 2019, THERE ARE FEWER VALID RETAILER REGISTRATIONS THAN THE COMPTROLLER IS AUTHORIZED TO ISSUE, THE COMPTROLLER SHALL ACCEPT AND PROCESS ADDITIONAL APPLICATIONS FOR RETAILER REGISTRATIONS.

(2) IF AT ANY TIME AFTER OCTOBER 1, 2019, THE COMPTROLLER
FINDS THAT THE NUMBER OF RETAILERS IS INADEQUATE, THE COMPTROLLER MAY
ISSUE ADDITIONAL RETAILER REGISTRATIONS.

28 (G) THE FEE FOR THE INITIAL ISSUANCE OF A REGISTRATION AS A 29 RETAILER IS \$10,000.

30 (H) (1) A REGISTRATION AS A RETAILER MAY BE RENEWED ANNUALLY 31 FOR A \$5,000 FEE.

32(2)THE RENEWAL APPLICATION MAY BE SUBMITTED UP TO 120 DAYS33BEFORE THE EXPIRATION OF THE RETAILER REGISTRATION.

1 (3) IF THE COMPTROLLER FAILS TO APPROVE A VALID RENEWAL 2 APPLICATION, THE APPLICATION SHALL BE AUTOMATICALLY GRANTED 60 DAYS 3 AFTER SUBMISSION.

4 (I) THE COMPTROLLER MAY ADJUST THE FEE AMOUNTS IN THIS SECTION 5 ANNUALLY BEGINNING IN FISCAL YEAR **2020** TO ADJUST FOR INFLATION AND TO 6 ENSURE THAT THE REVENUES OFFSET REASONABLE COSTS OF REGULATION.

7 **5–1111.**

8 (A) A RETAILER OR AN APPLICANT UNDER § 5–1110 OF THIS SUBTITLE MAY 9 APPLY FOR THE ISSUANCE OF A REGISTRATION EXEMPTING THE ENTITY FROM 10 STATE PROSECUTION AND PENALTIES FOR PERMITTING ON–SITE CONSUMPTION IN 11 ACCORDANCE WITH THIS SUBTITLE.

12 **(B)** AN APPLICANT FOR AN ON-SITE CONSUMPTION REGISTRATION SHALL 13 SUBMIT APPLICATION MATERIALS REQUIRED BY THE COMPTROLLER AND A 14 NONREFUNDABLE FEE IN AN AMOUNT DETERMINED BY THE COMPTROLLER, NOT TO 15 EXCEED \$500.

16 (C) EACH RETAILER WHO QUALIFIES UNDER THIS SECTION MAY BE ISSUED 17 AN ON-SITE CONSUMPTION REGISTRATION, UNLESS ON-SITE CONSUMPTION HAS 18 BEEN BANNED BY THE LOCAL GOVERNMENT AS PROVIDED UNDER § 5–1119 OF THIS 19 SUBTITLE.

20 (D) THE FEE FOR THE INITIAL ISSUANCE OF A REGISTRATION FOR ON–SITE 21 CONSUMPTION IS **\$1,000**.

22 (E) (1) A REGISTRATION FOR ON-SITE CONSUMPTION MAY BE RENEWED 23 ANNUALLY FOR A \$500 FEE.

24(2)THE RENEWAL APPLICATION MAY BE SUBMITTED UP TO 120 DAYS25BEFORE THE EXPIRATION OF THE ON-SITE CONSUMPTION REGISTRATION.

26 (3) IF THE COMPTROLLER FAILS TO APPROVE A VALID RENEWAL
 27 APPLICATION, THE APPLICATION SHALL BE AUTOMATICALLY GRANTED 60 DAYS
 28 AFTER SUBMISSION.

29(F)THE COMPTROLLER MAY ADJUST THE FEE AMOUNTS IN THIS SECTION30ANNUALLY BEGINNING IN FISCAL YEAR 2020 TO ADJUST FOR INFLATION AND TO31ENSURE THAT THE REVENUES OFFSET REASONABLE COSTS OF REGULATION.

32 **5–1112.**

1 (A) A PERSON MAY APPLY FOR THE ISSUANCE OF A REGISTRATION 2 EXEMPTING THE PERSON FROM STATE PROSECUTION AND PENALTIES FOR 3 OPERATING AS A CANNABIS CULTIVATION FACILITY IN ACCORDANCE WITH THIS 4 SUBTITLE.

5 (B) AN APPLICANT FOR A CANNABIS CULTIVATION FACILITY REGISTRATION 6 SHALL SUBMIT APPLICATION MATERIALS REQUIRED BY THE COMPTROLLER AND A 7 NONREFUNDABLE FEE IN AN AMOUNT DETERMINED BY THE COMPTROLLER, NOT TO 8 EXCEED \$5,000.

9 (C) AN APPROVED MEDICAL CANNABIS CULTIVATOR MAY ELECT TO APPLY 10 FOR REGISTRATION AS A CULTIVATOR UNDER THIS SUBTITLE BY:

11

(1) PAYING ALL APPLICABLE FEES UNDER THIS SUBTITLE;

12 (2) (I) SUBMITTING A DOCUMENT FROM THE NATALIE M. 13 LAPRADE MEDICAL CANNABIS COMMISSION STATING THAT THE APPLICANT HAS 14 NOT BEEN SANCTIONED FOR MULTIPLE OR SERIOUS VIOLATIONS OF THE PROGRAM 15 RULES AND REGULATIONS AND IS CURRENTLY IN COMPLIANCE; OR

16 (II) IF THE NATALIE M. LAPRADE MEDICAL CANNABIS 17 COMMISSION FAILS TO RESPOND TO THE REQUEST FOR DOCUMENTATION WITHIN 18 **30** DAYS OF A WRITTEN REQUEST, SUBMITTING AN AFFIDAVIT FROM THE 19 APPLICANT'S CHIEF OPERATING OFFICER OR BOARD PRESIDENT STATING THAT THE 20 APPLICANT HAS NOT BEEN SANCTIONED FOR MULTIPLE OR SERIOUS VIOLATIONS OF 21 THE PROGRAM RULES AND REGULATIONS AND IS CURRENTLY IN COMPLIANCE;

(3) SUBMITTING A PLAN EXPLAINING HOW THE APPLICANT INTENDS
 TO CONTINUE CULTIVATING STRAINS OF CANNABIS THAT BENEFIT A VARIETY OF
 PATIENTS REGISTERED WITH THE NATALIE M. LAPRADE MEDICAL CANNABIS
 COMMISSION; AND

26(4)COMPLYING WITH ALL OTHER REQUIREMENTS OF THIS SUBTITLE27FOR AN APPLICANT FOR REGISTRATION AS A CULTIVATOR.

28 (D) NO LATER THAN 300 DAYS AFTER OCTOBER 1, 2017, THE 29 COMPTROLLER SHALL ISSUE 100 CANNABIS CULTIVATION FACILITY 30 REGISTRATIONS, PROVIDED THAT QUALIFIED APPLICANTS EXIST.

31 (E) IF AT ANY TIME AFTER APRIL 1, 2018, THE COMPTROLLER HAS FAILED 32 TO BEGIN ISSUING CANNABIS CULTIVATION FACILITY REGISTRATIONS OR HAS 33 CEASED ISSUING CANNABIS CULTIVATION FACILITY REGISTRATIONS IN

1 ACCORDANCE WITH THIS SUBTITLE, A PERSON OR AN ENTITY THAT MEETS THE 2 OTHER REQUIREMENTS OF SUBSECTION (C) OF THIS SECTION MAY OPERATE AS A 3 CANNABIS CULTIVATION FACILITY WITHOUT A CANNABIS CULTIVATION FACILITY 4 REGISTRATION.

5 (F) (1) IF AT ANY TIME AFTER OCTOBER 1, 2018, THERE ARE FEWER 6 VALID CANNABIS CULTIVATION FACILITY REGISTRATIONS THAN SPECIFIED IN 7 SUBSECTION (D) OF THIS SECTION, THE COMPTROLLER SHALL ACCEPT AND 8 PROCESS ADDITIONAL APPLICATIONS FOR CANNABIS CULTIVATION FACILITY 9 REGISTRATIONS.

10 (2) THE COMPTROLLER SHALL GRANT ADDITIONAL CANNABIS 11 CULTIVATION FACILITY REGISTRATIONS AT ANY TIME AFTER APRIL 1, 2019, IF THE 12 EXISTING NUMBER OF CANNABIS CULTIVATION FACILITY REGISTRATIONS IS 13 UNABLE TO MEET DEMAND.

14 (G) THE FEE FOR THE INITIAL ISSUANCE OF A REGISTRATION AS A 15 CANNABIS CULTIVATION FACILITY IS **\$10,000**.

16 (H) (1) A REGISTRATION AS A CANNABIS CULTIVATION FACILITY MAY BE 17 RENEWED ANNUALLY FOR A \$5,000 FEE.

18(2)THE RENEWAL APPLICATION MAY BE SUBMITTED UP TO 120 DAYS19BEFORE THE EXPIRATION OF THE CANNABIS CULTIVATION FACILITY20REGISTRATION.

21 (3) IF THE COMPTROLLER FAILS TO APPROVE A VALID RENEWAL 22 APPLICATION, THE APPLICATION SHALL BE AUTOMATICALLY GRANTED 60 DAYS 23 AFTER SUBMISSION.

24(I)THE COMPTROLLER MAY ADJUST THE FEE AMOUNTS IN THIS SECTION25ANNUALLY BEGINNING IN FISCAL YEAR 2020 TO ADJUST FOR INFLATION AND TO26ENSURE THAT THE REVENUES OFFSET REASONABLE COSTS OF REGULATION.

27 **5–1113.**

28 (A) A PERSON MAY APPLY FOR THE ISSUANCE OF A REGISTRATION 29 EXEMPTING THE PERSON FROM STATE PROSECUTION AND PENALTIES FOR 30 OPERATING AS A CRAFT CANNABIS CULTIVATOR IN ACCORDANCE WITH THIS 31 SUBTITLE.

32(B) AN APPLICANT FOR A CRAFT CANNABIS CULTIVATOR REGISTRATION33SHALL SUBMIT APPLICATION MATERIALS REQUIRED BY THE COMPTROLLER AND A

NONREFUNDABLE FEE IN AN AMOUNT DETERMINED BY THE COMPTROLLER, NOT TO
 EXCEED \$100.

3 (C) APPROVED MEDICAL CANNABIS CULTIVATORS MAY NOT BE 4 REGISTERED AS CRAFT CANNABIS CULTIVATORS.

5 (D) (1) (I) IN THIS SUBSECTION, THE FOLLOWING TERMS HAVE THE 6 MEANINGS INDICATED.

7 (II) 1. "APPLICANT" INCLUDES AN INVESTOR OWNING 30% 8 OR GREATER OF THE BUSINESS, A MEMBER OF THE BOARD OF DIRECTORS, A 9 MEMBER OF THE LIMITED LIABILITY CORPORATION (LLC), A PARTNER IN THE 10 BUSINESS, AN OFFICER, AND A MANAGERIAL EMPLOYEE.

112. "APPLICANT" DOES NOT INCLUDE A12NONMANAGERIAL EMPLOYEE.

(III) 1. "ASSOCIATED WITH" INCLUDES AN INDIVIDUAL OR A
BUSINESS ENTITY THAT IS AN INVESTOR OWNING 30% OR GREATER OF THE
BUSINESS, A MEMBER OF THE BOARD OF DIRECTORS, A MEMBER OF THE LLC, A
PARTNER IN THE BUSINESS, AN OFFICER, AND A MANAGERIAL EMPLOYEE.

172. "ASSOCIATED WITH" DOES NOT INCLUDE A18NONMANAGERIAL EMPLOYEE.

19 (2) AN APPLICANT REGISTERED UNDER ANY OTHER PROVISION OF 20 THIS SUBTITLE, OR ASSOCIATED WITH THE HOLDER OF A LICENSE OR 21 REGISTRATION TO MANUFACTURE, CULTIVATE, PROCESS, OR SELL CANNABIS IN 22 ANY OTHER STATE, MAY NOT BE REGISTERED AS A CRAFT CANNABIS CULTIVATOR.

23NO LATER THAN 300 DAYS AFTER OCTOBER 1, 2017, THE **(E)** 24COMPTROLLER SHALL ISSUE INITIAL CRAFT CANNABIS **CULTIVATOR** 25**REGISTRATIONS TO QUALIFIED APPLICANTS, AND SHALL CONTINUE TO ISSUE CRAFT** 26CANNABIS CULTIVATOR REGISTRATIONS TO QUALIFIED APPLICANTS ON A ROLLING 27BASIS AT LEAST ONCE PER YEAR.

28 (F) THE FEE FOR THE INITIAL ISSUANCE OF A REGISTRATION AS A CRAFT 29 CANNABIS CULTIVATOR IS **\$500**.

30 (G) (1) A REGISTRATION AS A CRAFT CANNABIS CULTIVATOR MAY BE 31 RENEWED EVERY OTHER YEAR FOR A \$200 FEE.

1(2)THE RENEWAL APPLICATION MAY BE SUBMITTED UP TO 120 DAYS2BEFORE THE EXPIRATION OF THE CRAFT CANNABIS CULTIVATOR REGISTRATION.

3 (3) IF THE COMPTROLLER FAILS TO APPROVE A VALID RENEWAL 4 APPLICATION, THE APPLICATION SHALL BE AUTOMATICALLY GRANTED 60 DAYS 5 AFTER SUBMISSION.

6 (H) THE COMPTROLLER MAY ADJUST THE FEE AMOUNTS IN THIS SECTION 7 ANNUALLY BEGINNING IN FISCAL YEAR **2020** TO ADJUST FOR INFLATION.

8 **5–1114.**

9 (A) A PERSON MAY APPLY FOR THE ISSUANCE OF A REGISTRATION 10 EXEMPTING THE PERSON FROM STATE PROSECUTION AND PENALTIES FOR 11 OPERATING AS A CANNABIS PRODUCT MANUFACTURER IN ACCORDANCE WITH THIS 12 SUBTITLE.

13 **(B)** AN APPLICANT FOR A CANNABIS PRODUCT MANUFACTURER 14 REGISTRATION SHALL SUBMIT APPLICATION MATERIALS REQUIRED BY THE 15 COMPTROLLER AND A NONREFUNDABLE FEE IN AN AMOUNT DETERMINED BY THE 16 COMPTROLLER, NOT TO EXCEED \$5,000.

17 (C) AN APPROVED MEDICAL CANNABIS PROCESSOR MAY APPLY FOR 18 REGISTRATION AS A CANNABIS PRODUCT MANUFACTURER UNDER THIS SUBTITLE 19 BY:

20

(1) PAYING ALL APPLICABLE FEES UNDER THIS SUBTITLE;

(2) (I) SUBMITTING A DOCUMENT FROM THE NATALIE M.
 LAPRADE MEDICAL CANNABIS COMMISSION STATING THAT THE APPLICANT HAS
 NOT BEEN SANCTIONED FOR MULTIPLE OR SERIOUS VIOLATIONS OF THE PROGRAM
 RULES AND REGULATIONS AND IS CURRENTLY IN COMPLIANCE; OR

(II) IF THE NATALIE M. LAPRADE MEDICAL CANNABIS
COMMISSION FAILS TO RESPOND TO THE REQUEST FOR DOCUMENTATION WITHIN
30 DAYS OF A WRITTEN REQUEST, SUBMITTING AN AFFIDAVIT FROM THE
APPLICANT'S CHIEF EXECUTIVE OFFICER OR BOARD PRESIDENT STATING THAT THE
APPLICANT HAS NOT BEEN SANCTIONED FOR MULTIPLE OR SERIOUS VIOLATIONS OF
THE PROGRAM RULES AND REGULATIONS AND IS CURRENTLY IN COMPLIANCE;

31 (3) SUBMITTING A PLAN EXPLAINING HOW THE APPLICANT INTENDS
 32 TO CONTINUE PRODUCING PRODUCTS THAT BENEFIT A VARIETY OF PATIENTS
 33 REGISTERED WITH THE NATALIE M. LAPRADE MEDICAL CANNABIS COMMISSION,

INCLUDING PRODUCTS WITH VARYING RATIOS OF TETRAHYDROCANNABINOL (THC)
 AND CANNABIDIOL (CBD); AND

3(4)COMPLYING WITH ALL OTHER REQUIREMENTS OF THIS SUBTITLE4FOR AN APPLICANT FOR REGISTRATION AS A CANNABIS PRODUCT MANUFACTURER.

5 (D) NO LATER THAN **300** DAYS AFTER OCTOBER **1, 2017,** THE 6 COMPTROLLER SHALL ISSUE UP TO **150** CANNABIS PRODUCT MANUFACTURER 7 REGISTRATIONS, PROVIDED THAT QUALIFIED APPLICANTS EXIST.

8 (E) IF AT ANY TIME AFTER APRIL 1, 2018, THE COMPTROLLER HAS FAILED 9 TO BEGIN ISSUING CANNABIS PRODUCT MANUFACTURER REGISTRATIONS OR HAS 10 CEASED ISSUING CANNABIS PRODUCT MANUFACTURER REGISTRATIONS IN 11 ACCORDANCE WITH THIS SUBTITLE, A PERSON OR AN ENTITY LICENSED AS A 12 MEDICAL MARIJUANA PROCESSOR AND THAT MEETS THE OTHER REQUIREMENTS OF 13 SUBSECTION (C) OF THIS SECTION MAY OPERATE AS A CANNABIS PRODUCT 14 MANUFACTURER WITHOUT A CANNABIS PRODUCT MANUFACTURER REGISTRATION.

IF AT ANY TIME AFTER OCTOBER 1, 2018, THERE ARE FEWER 15**(F)** (1) VALID CANNABIS PRODUCT MANUFACTURER REGISTRATIONS THAN SPECIFIED IN 16 17SUBSECTION (D) OF THIS SECTION, THE COMPTROLLER SHALL ACCEPT AND 18 PROCESS APPLICATIONS FOR CANNABIS PRODUCT MANUFACTURER 19 **REGISTRATIONS.**

20 (2) THE COMPTROLLER SHALL GRANT ADDITIONAL CANNABIS 21 PRODUCT MANUFACTURER REGISTRATIONS AT ANY TIME AFTER APRIL 1, 2019, IF 22 THE EXISTING NUMBER OF CANNABIS PRODUCT MANUFACTURER REGISTRATIONS IS 23 UNABLE TO MEET DEMAND.

24 (G) THE FEE FOR THE INITIAL ISSUANCE OF A REGISTRATION AS A 25 CANNABIS PRODUCT MANUFACTURER IS \$5,000.

26 (H) (1) A REGISTRATION AS A CANNABIS PRODUCT MANUFACTURER MAY 27 BE RENEWED ANNUALLY FOR A \$5,000 FEE.

28(2)THE RENEWAL APPLICATION MAY BE SUBMITTED UP TO 120 DAYS29BEFORE THE EXPIRATION OF THE CANNABIS PRODUCT MANUFACTURER30REGISTRATION.

31 (3) IF THE COMPTROLLER FAILS TO APPROVE A VALID RENEWAL 32 APPLICATION, THE APPLICATION SHALL BE AUTOMATICALLY GRANTED 60 DAYS 33 AFTER SUBMISSION. 1(I)THE COMPTROLLER MAY ADJUST THE FEE AMOUNTS IN THIS SECTION2ANNUALLY BEGINNING IN FISCAL YEAR 2020 TO ADJUST FOR INFLATION AND TO3ENSURE THAT THE REVENUES OFFSET REASONABLE COSTS OF REGULATION.

4 **5–1115.**

5 THE COMPTROLLER SHALL ISSUE REGULATIONS FOR APPLICATIONS FOR 6 CANNABIS PRODUCT MANUFACTURER REGISTRATION THAT INCLUDE:

7(1) ESTABLISHINGTHEMAXIMUMAMOUNTOF8TETRAHYDROCANNABINOL (THC) THAT MAY BE ALLOWED IN A SINGLE SERVING OF9A CANNABIS-INFUSED EDIBLE PRODUCT;

10 (2) LIMITING AN INDIVIDUAL PACKAGE OF A CANNABIS–INFUSED 11 EDIBLE PRODUCT TO A SINGLE SERVING;

12 (3) MANDATING OPAQUE AND CHILD-RESISTANT PACKAGING FOR A 13 CANNABIS-INFUSED EDIBLE PRODUCT;

14 (4) REQUIRING THE DISSEMINATION OF EDUCATIONAL MATERIALS 15 TO CONSUMERS WHO PURCHASE CANNABIS-INFUSED EDIBLE PRODUCTS, 16 INCLUDING INFORMATION REGARDING THE LENGTH OF TIME IT TAKES THE 17 PRODUCT TO TAKE EFFECT; AND

18 **(5)** REQUIRING THAT A RETAIL CANNABIS–INFUSED EDIBLE 19 PRODUCT BE CLEARLY IDENTIFIABLE, WITH A STANDARD SYMBOL INDICATING THAT 20 THE PRODUCT CONTAINS CANNABIS.

21 **5–1116.**

22 (A) A PERSON MAY APPLY FOR THE ISSUANCE OF A REGISTRATION 23 EXEMPTING THE PERSON FROM STATE PROSECUTION AND PENALTIES FOR 24 OPERATING AS A SAFETY COMPLIANCE FACILITY IN ACCORDANCE WITH THIS 25 SUBTITLE.

(B) AN APPLICANT FOR A SAFETY COMPLIANCE FACILITY REGISTRATION
 SHALL SUBMIT APPLICATION MATERIALS REQUIRED BY THE COMPTROLLER AND A
 NONREFUNDABLE FEE IN AN AMOUNT DETERMINED BY THE COMPTROLLER, NOT TO
 EXCEED \$5,000.

30 (C) IF QUALIFIED APPLICANTS EXIST, THE COMPTROLLER SHALL GRANT A
 31 2-YEAR REGISTRATION TO AT LEAST 10 SAFETY COMPLIANCE FACILITIES ON OR
 32 BEFORE OCTOBER 1, 2018, PROVIDED THAT EACH FACILITY PAYS A \$5,000 FEE.

1 (D) (1) IF AT ANY TIME AFTER OCTOBER 1, 2019, THERE ARE FEWER 2 THAN 10 VALID SAFETY COMPLIANCE FACILITY REGISTRATIONS, THE 3 COMPTROLLER SHALL ACCEPT AND PROCESS APPLICATIONS FOR SAFETY 4 COMPLIANCE FACILITY REGISTRATIONS.

5 (2) THE COMPTROLLER MAY, AT THE COMPTROLLER'S DISCRETION, 6 GRANT ADDITIONAL SAFETY COMPLIANCE FACILITY REGISTRATIONS.

7 (E) (1) A SAFETY COMPLIANCE FACILITY REGISTRATION MAY BE 8 RENEWED EVERY 2 YEARS FOR A \$5,000 FEE.

9 (2) THE RENEWAL APPLICATION MAY BE SUBMITTED UP TO 120 DAYS 10 BEFORE THE EXPIRATION OF THE REGISTRATION.

11 (3) IF THE COMPTROLLER FAILS TO APPROVE A VALID RENEWAL 12 APPLICATION, IT SHALL BE AUTOMATICALLY GRANTED 60 DAYS AFTER ITS 13 SUBMISSION.

14(F)THE COMPTROLLER MAY ADJUST THE FEE AMOUNTS IN THIS SECTION15ANNUALLY BEGINNING IN FISCAL YEAR 2020 TO ADJUST FOR INFLATION.

16 **5–1117.**

17 (A) (1) IN THIS SECTION, "APPLICANT" INCLUDES AN INVESTOR OWNING 18 30% OR GREATER OF THE BUSINESS, A MEMBER OF THE BOARD OF DIRECTORS, A 19 MEMBER OF THE LIMITED LIABILITY CORPORATION (LLC), A PARTNER IN THE 20 BUSINESS, AN OFFICER, AND A MANAGERIAL EMPLOYEE.

21 (2) "APPLICANT" DOES NOT INCLUDE A NONMANAGERIAL 22 EMPLOYEE.

(B) (1) WITHIN 3 BUSINESS DAYS OF RECEIVING AN APPLICATION TO
OPERATE A CANNABIS ESTABLISHMENT, THE COMPTROLLER SHALL FORWARD A
COPY OF THE APPLICATION TO THE LOCAL GOVERNMENT WHERE THE PROSPECTIVE
CANNABIS ESTABLISHMENT WOULD OPERATE, SEEKING ITS INPUT REGARDING
WHETHER THE APPLICATION SHOULD BE GRANTED.

(2) WITHIN 3 BUSINESS DAYS OF RECEIVING AN APPLICATION TO
 PERMIT ON-SITE CONSUMPTION, THE COMPTROLLER SHALL FORWARD A COPY OF
 THE APPLICATION TO THE LOCAL GOVERNMENT WHERE THE PROSPECTIVE ON-SITE
 CONSUMPTION WOULD BE PERMITTED, SEEKING ITS INPUT REGARDING WHETHER
 THE APPLICATION SHOULD BE GRANTED.

36

1 (C) (1) REGISTRATION UNDER THIS SUBTITLE AND CONSTRUCTION AND 2 PROCUREMENT RELATED TO THE OPERATION OF REGISTRANTS ARE SUBJECT TO 3 THE MINORITY BUSINESS ENTERPRISE PROGRAM SET FORTH IN TITLE 14, 4 SUBTITLE 3 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.

5 (2) IF THE COUNTY IN WHICH A REGISTRANT WILL BE LOCATED HAS 6 HIGHER MINORITY BUSINESS PARTICIPATION REQUIREMENTS THAN THE STATE, AS 7 SPECIFIED IN PARAGRAPH (1) OF THIS SUBSECTION, THE APPLICANT SHALL MEET 8 THE COUNTY'S MINORITY BUSINESS PARTICIPATION REQUIREMENTS TO THE 9 EXTENT POSSIBLE.

10 (3) A COLLECTIVE BARGAINING AGREEMENT, INCLUDING A PROJECT 11 LABOR AGREEMENT OR A NEUTRALITY AGREEMENT, ENTERED INTO BY AN 12 APPLICANT OR A REGISTRANT MAY NOT NEGATE THE REQUIREMENTS OF THIS 13 SUBSECTION.

14 (4) IF AN APPLICANT FOR EMPLOYMENT WITH A REGISTRANT 15 BELIEVES THAT THE APPLICANT HAS BEEN DISCRIMINATED AGAINST IN THE 16 EMPLOYMENT PROCESS, THE APPLICANT MAY APPEAL THE EMPLOYMENT DECISION 17 TO THE LOCAL HUMAN RELATIONS BOARD IN THE COUNTY WHERE THE FACILITY IS 18 LOCATED.

19(5) THE COMPTROLLER SHALL ENSURE THAT A REGISTRANT20COMPLIES WITH THE REQUIREMENTS OF PARAGRAPHS (1) AND (2) OF THIS21SUBSECTION AS A CONDITION OF OBTAINING AND RENEWING THE REGISTRATION.

22 (6) THE GOVERNOR'S OFFICE OF MINORITY AFFAIRS SHALL 23 MONITOR A REGISTRANT'S COMPLIANCE WITH PARAGRAPHS (1) AND (2) OF THIS 24 SUBSECTION AND SHALL REPORT ANY NONCOMPLIANCE TO THE COMPTROLLER AT 25 LEAST ONCE EVERY 6 MONTHS.

26 (7) ON OR AFTER JULY 1, 2021, THE PROVISIONS OF PARAGRAPHS (1) 27 AND (2) OF THIS SUBSECTION AND ANY REGULATIONS ADOPTED UNDER THE 28 PROVISIONS SHALL BE OF NO EFFECT AND UNENFORCEABLE.

29 (D) (1) IF MORE QUALIFIED APPLICANTS FOR A TYPE OF CANNABIS 30 ESTABLISHMENT REGISTRATION THAT IS LIMITED IN NUMBER APPLY THAN THE 31 COMPTROLLER MAY REGISTER IN THE STATE, A COUNTY, OR A CITY, THE 32 COMPTROLLER SHALL IMPLEMENT A COMPETITIVE SCORING PROCESS TO 33 DETERMINE TO WHICH APPLICANTS A REGISTRATION MAY BE GRANTED.

1 (2) THE COMPTROLLER MAY HIRE ADDITIONAL QUALIFIED STAFF TO 2 SCORE THE APPLICATIONS, WHO MAY BE TEMPORARY EMPLOYEES, BUT MAY NOT 3 CONTRACT THE SCORING PROCESS OUT TO A SEPARATE PRIVATE OR 4 GOVERNMENTAL ENTITY.

5 (3) THE SCORING PROCESS MAY NOT REQUIRE A BACKGROUND 6 CHECK, BUT THE COMPTROLLER SHALL REQUIRE AND CONSIDER THE RESULTS OF 7 A BACKGROUND CHECK BEFORE GRANTING A CANNABIS ESTABLISHMENT 8 REGISTRATION.

9 (4) EXCEPT AS PROVIDED IN PARAGRAPH (5) OF THIS SUBSECTION, A 10 REGISTRATION MAY NOT BE GRANTED IF THE APPLICANT HAS BEEN CONVICTED OF 11 AN OFFENSE THAT IS SUBSTANTIALLY RELATED TO THE QUALIFICATIONS, 12 FUNCTIONS, OR DUTIES OF THE BUSINESS OR PROFESSION FOR WHICH THE 13 APPLICATION IS MADE.

14 (5) AN APPLICANT MAY BE GRANTED Α REGISTRATION 15NOTWITHSTANDING A PRIOR CONVICTION FOR AN **OFFENSE** THAT IS SUBSTANTIALLY RELATED TO THE QUALIFICATIONS, FUNCTIONS, OR DUTIES OF THE 16 BUSINESS OR PROFESSION FOR WHICH THE APPLICATION IS MADE IF, BASED ON A 1718 THOROUGH REVIEW OF THE NATURE AND CIRCUMSTANCES OF THE CRIME AND ANY EVIDENCE OF REHABILITATION OF THE APPLICANT, THE REGISTERING AUTHORITY 19 20DETERMINES THAT THE ISSUANCE OF A REGISTRATION TO THE APPLICANT IS 21APPROPRIATE AND GRANTING THE REGISTRATION WOULD NOT COMPROMISE 22PUBLIC SAFETY.

(6) A PRIOR CONVICTION FOR POSSESSION, DISTRIBUTION, OR
MANUFACTURE OF A CONTROLLED DANGEROUS SUBSTANCE WHERE THE SENTENCE,
INCLUDING INCARCERATION, PROBATION, AND SUPERVISED RELEASE, HAS BEEN
COMPLETED MAY NOT BE CONSIDERED SUBSTANTIALLY RELATED TO THE
QUALIFICATIONS, FUNCTIONS, OR DUTIES OF THE BUSINESS OR PROFESSION FOR
WHICH THE APPLICATION IS MADE UNDER THIS SUBSECTION AND MAY NOT BE THE
SOLE GROUND FOR DENIAL OF A REGISTRATION.

30 (E) THE SCORING PROCESS DESCRIBED IN SUBSECTION (D) OF THIS 31 SECTION SHALL TAKE INTO ACCOUNT:

32 (1) INPUT PROVIDED BY THE LOCAL GOVERNMENT WHERE THE 33 PROSPECTIVE RETAILER WOULD OPERATE, WHICH SHALL BE GIVEN SUBSTANTIAL 34 WEIGHT;

35(2) THE APPLICABLE EXPERIENCE, TRAINING, AND EXPERTISE OF36THE APPLICANT AND MANAGING OFFICERS OF THE APPLICANT;

1 (3) THE PLAN FOR SECURITY AND DIVERSION PREVENTION OF THE 2 APPLICANT;

3(4) ANY COMMUNITY ENGAGEMENT OR CORPORATE SOCIAL4RESPONSIBILITY PLANS PRESENTED BY THE APPLICANT;

 $\mathbf{5}$

(5) THE SUITABILITY OF THE PROPOSED LOCATION; AND

6 (6) CRIMINAL, CIVIL, OR REGULATORY ISSUES ENCOUNTERED BY 7 OTHER ENTITIES THAT THE APPLICANT AND MANAGING OFFICERS OF THE 8 APPLICANT HAVE CONTROLLED OR MANAGED.

9 (F) THE COMPTROLLER SHALL ALSO AWARD ADDITIONAL POINTS, UP TO AN 10 ESTABLISHED LIMIT, IF AN APPLICANT DESCRIBES PLANS TO:

11 **(1) PROVIDE A SAFE, HEALTHY, AND ECONOMICALLY BENEFICIAL** 12 WORKING ENVIRONMENT FOR THE APPLICANT'S EMPLOYEES;

13 (2) HIRE EMPLOYEES WHO LIVE IN THE LOCAL COMMUNITY;

14 **(3)** HIRE EMPLOYEES WHO HAVE HAD DIFFICULTY FINDING 15 EMPLOYMENT DUE TO A PRIOR CONVICTION FOR A DRUG OFFENSE;

16 (4) CONDUCT OR FACILITATE SCIENTIFIC RESEARCH RELATED TO 17 THE MEDICINAL USE OF CANNABIS;

- 18 (5) SUPPORT THE LOCAL COMMUNITY;
- 19 (6) REDUCE PRODUCT COSTS FOR QUALIFYING INDIGENT PATIENTS;

20 (7) MINIMIZE THE ENVIRONMENTAL IMPACT AND RESOURCE NEEDS 21 FOR THE BUSINESS;

22 (8) HAVE MAJORITY OWNERSHIP BY MINORITY, FEMALE, VETERAN, 23 OR DISABLED INDIVIDUALS; OR

24 (9) HAVE A PRINCIPAL PLACE OF BUSINESS IN MARYLAND.

(G) (1) NO APPLICANT THAT IS LICENSED BY THE NATALIE M. LAPRADE
MEDICAL CANNABIS COMMISSION MAY APPLY FOR A REGISTRATION UNDER THIS
TITLE EXCEPT IN ACCORDANCE WITH § 5–1110(D), § 5–1112(C), OR § 5–1114(C) OF
THIS TITLE.

1 (2) EXCEPT AS PROVIDED IN PARAGRAPH (3) OF THIS SUBSECTION, 2 AN APPLICANT MAY NOT RECEIVE MORE THAN ONE REGISTRATION TO OPERATE A 3 CANNABIS ESTABLISHMENT IF RECEIVING A SUBSEQUENT REGISTRATION WOULD 4 PREVENT APPROVAL OF A QUALIFIED APPLICANT THAT HAS NOT BEEN GRANTED A 5 REGISTRATION.

6 (3) (I) AN APPLICANT MAY RECEIVE A REGISTRATION AS BOTH A 7 CANNABIS CULTIVATION FACILITY AND A CANNABIS PRODUCT MANUFACTURER, BUT 8 MUST BE SELECTED FOR, AND COMPLY WITH THE REQUIREMENTS OF, EACH 9 REGISTRATION SEPARATELY.

10(II)AN APPLICANT FOR A RETAILER REGISTRATION MAY APPLY11FOR AN ON-SITE CONSUMPTION REGISTRATION.

12 (H) A CONVICTION FOR A CONTROLLED DANGEROUS SUBSTANCE FELONY 13 SUBSEQUENT TO REGISTRATION IS GROUNDS FOR REVOCATION OF A REGISTRATION 14 OR DENIAL OF THE RENEWAL OF A REGISTRATION.

15 **5–1118.**

16 NOTWITHSTANDING ANY OTHER PROVISION OF LAW, A CANNABIS 17 ESTABLISHMENT MAY NOT OPERATE AND A PROSPECTIVE CANNABIS 18 ESTABLISHMENT MAY NOT APPLY FOR A REGISTRATION IF:

19(1) THE ENTITY WOULD BE LOCATED WITHIN 300 FEET OF THE20PROPERTY LINE OF A PUBLIC OR PRIVATE SCHOOL; OR

21 (2) THE ENTITY SELLS ALCOHOL FOR CONSUMPTION ON THE 22 PREMISES.

23 **5–1119.**

(A) SUBJECT TO SUBSECTIONS (B) AND (C) OF THIS SECTION, NOTHING IN
THIS SUBTITLE SHALL BE CONSTRUED TO PROHIBIT A LOCAL GOVERNMENT FROM
ENACTING AN ORDINANCE OR A REGULATION NOT IN CONFLICT WITH THIS SECTION
OR WITH RULES ADOPTED BY THE COMPTROLLER REGULATING THE TIME, PLACE,
OR MANNER OF OPERATION OR NUMBER OF RETAILERS, CANNABIS PRODUCT
MANUFACTURERS, CANNABIS CULTIVATION FACILITIES, OR SAFETY COMPLIANCE
FACILITIES.

31(B)A LOCAL GOVERNMENT MAY BAN ON-SITE CONSUMPTION, BUT MAY NOT32PROHIBIT OPERATIONS BY A CANNABIS ESTABLISHMENT EITHER EXPRESSLY OR

1 THROUGH THE ENACTMENT OF AN ORDINANCE OR A REGULATION THAT MAKES THE 2 OPERATIONS IMPRACTICABLE.

3 (C) A LOCAL GOVERNMENT MAY IMPOSE CIVIL AND CRIMINAL PENALTIES 4 ON THE VIOLATION OF AN ORDINANCE ENACTED IN ACCORDANCE WITH THIS 5 SECTION.

6 **5–1120.**

7 **A RETAILER SHALL:**

8 (1) INCLUDE A SAFETY INSERT WITH ALL CANNABIS AND CANNABIS 9 PRODUCTS SOLD THAT, AT THE COMPTROLLER'S DISCRETION, MAY BE DEVELOPED 10 AND APPROVED BY THE COMPTROLLER AND INCLUDE INFORMATION ON:

11

(I) METHODS FOR ADMINISTERING CANNABIS;

12(II) POTENTIAL DANGERS STEMMING FROM THE USE OF13CANNABIS;

14 (III) FOR INFUSED CANNABIS PRODUCTS, THE ONSET TIME; AND

(IV) HOW TO RECOGNIZE PROBLEMATIC USAGE OF CANNABIS
 AND HOW TO OBTAIN APPROPRIATE SERVICES OR TREATMENT FOR PROBLEMATIC
 USAGE; AND

18 (2) SELL CANNABIS OR CANNABIS PRODUCTS IN THE ORIGINAL 19 CANNABIS CULTIVATION FACILITY OR CANNABIS PRODUCT MANUFACTURER 20 PACKAGING WITHOUT MAKING CHANGES OR REPACKAGING.

21 **5–1121.**

22 (A) EACH CANNABIS CULTIVATION FACILITY AND CANNABIS PRODUCT 23 MANUFACTURER SHALL:

24(1) CREATE A UNIQUE PACKAGE AND LABEL FOR THE CANNABIS25CULTIVATION FACILITY OR CANNABIS PRODUCT MANUFACTURER; AND

26 (2) IDENTIFY THE CANNABIS CULTIVATION FACILITY OR THE 27 CANNABIS PRODUCT MANUFACTURER AND THE CRAFT CANNABIS CULTIVATOR, IF 28 ANY, AS THE PRODUCER. 1 (B) THE PACKAGING DESCRIBED IN SUBSECTION (A) OF THIS SECTION 2 SHALL INCLUDE:

3 (1) THE NAME OR REGISTRATION NUMBER OF THE CANNABIS 4 ESTABLISHMENT;

5 (2) THE NAME AND REGISTRATION NUMBER OF THE CRAFT CANNABIS 6 CULTIVATOR, IF ANY;

7 (3) IF A SAFETY COMPLIANCE FACILITY IS OPERATIONAL, THE 8 POTENCY OF THE CANNABIS, AS DETERMINED BY TESTING BY A SAFETY 9 COMPLIANCE FACILITY, REPRESENTED BY THE PERCENTAGE OF 10 TETRAHYDROCANNABINOL BY MASS;

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(4) A "PRODUCED ON" DATE;

12 (5) IF THE CANNABIS OR CANNABIS PRODUCT IS PRODUCED IN 13 COMPLIANCE WITH THE ORGANIC STANDARDS OF THE UNITED STATES 14 DEPARTMENT OF AGRICULTURE, OR SIMILAR REGULATIONS ADOPTED BY THE 15 COMPTROLLER, THE WORDS "NATURALLY GROWN"; AND

16 (6) WARNINGS THAT STATE: "CONSUMPTION OF CANNABIS IMPAIRS 17 YOUR ABILITY TO DRIVE A CAR OR OPERATE MACHINERY", "KEEP AWAY FROM 18 CHILDREN", AND "TRANSPORTING THIS PRODUCT OUTSIDE THE STATE OF 19 MARYLAND MAY SUBJECT YOU TO CRIMINAL AND/OR CIVIL PENALTIES UNDER THE 20 LAWS OF OTHER STATES. POSSESSION OF CANNABIS IS ILLEGAL UNDER FEDERAL 21 LAW.".

22 **5–1122.**

(A) UNLESS THE COMPTROLLER HAS CEASED ISSUING OR FAILED TO BEGIN
ISSUING REGISTRATIONS, ALL CANNABIS CULTIVATED BY A CANNABIS CULTIVATION
FACILITY OR CRAFT CANNABIS CULTIVATOR SHALL BE CULTIVATED ONLY IN ONE OR
MORE ENCLOSED LOCKED FACILITIES, EACH OF WHICH SHALL HAVE BEEN
REGISTERED WITH THE COMPTROLLER.

(B) THIS SECTION DOES NOT PROHIBIT THE GROWING OF CANNABIS IN AN
 OUTDOOR ENVIRONMENT, AS LONG AS THE GROWING AREA IS ADEQUATELY
 SECURED IN ACCORDANCE WITH REGULATIONS ISSUED BY THE COMPTROLLER.

31 **5–1123.**

1 (A) A CANNABIS ESTABLISHMENT OR ANY OTHER PERSON THAT IS ACTING 2 IN THE CAPACITY AS AN OWNER, EMPLOYEE, OR AGENT OF A CANNABIS 3 ESTABLISHMENT SHALL HAVE DOCUMENTATION WHEN TRANSPORTING CANNABIS 4 ON BEHALF OF THE CANNABIS ESTABLISHMENT THAT SPECIFIES:

- 5 (1) THE AMOUNT OF CANNABIS BEING TRANSPORTED;
- 6 (2) THE REGISTRATION NUMBER OF THE CANNABIS ESTABLISHMENT; 7 AND
- 8

(3) THE DATE THE CANNABIS IS BEING TRANSPORTED.

9 (B) IF THE RETAILER OR CANNABIS CULTIVATION FACILITY DOES NOT HAVE 10 A REGISTRATION NUMBER BECAUSE THE COMPTROLLER HAS CEASED ISSUING 11 REGISTRATIONS OR HAS FAILED TO BEGIN ISSUING REGISTRATIONS, THE RETAILER 12 OR CANNABIS CULTIVATION FACILITY MAY INSTEAD USE A NUMBER OF ITS 13 CHOOSING THAT IT CONSISTENTLY USES ON DOCUMENTATION IN PLACE OF A 14 REGISTRATION NUMBER.

15 **5–1124.**

16 (A) A CANNABIS ESTABLISHMENT MAY NOT ALLOW A PERSON WHO IS UNDER 17 THE AGE OF 21 YEARS TO BE PRESENT INSIDE A ROOM OR ANY OTHER LOCATION 18 WHERE CANNABIS IS STORED, CULTIVATED, POSSESSED, OR SOLD BY THE CANNABIS 19 ESTABLISHMENT UNLESS THE PERSON WHO IS UNDER THE AGE OF 21 YEARS IS A 20 GOVERNMENT EMPLOYEE PERFORMING OFFICIAL DUTIES, AN ELECTED OFFICIAL, A 21 MEMBER OF THE MEDIA, OR A CONTRACTOR PERFORMING LABOR THAT DOES NOT 22 INCLUDE HANDLING CANNABIS.

23(1) EXCEPT AS OTHERWISE PROVIDED IN THIS SECTION, IN A **(B)** 24PROSECUTION FOR A VIOLATION OF SUBSECTION (A) OF THIS SECTION, IT IS A 25COMPLETE DEFENSE THAT BEFORE ALLOWING A PERSON WHO IS UNDER THE AGE 26OF 21 YEARS INTO THE LOCATION WHERE CANNABIS IS STORED, CULTIVATED, 27POSSESSED, OR SOLD, AN EMPLOYEE OR AGENT OF THE CANNABIS ESTABLISHMENT 28WAS SHOWN A DOCUMENT THAT APPEARED TO BE ISSUED BY AN AGENCY OF A 29FEDERAL, STATE, TRIBAL, OR FOREIGN SOVEREIGN GOVERNMENT THAT INDICATED THAT THE PERSON WAS AT LEAST 21 YEARS OLD AT THE TIME THE PERSON WAS 30 31 ALLOWED ON THE PREMISES OF THE CANNABIS ESTABLISHMENT.

32(2)THE DEFENSE SET FORTH IN THIS SUBSECTION DOES NOT APPLY33IF:

1 (I) THE DOCUMENT THAT WAS SHOWN TO THE PERSON WHO 2 ALLOWED THE PERSON WHO IS UNDER THE AGE OF 21 YEARS ON THE PREMISES OF 3 THE CANNABIS ESTABLISHMENT WAS COUNTERFEIT, FORGED, ALTERED, OR ISSUED 4 TO A PERSON OTHER THAN THE PERSON WHO WAS ALLOWED ON THE PREMISES OF 5 THE CANNABIS ESTABLISHMENT; AND

6 (II) UNDER THE CIRCUMSTANCES, A REASONABLE PERSON
7 WOULD HAVE KNOWN OR SUSPECTED THAT THE DOCUMENT WAS COUNTERFEIT,
8 FORGED, ALTERED, OR ISSUED TO A PERSON OTHER THAN THE PERSON WHO WAS
9 ALLOWED ON THE PREMISES OF THE CANNABIS ESTABLISHMENT.

10 (C) A PERSON WHO VIOLATES THIS SECTION IS GUILTY OF A MISDEMEANOR 11 AND ON CONVICTION IS SUBJECT TO A FINE NOT EXCEEDING **\$1,000**.

12 **5–1125.**

13 **A RETAILER MAY NOT:**

14(1) SELL, GIVE, OR OTHERWISE FURNISH CANNABIS TO A PERSON15WHO IS UNDER THE AGE OF 21 YEARS;

16 (2) SELL, GIVE, OR OTHERWISE FURNISH MORE THAN A PERSONAL
17 USE AMOUNT OF USABLE CANNABIS OR MORE THAN THREE PLANTS, SEEDLINGS, OR
18 CUTTINGS OF CANNABIS TO A PERSON IN A SINGLE TRANSACTION;

19 (3) KNOWINGLY AND WILLFULLY SELL, GIVE, OR OTHERWISE 20 FURNISH AN AMOUNT OF CANNABIS TO A PERSON THAT WOULD CAUSE THAT PERSON 21 TO POSSESS MORE CANNABIS THAN THE INDIVIDUAL IS ALLOWED TO POSSESS 22 UNDER STATE LAW;

(4) PURCHASE CANNABIS, OTHER THAN CANNABIS SEEDS, FROM A
 PERSON OTHER THAN A RETAILER, CANNABIS CULTIVATION FACILITY, OR CANNABIS
 PRODUCT MANUFACTURER;

26(5)SELL, GIVE, OR OTHERWISE FURNISH CANNABIS TO A CLEARLY27INTOXICATED PERSON; OR

28 **(6)** VIOLATE REGULATIONS ADOPTED BY THE COMPTROLLER IN 29 ACCORDANCE WITH THIS SUBTITLE.

30 **5–1126.**

1 A CANNABIS CULTIVATION FACILITY, CRAFT CANNABIS CULTIVATOR, 2 CANNABIS PRODUCT MANUFACTURER, OR SAFETY COMPLIANCE FACILITY MAY NOT:

3 (1) PURCHASE, PRODUCE, OBTAIN, SELL, GIVE, OR OTHERWISE 4 FURNISH CANNABIS OR CANNABIS PRODUCTS TO A PERSON OR AN ENTITY OTHER 5 THAN THOSE EXEMPTED FROM STATE PENALTIES IN ACCORDANCE WITH THIS 6 SUBTITLE; OR

7 (2) VIOLATE REGULATIONS ADOPTED BY THE COMPTROLLER IN 8 ACCORDANCE WITH THIS SUBTITLE.

9 **5–1127.**

10 (A) THE COMPTROLLER MAY SUSPEND OR TERMINATE THE REGISTRATION 11 OF A CANNABIS ESTABLISHMENT THAT COMMITS MULTIPLE OR SERIOUS 12 VIOLATIONS OF THIS SUBTITLE OR REGULATIONS ISSUED IN ACCORDANCE WITH 13 THIS SUBTITLE.

(B) IF THE COMPTROLLER HAS CEASED ISSUING REGISTRATIONS OR HAS
NOT BEGUN ISSUING REGISTRATIONS, AND A CANNABIS ESTABLISHMENT LACKS A
REGISTRATION AS A RESULT, A CITY OR COUNTY WHERE THE CANNABIS
ESTABLISHMENT IS OPERATING MAY FILE FOR AN INJUNCTION IN CIRCUIT COURT
IF THE CANNABIS ESTABLISHMENT HAS COMMITTED MULTIPLE OR SERIOUS
VIOLATIONS OF THIS SUBTITLE OR REGULATIONS ISSUED IN ACCORDANCE WITH
THIS SUBTITLE.

21 **5–1128.**

IT IS NOT A VIOLATION OF STATE OR LOCAL LAW FOR A PERSON TO PLANT, GROW, HARVEST, POSSESS, PROCESS, SELL, OR BUY INDUSTRIAL HEMP IF THAT PERSON DOES SO IN COMPLIANCE WITH THE REGULATIONS ADOPTED BY THE DEPARTMENT OF AGRICULTURE AS REQUIRED IN § 5–1130 OF THIS SUBTITLE.

26 **5–1129.**

IT IS NOT A VIOLATION OF STATE OR LOCAL LAW FOR A PERSON TO PURCHASE
OR POSSESS A MATERIAL OR PRODUCT MADE, IN WHOLE OR IN PART, WITH
INDUSTRIAL HEMP.

30 **5–1130.**

31 THE DEPARTMENT OF AGRICULTURE SHALL:

46		HOUSE BILL 1185
PLANT, GR	(1) OW, H.	ADOPT REGULATIONS NECESSARY TO REGISTER A PERSON TO ARVEST, POSSESS, PROCESS, SELL, OR BUY INDUSTRIAL HEMP; AND
	(2)	SET REASONABLE FEES.
5–1131.		
(A) CANNABIS.	(1)	A PERSON UNDER THE AGE OF 21 YEARS MAY NOT POSSESS
		A VIOLATION OF THIS SUBSECTION BY A PERSON AT LEAST 18 UNDER THE AGE OF 21 YEARS WHO POSSESSES 1 OUNCE OR LESS OF IVIL OFFENSE PUNISHABLE BY A FINE NOT EXCEEDING \$100.
		A PERSON UNDER THE AGE OF 18 YEARS WHO VIOLATES THIS SUBJECT TO THE PROCEDURES AND DISPOSITIONS PROVIDED IN LE 8A OF THE COURTS ARTICLE.
(B)	A PO	DLICE OR COURT RECORD RESULTING FROM A CITATION UNDER

THIS SECTION SHALL BE RENDERED INACCESSIBLE TO THE PUBLIC. 1415**(C)** NO RECORDS THAT INCLUDE PERSONALLY **IDENTIFIABLE**

16 INFORMATION RESULTING FROM A CITATION UNDER THIS SECTION MAY BE MADE 17ACCESSIBLE TO:

- 18 (1) THE PUBLIC;
- 19 (2) FEDERAL AUTHORITIES; OR
- 20(3) AUTHORITIES FROM ANOTHER STATE OR COUNTRY.
- 215 - 1132.

22SHALL APPOINT A 13-MEMBER OVERSIGHT **(**A**)** Тне GOVERNOR 23**COMMITTEE COMPOSED OF:**

- ONE MEMBER OF THE HOUSE OF DELEGATES; 24(1)
- 25(2) THE COMPTROLLER OR THE COMPTROLLER'S DESIGNEE;
- 26(3) ONE MEMBER OF THE SENATE OF MARYLAND;

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(4) 1 ONE PHYSICIAN WITH EXPERIENCE IN MEDICAL CANNABIS $\mathbf{2}$ **ISSUES;** 3 (5) **ONE ECONOMIST;** 4 (6) ONE BOARD MEMBER OR PRINCIPAL OFFICER OF A REGISTERED 5SAFETY COMPLIANCE FACILITY; 6 (7) ONE INDIVIDUAL WITH EXPERIENCE IN POLICY DEVELOPMENT OR 7 **IMPLEMENTATION IN THE FIELD OF CANNABIS POLICY;** 8 (8) **ONE PUBLIC HEALTH PROFESSIONAL;** (9) 9 **ONE SOCIOLOGIST:** 10 (10) ONE ATTORNEY FAMILIAR WITH FIRST AMENDMENT LAW; 11 (11) ONE EXPERT IN CRIMINAL JUSTICE; 12(12) ONE EXPERT IN ALCOHOLISM AND DRUG DEPENDENCE; AND 13(13) ONE INDIVIDUAL WHO IS A CANNABIS CONSUMER. 14**(B)** THE OVERSIGHT COMMITTEE SHALL MEET AT LEAST FOUR TIMES EACH YEAR FOR THE PURPOSE OF: 1516 (1) COLLECTING INFORMATION ABOUT AND EVALUATING THE 17**EFFECTS OF THIS SUBTITLE;** 18 (2) PERFORMING OTHER RESPONSIBILITIES ENTRUSTED TO IT BY THE GOVERNOR OR THE GENERAL ASSEMBLY; 19 20(3) MAKING RECOMMENDATIONS REGARDING POSSIBLE INCREASES 21IN THE AMOUNT OF CANNABIS DEFINED AS A PERSONAL USE AMOUNT OF USEABLE 22CANNABIS; AND 23(4) REPORTING AND MAKING RECOMMENDATIONS TO THE 24**COMPTROLLER ON ISSUES INCLUDING:** 25**(I)** RESTRICTIONS ON ADVERTISING, **INCLUDING** 26**RESTRICTIONS DESIGNED TO PREVENT ADVERTISING FROM TARGETING MINORS;**

1 (II) REGULATIONS DESIGNED TO ENSURE THAT CANNABIS $\mathbf{2}$ ESTABLISHMENTS ENHANCE THE SECURITY OF THE NEIGHBORHOODS IN WHICH THE 3 **ESTABLISHMENTS OPERATE;** 4 (III) **REGULATIONS** ТО ENSURE THAT CANNABIS $\mathbf{5}$ ESTABLISHMENTS PROVIDE LOCAL BUSINESS AND EMPLOYMENT OPPORTUNITIES; 6 (IV) THE CONTENT OF SAFETY INSERTS; 7 **(**V**)** WHETHER ADDITIONAL WARNING LABELS SHOULD BE 8 **REQUIRED;** 9 (VI) THE EFFECT, IF ANY, ON ORGANIZED CRIME IN THE STATE; 10 (VII) QUALITY CONTROL AND LABELING STANDARDS; 11 (VIII) RECOMMENDATIONS REGARDING POSSIBLE ADJUSTMENTS 12TO THE EXCISE TAX RATES THAT WOULD FURTHER THE GOALS OF REDUCING MINORS' USE OF CANNABIS, GENERATING REVENUE, AND UNDERCUTTING ILLEGAL 13 14**MARKET PRICES;** 15(IX) REPORTING AND DATA MONITORING ТО RELATED 16 **BENEFICIAL AND ADVERSE EFFECTS OF CANNABIS;** 17**(X)** THE LATEST RESEARCH RELATED TO DRIVING UNDER THE 18 INFLUENCE OF CANNABIS, POLICIES FOR ROADSIDE SOBRIETY TESTS, AND CHANGES 19 TO STATUTES RELATING TO DRIVING UNDER THE INFLUENCE; 20(XI) REGULATIONS GOVERNING THE OPERATION OF ON-SITE **CONSUMPTION AREAS IN RETAIL STORES;** 2122(XII) REGULATIONS GOVERNING THE OPERATION OF PRIVATE 23CLUBS AND PRIVATE EVENTS ALLOWING CANNABIS CONSUMPTION, IF REQUESTED 24BY THE COMPTROLLER; 25(XIII) RECOMMENDATIONS OF OTHER WAYS TO ENSURE THE 26**INDUSTRY IS DIVERSE AND INCLUSIVE; AND** 27(XIV) WHETHER CANNABIS SHOULD BE RESCHEDULED OR DESCHEDULED UNDER MARYLAND LAW. 2829MEETINGS OF THE OVERSIGHT COMMITTEE SHALL BE OPEN TO THE **(C)** 30 PUBLIC AND SHALL ALLOW LIMITED PUBLIC COMMENT.

1 (D) THE COMPTROLLER SHALL SUBMIT TO THE GOVERNOR AND, IN 2 ACCORDANCE WITH § 2–1246 OF THE STATE GOVERNMENT ARTICLE, THE GENERAL 3 ASSEMBLY AN ANNUAL REPORT BY THE FIRST THURSDAY OF EVERY YEAR, 4 ADDRESSING:

5 (1) THE DIRECT REVENUE AND COSTS RELATED TO IMPLEMENTING 6 THIS SUBTITLE, INCLUDING REVENUE FROM TAXES, FINES, AND FEES;

7 (2) THE NUMBER OF REGISTRATIONS SUSPENDED AND REVOKED AND
 8 THE NATURE OF THE REVOCATIONS; AND

9 (3) THE FINDINGS AND RECOMMENDATIONS OF THE OVERSIGHT 10 COMMITTEE AND AN EXPLANATION OF WHY ANY SUCH RECOMMENDATIONS WERE 11 NOT ADOPTED, IF APPLICABLE.

12 (E) NOTHING IN THIS SECTION AUTHORIZES THE COMPTROLLER TO DELAY 13 IMPLEMENTATION OF THIS SUBTITLE.

14 **5–1133.**

(A) ALL FEES UNDER THIS SUBTITLE MAY BE WAIVED OR REDUCED BY THE
 COMPTROLLER AT THE APPLICANT'S REQUEST IF THE APPLICANT IS A NONPROFIT
 ENTITY AND:

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(1) THE WAIVER IS IN THE PUBLIC INTEREST; OR

19(2)THE APPLICANT OR MANAGING OFFICERS REPRESENT20HISTORICALLYMARGINALIZEDCOMMUNITIES, INCLUDINGMINORITY21COMMUNITIES.

(B) WHENEVER A REQUEST FOR A FEE WAIVER OR REDUCTION IS DENIED,
 THE ADMINISTERING AGENCY SHALL COMMUNICATE THE BASIS FOR THE DENIAL TO
 THE APPLICANT AND MAINTAIN A RECORD OF THE BASIS FOR THE DENIAL.

25 **5–1134.**

26 (A) THE COMPTROLLER IS RESPONSIBLE FOR ADMINISTERING AND 27 CARRYING OUT THIS SUBTITLE.

28 **(B)** THE COMPTROLLER MAY ADOPT REGULATIONS THAT ARE NECESSARY 29 AND CONVENIENT TO ADMINISTER AND CARRY OUT THIS SUBTITLE.

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(C) THE COMPTROLLER SHALL ADOPT REGULATIONS THAT:

2 (1) SET FORTH PROCEDURES FOR THE APPLICATION FOR AND 3 ISSUANCE OF REGISTRATIONS TO CANNABIS ESTABLISHMENTS, INCLUDING THE 4 CONTENT AND FORM FOR AN APPLICATION TO BE REGISTERED AS A CANNABIS 5 ESTABLISHMENT;

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(2) GOVERN THE OPERATIONS OF CRAFT CANNABIS CULTIVATORS;

7 (3) SPECIFY THE CONTENT, FORM, AND TIMING OF REPORTS THAT 8 SHALL BE COMPLETED BY EACH CANNABIS ESTABLISHMENT;

9 (4) REQUIRE THAT REPORTS COMPLETED BY CANNABIS 10 ESTABLISHMENTS SHALL BE:

11(I)MADE AVAILABLE FOR INSPECTION BY THE COMPTROLLER,12INCLUDING INFORMATION ON SALES, EXPENSES, INVENTORY, AND TAXES; AND

13

(II) RETAINED FOR AT LEAST 1 YEAR;

14 **(5)** ESTABLISH QUALIFICATIONS FOR REGISTRATION THAT ARE 15 DIRECTLY AND DEMONSTRABLY RELATED TO THE OPERATION OF A CANNABIS 16 ESTABLISHMENT;

17 (6) SPECIFY THE REQUIREMENTS FOR THE PACKAGING AND 18 LABELING OF CANNABIS, INCLUDING THE REQUIREMENTS IN § 5–1121 OF THIS 19 SUBTITLE;

20 (7) SPECIFY THE REQUIREMENTS FOR THE SAFETY INSERT TO BE 21 INCLUDED WITH CANNABIS BY RETAILERS, WHICH MAY INCLUDE THE 22 REQUIREMENTS DESCRIBED IN § 5–1120 OF THIS SUBTITLE, AT THE DISCRETION OF 23 THE COMPTROLLER;

24 (8) ESTABLISH REASONABLE SECURITY REQUIREMENTS FOR 25 CANNABIS ESTABLISHMENTS;

26 **(9)** REQUIRE THE POSTING OR DISPLAY OF THE REGISTRATION OF A 27 CANNABIS ESTABLISHMENT;

(10) ESTABLISH RESTRICTIONS ON ADVERTISING FOR THE SALE OF
 CANNABIS THAT SHALL BE IN COMPLIANCE WITH THE MARYLAND CONSTITUTION
 AND THE U.S. CONSTITUTION AND THAT DO NOT PREVENT APPROPRIATE SIGNS ON
 THE PROPERTY OF THE CANNABIS ESTABLISHMENT FACILITY, LISTINGS IN

1 BUSINESS DIRECTORIES AND TELEPHONE BOOKS, LISTINGS IN PUBLICATIONS 2 FOCUSED ON CANNABIS, OR THE SPONSORSHIP OF HEALTH OR NOT-FOR-PROFIT 3 CHARITY OR ADVOCACY EVENTS;

4 (11) ESTABLISH PROCEDURES FOR INSPECTING AND AUDITING THE 5 RECORDS OR PREMISES OF CANNABIS ESTABLISHMENTS;

6 (12) SET A SCHEDULE OF CIVIL FINES FOR VIOLATIONS OF THIS 7 SUBTITLE AND REGULATIONS ISSUED IN ACCORDANCE WITH THIS SUBTITLE;

8 (13) SET FORTH THE PROCEDURES FOR HEARINGS ON CIVIL FINES AND 9 SUSPENSIONS AND REVOCATIONS OF A REGISTRATION AS A CANNABIS 10 ESTABLISHMENT FOR A VIOLATION OF THIS SUBTITLE OR THE REGULATIONS 11 ADOPTED IN ACCORDANCE WITH THIS SUBTITLE;

12(14) ESTABLISHREASONABLEENVIRONMENTALCONTROLS,13INCLUDING RESTRICTIONS ON THE USE OF PESTICIDES, TO ENSURE THAT CANNABIS14ESTABLISHMENTS MINIMIZE HARM TO THE ENVIRONMENT, ADJOINING AND NEARBY15LANDOWNERS, AND PERSONS PASSING BY;

16 (15) ESTABLISH RULES REQUIRING CANNABIS ESTABLISHMENTS TO 17 CREATE IDENTIFICATION CARDS FOR THEIR EMPLOYEES AND PROVIDING FOR THE 18 CONTENTS OF THE IDENTIFICATION CARDS;

19(16) ESTABLISH RULES FOR THE SAFE TRANSPORTATION OF20CANNABIS; AND

(17) ESTABLISH RULES FOR ON-SITE CONSUMPTION AREAS IN RETAIL
 STORES, INCLUDING REQUIREMENTS FOR SECURITY, VENTILATION, ODOR
 CONTROL, RESTRICTIONS ON SALES, DISCOUNTS, AND ADVERTISING, AND LIMITS ON
 CONSUMPTION BY PATRONS.

25 (D) THE COMPTROLLER MAY ADOPT REGULATIONS THAT ALLOW AND 26 REGULATE THE CONSUMPTION OF CANNABIS IN PRIVATE CLUBS AND AT PRIVATE 27 EVENTS, AND MAY REQUEST THAT THE OVERSIGHT COMMITTEE ISSUE 28 RECOMMENDATIONS ON THIS TOPIC.

29 (E) THE COMPTROLLER SHALL MAKE AVAILABLE FREE OF CHARGE ALL 30 FORMS FOR APPLICATIONS AND REPORTS.

31 (F) THE COMPTROLLER SHALL ISSUE ALL REGISTRATIONS AS REQUIRED 32 BY THIS SUBTITLE. 1 (G) (1) EXCEPT AS PROVIDED IN THIS SUBSECTION, THE COMPTROLLER 2 SHALL KEEP THE NAME AND ADDRESS OF EACH CANNABIS ESTABLISHMENT AND 3 EACH OWNER, EMPLOYEE, OR AGENT OF A CANNABIS ESTABLISHMENT 4 CONFIDENTIAL AND REFUSE TO DISCLOSE THIS INFORMATION TO AN INDIVIDUAL 5 OR A PUBLIC OR PRIVATE ENTITY, EXCEPT AS NECESSARY FOR AUTHORIZED 6 EMPLOYEES OF THE COMPTROLLER TO PERFORM OFFICIAL DUTIES OF THE 7 COMPTROLLER IN ACCORDANCE WITH THIS SUBTITLE.

8 (2) THE COMPTROLLER MAY CONFIRM TO A STATE OR LOCAL LAW 9 ENFORCEMENT OFFICER THAT A CANNABIS ESTABLISHMENT HOLDS A VALID 10 REGISTRATION IF THE LAW ENFORCEMENT OFFICER INQUIRES ABOUT THE 11 SPECIFIC LOCATION OR ENTITY.

12 **5–1135.**

13(A) THE COMPTROLLER SHALL ADOPT REGULATIONS TO IMPLEMENT THIS14SUBTITLE AND SHALL BEGIN ACCEPTING APPLICATIONS FOR CANNABIS15ESTABLISHMENT FACILITIES WITHIN 180 DAYS AFTER OCTOBER 1, 2017.

16 (B) IF THE COMPTROLLER FAILS TO ADOPT REGULATIONS TO IMPLEMENT 17 THIS SUBTITLE AND BEGIN PROCESSING APPLICATIONS FOR CANNABIS 18 ESTABLISHMENTS WITHIN 180 DAYS AFTER OCTOBER 1, 2017, A CITIZEN MAY 19 COMMENCE AN ACTION IN A COURT OF COMPETENT JURISDICTION TO COMPEL THE 20 COMPTROLLER TO PERFORM THE ACTIONS MANDATED IN ACCORDANCE WITH THIS 21 SUBTITLE.

22

Article – Courts and Judicial Proceedings

23 3–8A–19.

24 (d) (7) IN MAKING A DISPOSITION ON A FINDING THAT A CHILD HAS 25 COMMITTED A VIOLATION OF AN OFFENSE DESCRIBED IN § 5–1131 OF THE 26 CRIMINAL LAW ARTICLE, THE COURT MAY:

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(I) COUNSEL THE CHILD OR THE PARENT, OR BOTH;

(II) ORDER THE CHILD, FOR NO OR MINIMAL COST, TO
 PARTICIPATE IN A DRUG AND ALCOHOL EDUCATION PROGRAM OR OTHER SUITABLE
 PRESENTATION OF THE HAZARDS OF DRUG AND ALCOHOL USE THAT IS IN THE BEST
 INTEREST OF THE CHILD; OR

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- (III) IMPOSE A CIVIL FINE OF NOT MORE THAN \$100.
- 33 SECTION 5. AND BE IT FURTHER ENACTED, That the Comptroller shall:

1 (1) on or before January 1, 2018, develop and implement a program to 2 conduct outreach to and education for minority communities, women, veterans, and small 3 business owners to ensure that those groups are aware of the business opportunities 4 created by this Act and know how to apply for registration as a cannabis establishment; 5 and

6 (2) on or before April 1, 2018, report to the Governor and, in accordance 7 with § 2–1246 of the State Government Article, the General Assembly on its activities and 8 efforts under item (1) of this section.

9 SECTION 6. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall take 10 effect October 1, 2017. It shall remain effective until the taking effect of Section 3 of this 11 Act. If Section 3 of this Act takes effect, Section 2 of this Act shall be abrogated and of no 12 further force and effect.

SECTION 7. AND BE IT FURTHER ENACTED, That Section 3 of this Act shall take
 effect October 1, 2017, the effective date of Section 2 of Chapter 515 of the Acts of the
 General Assembly of 2016. If the effective date of Section 2 of Chapter 515 is amended,
 Section 3 of this Act shall take effect on the taking effect of Section 2 of Chapter 515.

17 SECTION 8. AND BE IT FURTHER ENACTED, That, subject to the provisions of 18 Sections 6 and 7 of this Act, this Act shall take effect October 1, 2017.