

# HOUSE BILL 1185

E1, E4, Q7

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CF SB 928

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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

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## A BILL ENTITLED

1 AN ACT concerning

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  
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;  
12 establishing certain exemptions from prosecution for certain retailers, cannabis  
13 product manufacturers, cannabis cultivation facilities, craft cannabis cultivators,  
14 and safety compliance facilities under certain circumstances; establishing a certain  
15 affirmative defense relating to cannabis; prohibiting a certain adult from cultivating  
16 cannabis under certain circumstances; providing that this Act does not exempt  
17 certain 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  
20 accommodate certain conduct; authorizing landlords and innkeepers to prohibit  
21 certain behavior in certain locations; prohibiting a person from falsely representing  
22 the person's age for certain purposes; providing that this Act, by operation of law,  
23 expunges certain convictions; providing that this Act does not repeal or modify  
24 certain other statutes; establishing a procedure for a certain retailer, cannabis  
25 cultivation facility, craft cannabis cultivator, cannabis product manufacturer, or  
26 safety compliance facility to register under this Act; establishing a procedure for a  
27 certain retailer or applicant to obtain an on-site consumption registration; requiring

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



the Comptroller to issue certain regulations for cannabis product manufacturer registration; prohibiting a cannabis establishment from operating within a certain distance from a certain school; prohibiting a cannabis establishment from operating if the entity sells alcohol for consumption on the premises; authorizing local governments to enact certain ordinances or regulations not in conflict with this Act; requiring a retailer to include a certain safety insert with the sale of cannabis; requiring a cannabis cultivation facility and a cannabis product manufacturer to create certain packaging; providing for the cultivation of cannabis in certain circumstances; requiring a certain cannabis establishment to have certain documentation at certain times; prohibiting a retailer from selling, giving, or otherwise furnishing cannabis to a person under a certain age; prohibiting a cannabis establishment from allowing a person under a certain age to be present in a certain location under certain circumstances; prohibiting a retailer from selling, giving, or otherwise furnishing more than a certain amount of cannabis to a person in a single transaction, knowingly and willfully selling, giving, or otherwise furnishing a certain amount of cannabis to a person under certain circumstances, purchasing cannabis from a person other than a retailer, cannabis cultivation facility, or cannabis product manufacturer, selling, giving, or otherwise furnishing cannabis to a clearly intoxicated person, or violating certain regulations; prohibiting a cannabis cultivation facility from purchasing, producing, obtaining, selling, giving, or otherwise furnishing cannabis to certain persons; authorizing the Comptroller to suspend or terminate a certain registration under certain circumstances; authorizing a certain court action under certain circumstances; providing that it is not a violation of State or local law for a person to purchase and possess a material or product made, in whole or in part, with industrial hemp; requiring the Department of Agriculture to adopt certain rules and regulations; prohibiting a person under a certain age from possessing cannabis; requiring the Governor to appoint a certain oversight committee; requiring the oversight committee to undertake certain duties; requiring the Comptroller to administer and carry out this Act and to adopt certain regulations; providing certain penalties for a violation of this Act; requiring the Comptroller to develop and implement a certain outreach program and submit a certain report on or before a certain date; defining certain terms; making a certain provision of this Act subject to a certain contingency; and generally relating to cannabis.

BY renumbering

Article – Criminal Law

Section 5–1101 and the subtitle “Subtitle 11. Short Title”

to be Section 5–1201 and the subtitle “Subtitle 12. Short Title”

Annotated Code of Maryland

(2012 Replacement Volume and 2016 Supplement)

BY repealing and reenacting, with amendments,

Article – Criminal Law

Section 5–601(c) and 5–601.1

Annotated Code of Maryland

(2012 Replacement Volume and 2016 Supplement)

BY repealing and reenacting, with amendments,  
Article – Criminal Law  
Section 5–601(c)  
Annotated Code of Maryland  
(2012 Replacement Volume and 2016 Supplement)  
(As enacted by Chapter 515 of the Acts of the General Assembly of 2016)

BY repealing  
Article – Criminal Law  
Section 5–601(d)  
Annotated Code of Maryland  
(2012 Replacement Volume and 2016 Supplement)  
(As enacted by Chapter 515 of the Acts of the General Assembly of 2016)

BY adding to  
Article – Criminal Law  
Section 5–1101 through 5–1135 to be under the new subtitle “Subtitle 11. Cannabis”  
Annotated Code of Maryland  
(2012 Replacement Volume and 2016 Supplement)

BY adding to  
Article – Courts and Judicial Proceedings  
Section 3–8A–19(d)(7)  
Annotated Code of Maryland  
(2013 Replacement Volume and 2016 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,  
That Section(s) 5–1101 and the subtitle “Subtitle 11. Short Title” of Article – Criminal Law  
of the Annotated Code of Maryland be renumbered to be Section(s) 5–1201 and the subtitle  
“Subtitle 12. Short Title”.

SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read  
as follows:

### **Article – Criminal Law**

5–601.

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

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

1 SUBJECT TO THE PROVISIONS RELATING TO THE USE OF CANNABIS UNDER  
2 SUBTITLE 11 OF THIS TITLE.

1 C. is an immediate family member, a spouse, or a domestic  
2 partner of the patient;

3 D. has not been convicted of a crime of violence as defined in  
4 § 14–101 of this article;

5 E. has not been convicted of a violation of a State or federal  
6 controlled dangerous substances law;

7 F. has not been convicted of a crime of moral turpitude;

8 G. has been designated as caregiver by the patient in writing  
9 that has been placed in the patient’s medical record prior to arrest;

10 H. is the only individual designated by the patient to serve as  
11 caregiver; and

12 I. is not serving as caregiver for any other patient.

13 4. “Debilitating medical condition” means a chronic or  
14 debilitating disease or medical condition or the treatment of a chronic or debilitating  
15 disease or medical condition that produces one or more of the following, as documented by  
16 a physician with whom the patient has a bona fide physician–patient relationship:

17 A. cachexia or wasting syndrome;

18 B. severe or chronic pain;

19 C. severe nausea;

20 D. seizures;

21 E. severe and persistent muscle spasms; or

22 F. any other condition that is severe and resistant to  
23 conventional medicine.

24 (ii) 1. In a prosecution for the use or possession of marijuana, the  
25 defendant may introduce and the court shall consider as a mitigating factor any evidence  
26 of medical necessity.

27 2. Notwithstanding paragraph (2) of this subsection, if the  
28 court finds that the person used or possessed marijuana because of medical necessity, the  
29 court shall dismiss the charge.

(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:

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;

B. the debilitating medical condition is severe and resistant to conventional medicine; and

C. marijuana is likely to provide the defendant with therapeutic or palliative relief from the debilitating medical condition.

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.

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.

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

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

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

[(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.

**(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.**

[(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:

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

(2) seizure and forfeiture.]

SECTION 3. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:

**Article – Criminal Law**

5–601.

(c) (1) Except as provided in paragraphs (2), (3), and (4) of this subsection, a person who violates this section is guilty of a misdemeanor and on conviction is subject to:

(i) for a first conviction, imprisonment not exceeding 1 year or a fine not exceeding \$5,000 or both;

(ii) for a second or third conviction, imprisonment not exceeding 18 months or a fine not exceeding \$5,000 or both; or

(iii) for a fourth or subsequent conviction, imprisonment not exceeding 2 years or a fine not exceeding \$5,000 or both.

(2) [(i) Except as provided in subparagraph (ii) of this paragraph, a] A person whose violation of this section involves the use or possession of marijuana is [guilty of 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 TO THE USE OF CANNABIS UNDER SUBTITLE 11 OF THIS TITLE.**

[(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 exceeding \$100.

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 not exceeding \$250.

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 punishable by a fine not exceeding \$500.

4. A. In addition to a fine, a court shall order a person under the age of 21 years who commits a violation punishable under subparagraph 1, 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 abuse 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 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 and Mental Hygiene, refer the person to an assessment for substance abuse disorder, and refer the person to substance abuse treatment, if necessary.

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

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

2. “Bona fide physician–patient relationship” means a relationship in which the physician has ongoing responsibility for the assessment, care, and 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:

A. is a resident of the State;

B. is at least 21 years old;

C. is an immediate family member, a spouse, or a domestic partner of the patient;

D. has not been convicted of a crime of violence as defined in § 14–101 of this article;

E. has not been convicted of a violation of a State or federal controlled dangerous substances law;

F. has not been convicted of a crime of moral turpitude;

G. has been designated as caregiver by the patient in writing that has been placed in the patient’s medical record prior to arrest;

H. is the only individual designated by the patient to serve as caregiver; and

I. is not serving as caregiver for any other patient.

4. “Debilitating medical condition” means a chronic or debilitating disease or medical condition or the treatment of a chronic or debilitating

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;

B. severe or chronic pain;

C. severe nausea;

D. seizures;

E. severe and persistent muscle spasms; or

F. any other condition that is severe and resistant to conventional medicine.

(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.

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.

(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:

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;

B. the debilitating medical condition is severe and resistant to conventional medicine; and

C. marijuana is likely to provide the defendant with therapeutic or palliative relief from the debilitating medical condition.

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.

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.

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

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

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

[(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.

**(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.**

[(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:

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

(2) seizure and forfeiture.]

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

#### **Article – Criminal Law**

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.

(2) Adjudication of a 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:**

(i) is not a criminal conviction for any purpose; and

(ii) does not impose any of the civil disabilities that may result from a criminal conviction.

(c) (1) A citation issued 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 THIS TITLE, IN A PUBLIC PLACE** shall be signed by the police officer who issues the citation and shall contain:

(i) the name, address, and date of birth of the person charged;

(ii) the date and time that the violation occurred;

(iii) the location at which the violation occurred;

(iv) the fine that may be imposed;

(v) a notice stating that prepayment of the fine is allowed, except as provided in paragraph (2) of this subsection; and

(vi) a notice in boldface type that states that the person shall:

1. pay the full amount of the preset fine; or

2. request a trial date at the date, time, and place established by the District Court by writ or trial notice.

(2) (i) If 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 THIS TITLE, IN A PUBLIC PLACE** is issued to a person under the age of 21 years, the court shall summon the person for trial.

(ii) If the court finds that a person at least 21 years old who has been issued a citation under this section has at least twice previously been found guilty 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 court shall summon the person for trial.

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

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

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

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

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

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

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

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

(2) If a person at least 21 years old fails to appear after having requested a trial, the court may impose the maximum fine and costs against the person and find the 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 a preponderance of the evidence;

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

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

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

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

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

(i) guilty of a Code violation;

(ii) not guilty of a Code violation; or

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

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

(2) The court costs 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** in which costs are imposed are \$5.

(k) (1) The State's Attorney for any county may prosecute 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** in the 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:

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

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

(l) 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:

9 (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.

19 **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 GROWING**  
25 **OR NOT;**

26 (II) **THE SEEDS OF THE PLANT;**

27 (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.**

**(2) “CANNABIS” DOES NOT INCLUDE:**

**(I) THE MATURE STALKS OF THE PLANT;**

**(II) FIBER PRODUCED FROM THE STALKS;**

**(III) OIL OR CAKE MADE FROM THE SEEDS OF THE PLANT;**

**(IV) ANY OTHER COMPOUND, MANUFACTURE, SALT, DERIVATIVE, MIXTURE, OR PREPARATION OF THE MATURE STALKS, EXCEPT THE EXTRACTED RESIN, FIBER, OR OIL OR CAKE; OR**

**(V) THE STERILIZED SEED OF THE PLANT THAT IS INCAPABLE OF GERMINATION.**

**(3) “CANNABIS” INCLUDES SUBSTANCES DEFINED AS “MARIJUANA” UNDER STATE LAW.**

**(C) “CANNABIS CULTIVATION FACILITY” MEANS AN ENTITY THAT IS:**

**(1) REGISTERED IN ACCORDANCE WITH THIS SUBTITLE TO BE EXEMPT FROM STATE PENALTIES FOR CULTIVATING, PREPARING, PACKAGING, TRANSPORTING, OR SELLING CANNABIS TO A CANNABIS PRODUCT MANUFACTURER, RETAILER, OR ANOTHER CANNABIS CULTIVATION FACILITY; OR**

**(2) EXEMPT FROM STATE PENALTIES UNDER § 5-1112 OF THIS SUBTITLE DUE TO FAILURE OF THE COMPTROLLER TO ISSUE REGISTRATIONS.**

**(D) “CANNABIS ESTABLISHMENT” MEANS A RETAILER, CANNABIS CULTIVATION FACILITY, CRAFT CANNABIS CULTIVATOR, CANNABIS PRODUCT MANUFACTURER, OR SAFETY COMPLIANCE FACILITY.**

**(E) (1) “CANNABIS PRODUCT” MEANS A GOOD COMPOSED OF CANNABIS AND OTHER INGREDIENTS THAT IS INTENDED FOR USE OR CONSUMPTION.**

**(2) “CANNABIS PRODUCT” INCLUDES A CANNABIS-INFUSED EDIBLE PRODUCT.**

**(F) “CANNABIS PRODUCT MANUFACTURER” MEANS AN ENTITY THAT IS:**

**(1) REGISTERED IN ACCORDANCE WITH THIS SUBTITLE TO BE EXEMPT FROM STATE PENALTIES FOR:**

1 (I) PURCHASING CANNABIS FROM CANNABIS CULTIVATION  
2 FACILITIES;

3 (II) MANUFACTURING, PREPARING, AND PACKAGING CANNABIS  
4 PRODUCTS; OR

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  
8 SUBTITLE DUE TO FAILURE OF THE COMPTROLLER TO ISSUE REGISTRATIONS.

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 A  
16 CANNABIS PRODUCT MANUFACTURER.

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

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

24 (2) A GOVERNMENT EMPLOYEE PERFORMING AN OFFICIAL  
25 GOVERNMENTAL DUTY OF THE EMPLOYEE;

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

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

(J) “INDUSTRIAL HEMP” HAS THE DEFINITION STATED IN § 14-101 OF THE AGRICULTURE ARTICLE.

(K) “ON-SITE CONSUMPTION” MEANS THE CONSUMPTION OF CANNABIS OR CANNABIS PRODUCTS IN A RETAIL STORE THAT HAS AN ADDITIONAL ON-SITE CONSUMPTION REGISTRATION.

(L) “PERSONAL USE AMOUNT OF USABLE CANNABIS” MEANS:

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

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

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

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

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

(6) A COMBINATION OF ANY OF THE ABOVE.

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

(2) “PUBLIC PLACE” DOES NOT INCLUDE:

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

(II) AN INDIVIDUAL DWELLING OR ITS CURTILAGE; OR

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

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

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

(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

(2) EXEMPT FROM STATE PENALTIES UNDER § 5-1110 OF THIS SUBTITLE DUE TO THE COMPTROLLER NOT ISSUING REGISTRATIONS.

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

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

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

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

(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.

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

5-1102.

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

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

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

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

(4) TRANSFERRING A PERSONAL USE AMOUNT OF USABLE CANNABIS AND THREE OR FEWER CANNABIS SEEDLINGS OR CUTTINGS WITHOUT REMUNERATION TO A PERSON WHO IS AT LEAST 21 YEARS OLD;

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

(6) AIDING AND ABETTING ANOTHER PERSON WHO IS AT LEAST 21 YEARS 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 OR**  
12 **CONSTRUCTIVELY, CANNABIS, INCLUDING SEEDLINGS OR CUTTINGS, THAT WAS**  
13 **PURCHASED FROM A CANNABIS CULTIVATION FACILITY, A CRAFT CANNABIS**  
14 **CULTIVATOR, OR ANOTHER RETAILER;**

15           **(2) TRANSPORTING OR POSSESSING, ACTUALLY OR**  
16 **CONSTRUCTIVELY, CANNABIS PRODUCTS THAT WERE PURCHASED FROM A**  
17 **CANNABIS PRODUCT MANUFACTURER OR A 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;**

22           **(5) SELLING, TRANSFERRING, OR DELIVERING CANNABIS, SEEDLINGS**  
23 **AND CUTTINGS OF CANNABIS PLANTS, OR CANNABIS PRODUCTS TO A PERSON WHO**  
24 **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 IS  
15 POSSESSED, 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, OR  
24 MANUFACTURING 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 LEAST  
30 21 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 PRODUCTS**  
14 **TO A RETAILER OR A CANNABIS PRODUCT MANUFACTURER;**

15           **(4) TRANSFERRING OR DELIVERING CANNABIS OR CANNABIS**  
16 **PRODUCTS 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 IS**  
21 **POSSESSED, MANUFACTURED, SOLD, OR DEPOSITED.**

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

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

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

1 INDIVIDUAL AT LEAST 21 YEARS OLD DOES NOT EXCEED THE AMOUNT OF CANNABIS  
2 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  
15 CANNABIS TO A PERSON WHO IS UNDER THE AGE OF 21 YEARS, THE PERSON WHO  
16 SOLD, GAVE, OR OTHERWISE FURNISHED THE CANNABIS OR AN EMPLOYEE OR  
17 AGENT 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  
20 OTHERWISE FURNISHED WAS AT LEAST 21 YEARS OLD AT THE TIME THE CANNABIS  
21 WAS 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:

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

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

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

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

**5-1103.**

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

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

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

(II) CULTIVATE CANNABIS OUTDOORS OTHER THAN IN AN ENCLOSED 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.

**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.**

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

23           **(B)   IF A LANDLORD OR AN INNKEEPER POSTS A NOTICE, THE LANDLORD OR**  
24 **INNKEEPER MAY PROHIBIT THE SMOKING OF CANNABIS ON RENTED PROPERTY OR**  
25 **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.

11 (3) (I) IF A STATE AGENCY FAILS TO COMPLY WITH THIS SECTION,  
12 A PERSON MAY FILE AN ACTION IN THE CIRCUIT COURT OF THE COUNTY WHERE THE  
13 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.**

21 THIS SUBTITLE DOES NOT REPEAL OR MODIFY ANY LAW CONCERNING THE  
22 MEDICAL USE OF CANNABIS OR TETRAHYDROCANNABINOL IN OTHER FORMS, SUCH  
23 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.

28 (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.

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

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

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

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

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

27                   (1)   PAYING ALL APPLICABLE FEES UNDER THIS SUBTITLE;

28                   (2)   (I) SUBMITTING A DOCUMENT FROM THE NATALIE M.  
29 LAPRADE MEDICAL CANNABIS COMMISSION STATING THAT THE APPLICANT HAS  
30 NOT BEEN SANCTIONED FOR MULTIPLE OR SERIOUS VIOLATIONS OF THE PROGRAM  
31 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 OPERATING 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;

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

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

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

(E) IF AT ANY TIME AFTER APRIL 1, 2019, THE COMPTROLLER HAS FAILED TO BEGIN ISSUING RETAILER REGISTRATIONS OR HAS CEASED ISSUING RETAILER REGISTRATIONS OR RENEWALS AS REQUIRED BY THIS SUBTITLE, A PERSON OR AN ENTITY LICENSED AS A MEDICAL CANNABIS DISPENSARY AND THAT MEETS THE OTHER REQUIREMENTS OF SUBSECTION (D) OF THIS SECTION MAY OPERATE AS A 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.

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

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

(2) THE RENEWAL APPLICATION MAY BE SUBMITTED UP TO 120 DAYS BEFORE 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 DAYS**  
25 **BEFORE 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 SECTION**  
30 **ANNUALLY BEGINNING IN FISCAL YEAR 2020 TO ADJUST FOR INFLATION AND TO**  
31 **ENSURE 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 **LA PRADE 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. LA PRADE 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;**

22               **(3) SUBMITTING A PLAN EXPLAINING HOW THE APPLICANT INTENDS**  
23 **TO CONTINUE CULTIVATING STRAINS OF CANNABIS THAT BENEFIT A VARIETY OF**  
24 **PATIENTS REGISTERED WITH THE NATALIE M. LA PRADE MEDICAL CANNABIS**  
25 **COMMISSION; AND**

26               **(4) COMPLYING WITH ALL OTHER REQUIREMENTS OF THIS SUBTITLE**  
27 **FOR 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 DAYS  
19 BEFORE THE EXPIRATION OF THE CANNABIS CULTIVATION FACILITY  
20 REGISTRATION.

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 SECTION  
25 ANNUALLY BEGINNING IN FISCAL YEAR 2020 TO ADJUST FOR INFLATION AND TO  
26 ENSURE 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 REGISTRATION  
33 SHALL SUBMIT APPLICATION MATERIALS REQUIRED BY THE COMPTROLLER AND A

1 NONREFUNDABLE FEE IN AN AMOUNT DETERMINED BY THE COMPTROLLER, NOT TO  
2 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.

11 2. "APPLICANT" DOES NOT INCLUDE A  
12 NONMANAGERIAL EMPLOYEE.

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

17 2. "ASSOCIATED WITH" DOES NOT INCLUDE A  
18 NONMANAGERIAL 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.

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

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

25           **(II) IF THE NATALIE M. LAPRADE MEDICAL CANNABIS**  
26 **COMMISSION FAILS TO RESPOND TO THE REQUEST FOR DOCUMENTATION WITHIN**  
27 **30 DAYS OF A WRITTEN REQUEST, SUBMITTING AN AFFIDAVIT FROM THE**  
28 **APPLICANT'S CHIEF EXECUTIVE OFFICER OR BOARD PRESIDENT STATING THAT THE**  
29 **APPLICANT HAS NOT BEEN SANCTIONED FOR MULTIPLE OR SERIOUS VIOLATIONS OF**  
30 **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,**

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

3 (4) COMPLYING WITH ALL OTHER REQUIREMENTS OF THIS SUBTITLE  
4 FOR 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.

15 (F) (1) IF AT ANY TIME AFTER OCTOBER 1, 2018, THERE ARE FEWER  
16 VALID CANNABIS PRODUCT MANUFACTURER REGISTRATIONS THAN SPECIFIED IN  
17 SUBSECTION (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 DAYS  
29 BEFORE THE EXPIRATION OF THE CANNABIS PRODUCT MANUFACTURER  
30 REGISTRATION.

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

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

5-1115.

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

(1) ESTABLISHING THE MAXIMUM AMOUNT OF TETRAHYDROCANNABINOL (THC) THAT MAY BE ALLOWED IN A SINGLE SERVING OF A CANNABIS-INFUSED EDIBLE PRODUCT;

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

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

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

(5) REQUIRING THAT A RETAIL CANNABIS-INFUSED EDIBLE PRODUCT BE CLEARLY IDENTIFIABLE, WITH A STANDARD SYMBOL INDICATING THAT THE PRODUCT CONTAINS CANNABIS.

5-1116.

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

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

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

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

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

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

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

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

5-1117.

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

(2) "APPLICANT" DOES NOT INCLUDE A NONMANAGERIAL 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.

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 REGISTRANT**  
20 **COMPLIES WITH THE REQUIREMENTS OF PARAGRAPHS (1) AND (2) OF THIS**  
21 **SUBSECTION 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 A REGISTRATION**  
15 **NOTWITHSTANDING A PRIOR CONVICTION FOR AN OFFENSE THAT IS**  
16 **SUBSTANTIALLY RELATED TO THE QUALIFICATIONS, FUNCTIONS, OR DUTIES OF THE**  
17 **BUSINESS OR PROFESSION FOR WHICH THE APPLICATION IS MADE IF, BASED ON A**  
18 **THOROUGH REVIEW OF THE NATURE AND CIRCUMSTANCES OF THE CRIME AND ANY**  
19 **EVIDENCE OF REHABILITATION OF THE APPLICANT, THE REGISTERING AUTHORITY**  
20 **DETERMINES THAT THE ISSUANCE OF A REGISTRATION TO THE APPLICANT IS**  
21 **APPROPRIATE AND GRANTING THE REGISTRATION WOULD NOT COMPROMISE**  
22 **PUBLIC SAFETY.**

23           **(6) A PRIOR CONVICTION FOR POSSESSION, DISTRIBUTION, OR**  
24 **MANUFACTURE OF A CONTROLLED DANGEROUS SUBSTANCE WHERE THE SENTENCE,**  
25 **INCLUDING INCARCERATION, PROBATION, AND SUPERVISED RELEASE, HAS BEEN**  
26 **COMPLETED MAY NOT BE CONSIDERED SUBSTANTIALLY RELATED TO THE**  
27 **QUALIFICATIONS, FUNCTIONS, OR DUTIES OF THE BUSINESS OR PROFESSION FOR**  
28 **WHICH THE APPLICATION IS MADE UNDER THIS SUBSECTION AND MAY NOT BE THE**  
29 **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 OF**  
36 **THE 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 SOCIAL  
4 RESPONSIBILITY PLANS PRESENTED BY THE APPLICANT;

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.

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

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

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

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

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

5-1118.

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

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

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

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.

(B) A LOCAL GOVERNMENT MAY BAN ON-SITE CONSUMPTION, BUT MAY NOT PROHIBIT 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 OF  
13 CANNABIS;

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

15 (IV) HOW TO RECOGNIZE PROBLEMATIC USAGE OF CANNABIS  
16 AND HOW TO OBTAIN APPROPRIATE SERVICES OR TREATMENT FOR PROBLEMATIC  
17 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 CANNABIS  
25 CULTIVATION 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.

**(B) THE PACKAGING DESCRIBED IN SUBSECTION (A) OF THIS SECTION SHALL INCLUDE:**

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

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

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

**(4) A “PRODUCED ON” DATE;**

**(5) IF THE CANNABIS OR CANNABIS PRODUCT IS PRODUCED IN COMPLIANCE WITH THE ORGANIC STANDARDS OF THE UNITED STATES DEPARTMENT OF AGRICULTURE, OR SIMILAR REGULATIONS ADOPTED BY THE COMPTROLLER, THE WORDS “NATURALLY GROWN”; AND**

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

**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.**

**5-1123.**

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

(1) THE AMOUNT OF CANNABIS BEING TRANSPORTED;

(2) THE REGISTRATION NUMBER OF THE CANNABIS ESTABLISHMENT;  
AND

(3) THE DATE THE CANNABIS IS BEING TRANSPORTED.

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

5-1124.

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

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

(2) THE DEFENSE SET FORTH IN THIS SUBSECTION DOES NOT APPLY IF:

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

(II) 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 WHO WAS ALLOWED ON THE PREMISES OF THE CANNABIS ESTABLISHMENT.

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

5-1125.

A RETAILER MAY NOT:

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

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

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

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

(5) SELL, GIVE, OR OTHERWISE FURNISH CANNABIS TO A CLEARLY INTOXICATED PERSON; OR

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

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.

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

21   5-1128.

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

26   5-1129.

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

30   5-1130.

31          THE DEPARTMENT OF AGRICULTURE SHALL:

(1) ADOPT REGULATIONS NECESSARY TO REGISTER A PERSON TO  
PLANT, GROW, HARVEST, POSSESS, PROCESS, SELL, OR BUY INDUSTRIAL HEMP; AND

(2) SET REASONABLE FEES.

**5-1131.**

(A) (1) A PERSON UNDER THE AGE OF 21 YEARS MAY NOT POSSESS  
CANNABIS.

(2) A VIOLATION OF THIS SUBSECTION BY A PERSON AT LEAST 18  
YEARS OLD AND UNDER THE AGE OF 21 YEARS WHO POSSESSES 1 OUNCE OR LESS OF  
CANNABIS IS A CIVIL OFFENSE PUNISHABLE BY A FINE NOT EXCEEDING \$100.

(3) A PERSON UNDER THE AGE OF 18 YEARS WHO VIOLATES THIS  
SUBSECTION IS SUBJECT TO THE PROCEDURES AND DISPOSITIONS PROVIDED IN  
TITLE 3, SUBTITLE 8A OF THE COURTS ARTICLE.

(B) A POLICE OR COURT RECORD RESULTING FROM A CITATION UNDER  
THIS SECTION SHALL BE RENDERED INACCESSIBLE TO THE PUBLIC.

(C) NO RECORDS THAT INCLUDE PERSONALLY IDENTIFIABLE  
INFORMATION RESULTING FROM A CITATION UNDER THIS SECTION MAY BE MADE  
ACCESSIBLE TO:

(1) THE PUBLIC;

(2) FEDERAL AUTHORITIES; OR

(3) AUTHORITIES FROM ANOTHER STATE OR COUNTRY.

**5-1132.**

(A) THE GOVERNOR SHALL APPOINT A 13-MEMBER OVERSIGHT  
COMMITTEE COMPOSED OF:

(1) ONE MEMBER OF THE HOUSE OF DELEGATES;

(2) THE COMPTROLLER OR THE COMPTROLLER'S DESIGNEE;

(3) ONE MEMBER OF THE SENATE OF MARYLAND;

1                   (4)    ONE PHYSICIAN WITH EXPERIENCE IN MEDICAL CANNABIS  
2 ISSUES;

3                   (5)    ONE ECONOMIST;

4                   (6)    ONE BOARD MEMBER OR PRINCIPAL OFFICER OF A REGISTERED  
5 SAFETY 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  
15 YEAR FOR THE PURPOSE OF:

16                   (1)    COLLECTING INFORMATION ABOUT AND EVALUATING THE  
17 EFFECTS OF THIS SUBTITLE;

18                   (2)    PERFORMING OTHER RESPONSIBILITIES ENTRUSTED TO IT BY  
19 THE GOVERNOR OR THE GENERAL ASSEMBLY;

20                   (3)    MAKING RECOMMENDATIONS REGARDING POSSIBLE INCREASES  
21 IN THE AMOUNT OF CANNABIS DEFINED AS A PERSONAL USE AMOUNT OF USEABLE  
22 CANNABIS; 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  
2 ESTABLISHMENTS ENHANCE THE SECURITY OF THE NEIGHBORHOODS IN WHICH THE  
3 ESTABLISHMENTS OPERATE;

4                   (III) REGULATIONS TO ENSURE THAT CANNABIS  
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  
12 TO THE EXCISE TAX RATES THAT WOULD FURTHER THE GOALS OF REDUCING  
13 MINORS' USE OF CANNABIS, GENERATING REVENUE, AND UNDERCUTTING ILLEGAL  
14 MARKET PRICES;

15                  (IX) REPORTING AND DATA MONITORING RELATED TO  
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  
21 CONSUMPTION AREAS IN RETAIL STORES;

22                  (XII) REGULATIONS GOVERNING THE OPERATION OF PRIVATE  
23 CLUBS AND PRIVATE EVENTS ALLOWING CANNABIS CONSUMPTION, IF REQUESTED  
24 BY 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  
28 DESCHEDULED UNDER MARYLAND LAW.

29                  (C) MEETINGS OF THE OVERSIGHT COMMITTEE SHALL BE OPEN TO THE  
30 PUBLIC AND SHALL ALLOW LIMITED PUBLIC COMMENT.

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

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

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

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

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

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:

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

(2) THE APPLICANT OR MANAGING OFFICERS REPRESENT HISTORICALLY MARGINALIZED COMMUNITIES, INCLUDING MINORITY COMMUNITIES.

(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.

5-1134.

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

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

**(C) THE COMPTROLLER SHALL ADOPT REGULATIONS THAT:**

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

**(2) GOVERN THE OPERATIONS OF CRAFT CANNABIS CULTIVATORS;**

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

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

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

**(II) RETAINED FOR AT LEAST 1 YEAR;**

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

**(6) SPECIFY THE REQUIREMENTS FOR THE PACKAGING AND LABELING OF CANNABIS, INCLUDING THE REQUIREMENTS IN § 5-1121 OF THIS SUBTITLE;**

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

**(8) ESTABLISH REASONABLE SECURITY REQUIREMENTS FOR CANNABIS ESTABLISHMENTS;**

**(9) REQUIRE THE POSTING OR DISPLAY OF THE REGISTRATION OF A 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) ESTABLISH REASONABLE ENVIRONMENTAL CONTROLS,  
13 INCLUDING RESTRICTIONS ON THE USE OF PESTICIDES, TO ENSURE THAT CANNABIS  
14 ESTABLISHMENTS MINIMIZE HARM TO THE ENVIRONMENT, ADJOINING AND NEARBY  
15 LANDOWNERS, 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 OF  
20 CANNABIS; AND

21 (17) ESTABLISH RULES FOR ON-SITE CONSUMPTION AREAS IN RETAIL  
22 STORES, INCLUDING REQUIREMENTS FOR SECURITY, VENTILATION, ODOR  
23 CONTROL, RESTRICTIONS ON SALES, DISCOUNTS, AND ADVERTISING, AND LIMITS ON  
24 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.

(G) (1) EXCEPT AS PROVIDED IN THIS SUBSECTION, THE COMPTROLLER SHALL KEEP THE NAME AND ADDRESS OF EACH CANNABIS ESTABLISHMENT AND EACH OWNER, EMPLOYEE, OR AGENT OF A CANNABIS ESTABLISHMENT CONFIDENTIAL AND REFUSE TO DISCLOSE THIS INFORMATION TO AN INDIVIDUAL OR A PUBLIC OR PRIVATE ENTITY, EXCEPT AS NECESSARY FOR AUTHORIZED EMPLOYEES OF THE COMPTROLLER TO PERFORM OFFICIAL DUTIES OF THE COMPTROLLER IN ACCORDANCE WITH THIS SUBTITLE.

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

5-1135.

(A) THE COMPTROLLER SHALL ADOPT REGULATIONS TO IMPLEMENT THIS SUBTITLE AND SHALL BEGIN ACCEPTING APPLICATIONS FOR CANNABIS ESTABLISHMENT FACILITIES WITHIN 180 DAYS AFTER OCTOBER 1, 2017.

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

#### Article – Courts and Judicial Proceedings

3-8A-19.

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

(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

(III) IMPOSE A CIVIL FINE OF NOT MORE THAN \$100.

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.

13          SECTION 7. AND BE IT FURTHER ENACTED, That Section 3 of this Act shall take  
14 effect October 1, 2017, the effective date of Section 2 of Chapter 515 of the Acts of the  
15 General Assembly of 2016. If the effective date of Section 2 of Chapter 515 is amended,  
16 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.