



## CITY OF MARSHALL AGENDA ITEM REPORT

<b>Presenter:</b>	Joe Sathe/Pamela Whitmore
<b>Meeting Date:</b>	Tuesday, March 26, 2024
<b>Category:</b>	NEW BUSINESS
<b>Type:</b>	INFO/ACTION
<b>Subject:</b>	An Ordinance Establishing Licensing and Registration Requirements for Intoxicating Cannabinoid Products
<b>Background Information:</b>	<p>Because the city recognizes that persons under the age of 21 years may purchase or otherwise obtain, possess and use Intoxicating Hemp Products which contain the psychoactive cannabis compound THC; and the sale of these products to persons under 21 years of age are violations of state and federal laws; and because the use of Intoxicating Hemp Product products by those underage subsequently places a financial burden on all levels of government, this chapter is intended to regulate the sale of Intoxicating Hemp Products for the purpose of enforcing and furthering existing laws.</p> <p><b><u>What this regulates:</u></b> Intoxicating Hemp Edibles. This definition mirrors the current definition of “edible cannabinoid product” under Minn. Stat. 151.72 but excludes products with CBD and trace amounts of THC (both beverages and gummies).</p> <p><b><u>What this does not regulate:</u></b> Hemp edibles containing only CBD.</p> <p>External application nonintoxicating products.</p> <p><b><u>How does it regulate Intoxicating Hemp Edible Products?</u></b> Establishes a license that is required if a business wants to sell products for off-sale consumption (not including liquor stores).</p> <p>Establishes a registration for businesses that have a liquor license and want to sell for on-site consumption.</p>
<b>Fiscal Impact:</b>	
<b>Alternative/ Variations:</b>	
<b>Recommendations:</b>	To discuss licensing/registration and zoning of intoxicating cannabinoid products and provide staff direction on where the committee would like to see regulations.