C8 3lr2154 **CF SB 525**

By: Delegates Buckel and Hornberger

Introduced and read first time: February 9, 2023

Assigned to: Economic Matters

AN ACT concerning

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A BILL ENTITLED

Economic Development - Program Participation - Cannabis Business

3	Establishments
4	FOR the purpose of prohibiting the Department of Commerce from denying certain
5	cannabis business entities conducting business in the State certain economic
6	development program benefits under certain circumstances; clarifying the eligibility
7	of certain cannabis business entities conducting business in the State under the Job
8	Creation and One Maryland programs; prohibiting the Department from refusing to
9	certify certain cannabis business entities conducting business in the State to
10	participate in the More Jobs for Marylanders Program under certain circumstances;
11	and generally relating to the ability of cannabis business entities to participate in
12	economic development programs in the State.
13	BY repealing and reenacting, with amendments,
14	Article – Economic Development
15	Section 5–101, 6–303(b)(1)(ii)12., and 6–402(b)(3)(xii) and (xiii)
16	Annotated Code of Maryland
17	(2018 Replacement Volume and 2022 Supplement)

- 18 BY repealing and reenacting, without amendments, Article – Economic Development 19
- 20 Section 6-303(b)(1)(ii)13.
- Annotated Code of Maryland 21
- 22(2018 Replacement Volume and 2022 Supplement)
- 23 BY adding to
- 24Article – Economic Development
- Section 6–303(b)(1)(ii)14., 6–402(b)(3)(xiv), and 6–803(a–1) 25
- 26 Annotated Code of Maryland
- 27 (2018 Replacement Volume and 2022 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 2 That the Laws of Maryland read as follows:

3 Article – Economic Development

- 4 5–101.
- 5 (a) The Department shall administer the State's economic development and 6 growth funds to facilitate the attraction, creation, expansion, and retention of businesses 7 and jobs in the State.
- 8 (b) The Department shall encourage local governments to develop, and assist 9 local governments in developing, strategic plans for economic development.
- 10 (C) THE DEPARTMENT MAY NOT DENY A BUSINESS ENTITY CONDUCTING A
 11 TRADE OR A BUSINESS AS A MEDICAL CANNABIS GROWER, PROCESSOR, OR
 12 DISPENSARY OR ANY OTHER CANNABIS ESTABLISHMENT LICENSED BY THE STATE A
 13 PROGRAM BENEFIT UNDER THIS TITLE SOLELY BECAUSE THE BUSINESS ENTITY IS A
 14 CANNABIS ESTABLISHMENT OF THE BUSINESS ENTITY OF THE BUSINESS ENTITY IS A
- 14 CANNABIS ESTABLISHMENT, IF THE BUSINESS ENTITY OTHERWISE SATISFIES THE
- 15 REQUIREMENTS OF THE PROGRAM, INCLUDING ANY INDUSTRY SECTOR SPECIFIC
- 16 REQUIREMENTS.
- 17 6–303.
- 18 (b) To be eligible for a tax credit under this subtitle:
- 19 (1) a person shall establish or expand a business facility in the State that:
- 20 (ii) is primarily engaged in:
- 21 business services, if the business facility established or 22 expanded is located in a State priority funding area; [or]
- 23 13. entertainment, recreation, cultural, or tourism-related activities in a multi-use facility located within a revitalization area if the facility:
- A. generates a minimum of 1,000 new full—time equivalent filled positions in a 24—month period; and
- B. is not primarily used by a professional sports franchise or 28 for gaming; or
- 29 14. THE GROWTH, PROCESSING, OR DISPENSING OF 30 CANNABIS IN ACCORDANCE WITH THE LAWS OF THE STATE; OR
- 31 6–402.

- 1 (b) To be eligible for a project tax credit, a person shall:
- 2 (3) be primarily engaged at the new or expanded business facility in any 3 combination of:
- 4 (xii) warehousing; [or]
- 5 (xiii) other business services; OR
- 6 (XIV) THE GROWTH, PROCESSING, OR DISPENSING OF CANNABIS
 7 IN ACCORDANCE WITH THE LAWS OF THE STATE.
- 8 6–803.
- 9 (A-1) THE DEPARTMENT MAY NOT REFUSE TO CERTIFY A BUSINESS ENTITY
- 10 CONDUCTING A TRADE OR A BUSINESS AS A MEDICAL CANNABIS GROWER,
- 11 PROCESSOR, OR DISPENSARY OR ANY OTHER CANNABIS ESTABLISHMENT LICENSED
- 12 BY THE STATE SOLELY BECAUSE THE BUSINESS ENTITY IS A CANNABIS
- 13 ESTABLISHMENT, IF THE BUSINESS ENTITY OTHERWISE SATISFIES THE
- 14 REQUIREMENTS OF THIS SUBTITLE.
- 15 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
- 16 1, 2023.