

Disclaimer

- This information is provided for educational purposes only and is not to be construed as legal advice.
- For legal advice, please contact your municipal attorney.



HB 4187 was unanimously approved by the House on June 4, 2025

- Restructures the Cannabis Control Commission
 - Reduce Commissioners to one Chair and two part-time Commissioners.
 - Appointed by Governor only
 - Not split between Governor, Treasurer and Attorney General
- Raises cap on number of retail cannabis licenses one entity may hold.
 - From 3 to 6
- Regulates hemp-derived products
- Increase consumer limits for adult-use/purchase
- Prioritize Social Equity Businesses

Section 8

• CONSUMABLE CBD PRODUCTS TAX

- New Law
- Must be licensed to sell a consumable CBD product
 - Income to state
- Must pay a tax of 5.35% of total sales price in addition to sales tax
 - Paid by retailer
 - Income to state general fund?



SECTION 9 –
Inspection and
Sale of Food,
Drugs and
Various Articles

Adds definitions of Cannabinoids; Consumable CBD product, Hemp, Hemp Beverage, Topical Hemp Product, etc.

Makes topical hemp products legal

• Unless advertised as consumable; advertised as able to intoxicate; or in packaging that resembles candy or otherwise marketed to children.

Cannabinoid

"means any of several compounds produced by marijuana plants that have medical and psychotropic effects." (935 CMR 500)



No product containing any cannabinoid shall be sold in MA except:

- If contained in a prescription (medical marijuana);
- If considered a food ingredient generally recognized as safe (GRAS) by FDA;
- If sold pursuant to Adult-Use Marijuana Law (Chapter 94G), including:
 - Hemp beverages
 - CBD beverages;
- Industrial hemp; and
- Topical hemp products.



Enforcement
Obligations of
Local Boards of
Health



Public Health
Prevent. Promote. Protect.



If LBOH suspects a violation it SHALL:

- Conduct examinations and investigations and may
 - Take samples of products for analysis to determine compliance
 - How do we do this?
- If LBOH determines there is a violation the LBOH shall take enforcement action.
- Penalties:
 - For 1st violation LBOH shall:
 - Remove all products in violation.
 - Destroy said products.
 - Huh? How? Seizure, chain of custody protection?
 - Provide written warning to retailer that includes the following:
 - Repeated violations may result in revocation of any operating permits and licenses
 - Repeated violations may require the completion of an informational course that explains the laws and regulations.

For 2nd or more violations the LBOH SHALL

- Remove all products in violation.
- Destroy said products.
- LBOH MAY:
 - Provide written notice of violation, within 30 days of determination of violation, to all governmental entities that have issued a permit or license related to the production or sale of food, alcohol, tobacco, cosmetic, consumable CBD products or drugs to violator.
 - Huh?
 - That's a pretty heavy lift.

DPH SHALL

- Rules or regulations for LBOH enforcement that establish:
 - Civil administrative fines for 2 or more violations;
 - Requirements and programing for any information course explaining the law and regulations; Who creates this course?
 - Penalties for failing to complete informational course within 6 months of receipt of warning; Warning from LBOH? Not a local requirement (MAY).
 - Failure to complete course is a separate violation; and
 - Appeals process



• LBOH SHALL notify all persons that have active permits or licenses relating to food, alcohol, tobacco, cosmetics or drugs, in a timely manner, of any changes related to LBOH's enforcement, including any enacted local regulations.

• SECTION 13:

• Legal possession of marijuana increased from 1 ounce to 2 ounces.



Creation of Regulations for Consumable CBD Products, Hemp Beverages, and Hemp Beverage Products

Consumable CBD product:

- A product that is to consumed by eating or sublingual application containing cannabinoids derived from hemp, which, at most, contains trace amounts of CBD. ALL Delta, not just Delta-9.
- Does not include marijuana products, hemp beverages or hemp beverage products.
- Consumable CBD products are not considered food.

• Hemp beverage:

- A non-alcoholic beverage that contains cannabinoids derived from hemp.
- Not considered food.
- For social consumption establishments?

• Hemp beverage product:

- A hemp beverage in a container intended for retail sale not to be drunk on the premises.
- Not considered food.

• Transportable hemp concentrate:

• Combined concentration of total THC and any THC analog of less than 0.3%. ALL Delta, not just Delta-9.



Testing Laboratories

• Independent testing laboratory, in state or out of state, accredited to the most current International Organization for Standardization by a third-party accrediting body that is a signatory to the International Laboratory Accreditation Cooperation;

• Financially independent from any marijuana establishment; and

Licensed to test hemp and cannabis.



Hemp beverage products and CBD consumable products

- Must be registered by CCC.
- List of registered products will be published on CCC website.
- Must submit an application with a certificate of analysis from an independent laboratory.
- Fee required.
- CCC shall establish an off-the-shelf testing program for hemp beverage products.
- CCC shall promulgate regulations for hemp beverages, hemp beverage products and consumable CBD.

Regulations SHALL include:

- Maximum amount of cannabinoids per hemp beverage product container
 - Shall not exceed 5 mg or equal to the container limit for marijuana beverages, whichever is greater; might the amount increase?
- Requirements for size and form of containers for hemp beverages and consumable CBD products
- Must be produced naturally How?
- Manufacturing, packaging, and labeling shall be as strict or stricter than those for marijuana.
- Testing standards



Hemp Beverage Manufacturers

- Must have an endorsement or certificate of compliance issued by CCC
- Will only issue to:
 - Manufacturer of alcoholic beverages, or
 - Manufacturer of marijuana-infused products
- Manufacturing fee: \$5000
 - Annual renewal of not less than \$200
- Hemp used for manufacturing must be in the form of transportable hemp concentrate.
- THC and THC analog concentration must be less than 20% when concentrated from the hemp plant to the purified state.
 - This prevents hemp "loopholes."



Hemp Beverage Products

- Wholesale must have license to import or sell all alcoholic beverages at wholesale.
 - May only sell to holders of an off-premises, all alcoholic beverage retail license
 - Liquor stores.
- Only licensed liquor stores may sell hemp beverages to consumers.
- Cannot sell by mail or online.
- Fines of up to \$10,000.
- Liquor stores can only buy from licensed wholesalers.
- Excise tax on all hemp beverage products at rate of \$4.05 per gallon.
- Exempt from sales tax.



Consumable CBD Products Manufacturers

Must hold CCC consumable CBD endorsement or certificate issued by CCC.

Application processing fee of \$5,000.

Annual renewal fee not less than \$200.

Cannot sell to any person without endorsement or certificate.

Fines of up to \$10,000 per violation.

Only difference from Hemp Beverages Product regulations is that Consumable CBD Products can be sold in retail stores, not just liquor stores.

Monies Collected Credited to General Fund

Penalties

Forfeiture s

Interest

Costs of suits

Fines

Taxes

Where do we go from here?

- Passed unanimously by House.
- CLPH spoke with the Joint Committee on Cannabis Policy's Co-Chair Dan Donahue.
 - Designation of "not food"
 - LBOH extensive enforcement obligations with no resources
 - Money going into General Fund and not special fund for LBOHs as proposed in amendments to the bill.
- Senate must pass the bill.
 - No indication that it's a priority in Senate.
- Governor Healey must sign it.
- DPH would need to enact and implement regulations.





• "A Marijuana
Establishment licensed by
the Commission where
Consumers can purchase
and safely consume
Marijuana and Marijuana
Products" (CCC)



Proposed Timeline

- December 17, 2024 CCC began final review of draft regulations.
- January 2025: CCC introduced draft regulations.
- July 30, 2025: CCC approved draft regulations.
- August 20, 2025: CCC opened a public comment period.
- September 8, 2025: Public comment period ended.
- September 2025: CCC indicated that regulations will be in place sometime in 2026.
- BUT: Shannon O'Brien reinstated . . .
- BUT: HB proposed . . .

Types of Licenses

- Supplemental: for EXISTING MARIJUANA ESTABLISHMENTS
 - Consumption allowed within or attached to existing Marijuana Establishment (ME).
 - May host consumption activities.
 - Consumers may consume products purchased on site.
 - Designated consumption area can be within an ME; or
 - After an ME closes for general retail sales.
- Example: ME with attached Lounge, Café, Tasting Room



Hospitality

- New or existing non-cannabis commercial business space
 - Consumption permitted in new cannabis business or attached to existing non-cannabis business.
 - Mixed-use space allowed as a partnership with a non-cannabis business.
- Examples: Lounge, Café, Entertainment/Recreational Space, Yoga Studio, Theater, Lodging Space.



Event Organizer

- May Organize and host Temporary Consumption Events
 - Only ME licensees can participate in event.
 - Permits allowed at single or multiple locations.
 - May store/purchase cannabis at Principal Place of Business (PPB).
 - Host Community Agreement required at PPB
 - Local permitting and approval needed for events.
 - Event can last no more than 5 days in length.
 - Cannot have more than 24 events per year.

• Examples:

- Event space has several MEs, and a Food Service area.
- Event space has Dance Floor, Pre-Roll Station and Consumption Area

Policy Considerations

- Employee safety (ventilation, signage, etc.)
- No intersection of alcohol or tobacco products*
- Provide employees with PPE and right to be moved to other job responsibilities at employee's request.
- Responsible vendor training.
- Cool down area and strategies.
- 30-minute cut-off before closing hour
- Transportation strategy for impaired customer
- Product menu information including project times for onset.
- Cannot bring in cannabis products.

Specific Concerns

- Indoor Smoking Consumption Areas:
 - Cannabis smoke contains many of the same cancer-causing and toxic chemicals as secondhand tobacco smoke.
 - No definition of what is "reasonable protection" from secondhand smoke.
 - Ventilation requirements are not reasonable.
 - Provide some standards but require retailer to stop consumption if ventilation fails and report it to CCC.
 - How would this happen during operating hours?
 - Tobacco smoking/vaping is prohibited in consumption areas.



Specific Concerns

- Must provide access to non-infused food that is shelf-stable and to water.
- Edibles are still not considered food, so how do we know that they are safe to eat.
 - No local food service required for edibles.
- Shall not provide access to alcohol or tobacco unless:
 - There is a physical barrier to consumption areas, or
 - Alcohol sales are not offered at the same time as consumption of cannabis.



Local Regulatory Options

- Municipality must "opt in."
 - Enact a by-law or ordinance.
 - Review existing zoning by-law or ordinance.
 - Petition process present issue to voters directly.
 - Petition created by the Secretary of the Commonwealth.
 - Signed by not less than 10% of voters who voted in preceding state election.
 - Petition added to ballot at next regular local election.



Municipality may:

- Prohibit social consumption establishments.
 - "opt-in"
- Establish civil penalties for public consumption.
- Require local inspection of social consumption establishment for food and other sanitary code violations.
- Require local permits.
- Regulate time, place, and manner.
- Regulations must not be "unreasonably impracticable."
 - Cannot regulate them out of business.



