# MAINE STATE LEGISLATURE

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## 131st MAINE LEGISLATURE

### FIRST SPECIAL SESSION-2023

**Legislative Document** 

No. 1952

H.P. 1254

House of Representatives, May 16, 2023

#### An Act to Allow On-site Cannabis Consumption

Reference to the Committee on Veterans and Legal Affairs suggested and ordered printed.

ROBERT B. HUNT

Presented by Representative BOYER of Poland.

Cosponsored by Representatives: BLIER of Buxton, FAULKINGHAM of Winter Harbor, FREDERICKS of Sanford, MILLIKEN of Blue Hill, SUPICA of Bangor, THERIAULT of Fort Kent, WILLIAMS of Bar Harbor, WOOD of Greene.

#### Be it enacted by the People of the State of Maine as follows:

- **Sec. 1. 28-B MRSA §102, sub-§29,** as amended by PL 2019, c. 676, §1 and PL 2021, c. 669, §5, is further amended to read:
- **29.** Cannabis establishment. "Cannabis establishment" means a cultivation facility, a products manufacturing facility, a testing facility, a cannabis store, a cannabis hospitality establishment or a sample collector licensed under this chapter.

#### Sec. 2. 28-B MRSA §102, sub-§31-B is enacted to read:

- 31-B. Cannabis hospitality establishment. "Cannabis hospitality establishment" means a facility licensed under this chapter to purchase adult use cannabis, immature cannabis plants and seedlings from a cultivation facility; to purchase adult use cannabis and adult use cannabis products from a products manufacturing facility; to purchase adult use cannabis and adult use cannabis products from a cannabis store; to sell adult use cannabis, adult use cannabis products, cannabis paraphernalia, immature cannabis plants and seedlings; and to permit the consumption in the facility of the cannabis or cannabis products sold at the facility.
- **Sec. 3. 28-B MRSA §201, sub-§4,** as amended by PL 2019, c. 676, §5 and PL 2021, c. 669, §5, is further amended to read:
- **4. Cannabis store.** Consistent with the restrictions of section 205, subsection 2, paragraph C, a cannabis store license; or
- **Sec. 4. 28-B MRSA §201, sub-§5,** as enacted by PL 2019, c. 676, §5, is amended to read:
- **5. Sample collector.** Consistent with the requirements and restrictions of section 205, subsection 2, paragraph B and section 503-A, a sample collector license-; or
  - Sec. 5. 28-B MRSA §201, sub-§6 is enacted to read:
- <u>6. Cannabis hospitality establishment.</u> Consistent with the restrictions of section 504-B, a cannabis hospitality establishment license.
- **Sec. 6. 28-B MRSA §205, sub-§2, ¶A,** as enacted by PL 2017, c. 409, Pt. A, §6, is amended by amending subparagraph (2) to read:
  - (2) Multiple cultivation facility licenses with a combined total licensed amount of plant canopy exceeding 30,000 square feet, except when that exceedance is solely attributable to approved increases in the maximum licensed area of plant canopy authorized under a tier 4 cultivation facility license pursuant to section 304; and
- **Sec. 7. 28-B MRSA §205, sub-§2, ¶B,** as amended by PL 2019, c. 676, §6 and PL 2021, c. 669, §5, is further amended to read:
  - B. If the applicant has applied for the issuance or renewal of a testing facility license or sample collector license, the applicant may not be a caregiver or registered caregiver or have an interest in a registered dispensary, a cultivation facility license, a products manufacturing facility license  $\Theta _{\mathbf{r}_{a}}$  a cannabis store license or a cannabis hospitality establishment license. If the applicant has applied for the issuance or renewal of any license under this chapter that is not a testing facility license or a sample collector license, the applicant may not have an interest in a testing facility license or a sample

1 2 3 4 5 6	collector license. An applicant that meets the requirements for the issuance of a testing facility license under this chapter and the requirements of this paragraph may apply for and be issued multiple testing facility licenses. For purposes of this paragraph, "interest" means an equity ownership interest or a partial equity ownership interest or any other type of financial interest, including, but not limited to, being an investor or serving in a management position; and.
7 8	<b>Sec. 8. 28-B MRSA §207, sub-§2,</b> as enacted by PL 2017, c. 409, Pt. A, §6 and amended by PL 2021, c. 669, §5, is further amended to read:
9 10 11 12	<b>2. Fees for products manufacturing facilities and cannabis stores.</b> For a products manufacturing facility license of a cannabis store license or a cannabis hospitality establishment license, the department shall require payment of an application fee of \$250 and a license fee of not more than \$2,500.
13	Sec. 9. 28-B MRSA §504-B is enacted to read:
14	§504-B. Cannabis hospitality establishment
15 16	A cannabis hospitality establishment must be operated in accordance with the provisions of this section and the rules adopted pursuant to this chapter.
17 18	1. Products authorized for sale. Except as provided in subsection 2, a cannabis hospitality establishment may sell:
19 20	A. Adult use cannabis, adult use cannabis products, cannabis paraphernalia, immature cannabis plants and seedlings;
21 22	B. Consumable products not containing cannabis, including, but not limited to, sodas, candies and baked goods; and
23 24	C. Any other nonconsumable products, including, but not limited to, apparel and cannabis-related products.
25	2. Prohibitions. A cannabis hospitality establishment may not:
26	A. Give away adult use cannabis or adult use cannabis products;
27	B. Give away or sell products containing tobacco or alcohol;
28 29 30	C. Sell to any person during the same business day an amount of adult use cannabis, adult use cannabis products, immature cannabis plants or seedlings that exceeds the personal adult use limitations of section 1501, subsection 1;
31 32	D. Allow the consumption of alcohol or the smoking or use of tobacco or tobacco products on the licensed premises;
33 34	E. Allow adult use cannabis or adult use cannabis products that are not purchased from the cannabis hospitality establishment to be used on the licensed premises;
35 36	F. Sell adult use cannabis, adult use cannabis products or immature cannabis plants using:
37	(1) An automated dispensing or vending machine;
38	(2) A drive-through sales window;
39	(3) An Internet-based sales platform: or

1 (4) A delivery service;
2 G. Knowingly permit any activity or acts of disorderly conduct as described in Title
3 17-A, section 501-A;

- H. Permit rowdiness, undue noise or other disturbances or activity offensive to the average citizen or to the residents of the neighborhood in which the licensed premises are located;
- I. Sell adult use cannabis or adult use cannabis products to a person who is visibly intoxicated; or
  - J. Sell adult use cannabis or adult use cannabis products to any person solely for off-premises use, unless the cannabis hospitality establishment licensee also holds a valid cannabis store license. Nothing in this paragraph prohibits the cannabis hospitality establishment from selling immature cannabis plants and seedlings for use off premises or from allowing a person who purchases adult use cannabis or adult use cannabis products for on-premises use to take off premises amounts that are not used on premises, as long as the amount taken off premises does not exceed the amount that may be transported under section 1501, subsection 1, paragraph B.
  - **3. Operation.** A cannabis hospitality establishment:
  - A. Shall ensure the sale and consumption of adult use cannabis and adult use cannabis products cease if an emergency requires law enforcement officers, firefighters, emergency medical service providers or other public safety personnel to enter the establishment. Sale and consumption may resume after such personnel have left the establishment;
  - B. Shall destroy adult use cannabis and adult use cannabis products left behind by a patron, except for purposes of recycling;
  - C. Shall ensure the display and consumption of adult use cannabis and adult use cannabis products are not visible from outside the establishment;
  - D. May remove an individual from the establishment for any reason;
  - 4. Compliance with packaging, labeling and health and safety requirements. All adult use cannabis and adult use cannabis products sold or offered for sale at a cannabis hospitality establishment must meet all applicable packaging, labeling and health and safety requirements of subchapter 7 and the rules adopted under subchapter 7.
  - 5. Verification of purchaser's age. A person must be 21 years of age or older to enter or make a purchase from a cannabis hospitality establishment. A cannabis hospitality establishment may not sell any item to a person under 21 years of age.
    - A. Prior to initiating a sale in a cannabis hospitality establishment, an employee of the cannabis hospitality establishment licensee shall verify that the purchaser has a valid government-issued photographic identification card, or other acceptable photographic identification, demonstrating that the purchaser is 21 years of age or older.
  - B. The department shall by rule determine the forms of photographic identification that a cannabis hospitality establishment licensee may accept when verifying a purchaser's age.

6. Controlled area. A cannabis hospitality establishment shall establish a controlled area in which an employee of the cannabis hospitality establishment licensee may verify the identification and age of persons before they enter the sales area of the cannabis hospitality establishment. The controlled area may be outside of the establishment or may be a controlled, indoor entry area clearly indicated by signs or physical barriers so that persons in the controlled area are separated from the sales area of the cannabis hospitality establishment.

- 7. Prohibition on use of shared facility. A cannabis hospitality establishment licensee that is also a registered caregiver or a registered dispensary pursuant to Title 22, chapter 558-C may not sell or offer for sale to consumers or permit consumption of adult use cannabis and adult use cannabis products pursuant to this chapter within the same facility or building in which the licensee also sells or offers for sale to qualifying patients cannabis and cannabis products for medical use pursuant to Title 22, chapter 558-C.
- **8.** Colocation. A cannabis hospitality establishment may be located in proximity to any other cannabis establishment, other than a testing facility, as long as the cannabis hospitality establishment is in a separate building or has a separate entrance from the other cannabis establishment. The department by rule shall prescribe the location of cannabis hospitality establishments in relation to a testing facility.
- 9. Signs, marketing and advertising. All signs used by and all marketing and advertising conducted by or on behalf of a cannabis hospitality establishment must comply with the requirements of section 702 and the rules adopted pursuant to section 702.
- 10. Sales tax. A cannabis hospitality establishment licensee shall ensure that the tax imposed on the sale of adult use cannabis and adult use cannabis products to a consumer pursuant to Title 36, section 1811 is collected and remitted in accordance with the requirements of Title 36, Part 3 and the rules adopted pursuant to Title 36, Part 3.
- 11. Tracking. In accordance with the requirements of section 105, a cannabis hospitality establishment licensee shall track all adult use cannabis and adult use cannabis products from the point at which the cannabis or cannabis products are delivered or transferred to the cannabis hospitality establishment by a cultivation facility or a products manufacturing facility to the point at which the cannabis or cannabis products are sold to a consumer, delivered or transferred to a testing facility or disposed of or destroyed.
- 12. Training. In accordance with rules adopted by the department, a cannabis hospitality establishment licensee shall provide training to all employees on how to recognize impairment resulting from cannabis use. The department shall develop an appropriate training course or program for use by cannabis hospitality establishment licensees.
- 13. Rules. The department shall adopt rules regarding the licensing and operation of cannabis hospitality establishments. The rules must include requirements governing cannabis hospitality establishment operations that ensure odor control and workplace safety, including ventilation requirements to limit employee exposure to cannabis smoke. The rules must also require a cannabis hospitality establishment to carry appropriate insurance coverage for liability arising from the negligence of its customers. Rules adopted pursuant to this subsection are routine technical rules as defined in Title 5, chapter 375, subchapter 2-A.

1 2	<b>Sec. 10. 28-B MRSA §1501, sub-§2, ¶A,</b> as enacted by PL 2017, c. 409, Pt. A, §6 and amended by PL 2021, c. 669, §5, is further amended to read:
3 4	A. A person 21 years of age or older may consume cannabis or cannabis products only if that person is:
5	(1) In a private residence, including curtilage; or
6 7 8	(2) On private property, not generally accessible by the public, and the person is explicitly permitted to consume cannabis or cannabis products on the property by the owner of the property-; or
9	(3) In a cannabis hospitality establishment.
10	SUMMARY
11 12	This bill permits facilities to be licensed for the on-site consumption of adult use cannabis and adult use cannabis products under the Cannabis Legalization Act.