



## CITY OF MARSHALL AGENDA ITEM REPORT

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| <b>Presenter:</b>                   | Steven Anderson                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| <b>Meeting Date:</b>                | Thursday, July 16, 2026                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| <b>Category:</b>                    | NEW BUSINESS                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| <b>Type:</b>                        | ACTION                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| <b>Subject:</b>                     | Cannabis Macrobusiness                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| <b>Background Information:</b>      | Under the 2026 Minnesota Omnibus Cannabis Act a new license type, Cannabis Macrobusiness, was created to replace Medical Cannabis Combination Business. This new Macrobusiness allows a single operator to cultivate, extract, manufacture, package, transport and retail both recreational and medical products. Previously a Medical Cannabis Combination could have 90,000 square feet of indoor canopy, but under the new Macrobusiness license only 38,000 square feet would be allowed. This new license type can also operate up to eight retail dispensaries. The Medical Cannabis Combination Business will sunset on Jan 1, 2027 and be replaced by the Macrobusiness license. As of now, OCM will only issue eight Macrobusiness licenses until January 1, 2030. |
| <b>Fiscal Impact:</b>               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| <b>Alternative/<br/>Variations:</b> |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| <b>Recommendations:</b>             | To recommend the amendments to be brought to council later in the fall.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |