HOUSE BILL 922

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3lr2154 CF SB 525

By: **Delegates Buckel and Hornberger** Introduced and read first time: February 9, 2023 Assigned to: Economic Matters

Committee Report: Favorable House action: Adopted Read second time: March 6, 2023

CHAPTER _____

1 AN ACT concerning

Economic Development – Program Participation – Cannabis Business Establishments

4 FOR the purpose of prohibiting the Department of Commerce from denying certain $\mathbf{5}$ 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,
- 19 Article Economic Development
- 20 Section 6–303(b)(1)(ii)13.
- 21 Annotated Code of Maryland
- 22 (2018 Replacement Volume and 2022 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



HOUSE BILL 922 BY adding to Article – Economic Development Section 6-303(b)(1)(ii)14., 6-402(b)(3)(xiv), and 6-803(a-1) Annotated Code of Maryland (2018 Replacement Volume and 2022 Supplement) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: **Article – Economic Development** 5-101. The Department shall administer the State's economic development and (a) growth funds to facilitate the attraction, creation, expansion, and retention of businesses and jobs in the State. (b)The Department shall encourage local governments to develop, and assist local governments in developing, strategic plans for economic development. (C) THE DEPARTMENT MAY NOT DENY A BUSINESS ENTITY CONDUCTING A TRADE OR A BUSINESS AS A MEDICAL CANNABIS GROWER, PROCESSOR, OR DISPENSARY OR ANY OTHER CANNABIS ESTABLISHMENT LICENSED BY THE STATE A PROGRAM BENEFIT UNDER THIS TITLE SOLELY BECAUSE THE BUSINESS ENTITY IS A CANNABIS ESTABLISHMENT, IF THE BUSINESS ENTITY OTHERWISE SATISFIES THE **REQUIREMENTS OF THE PROGRAM, INCLUDING ANY INDUSTRY SECTOR SPECIFIC REQUIREMENTS.** 6-303. To be eligible for a tax credit under this subtitle: (b) (1)a person shall establish or expand a business facility in the State that: (ii) is primarily engaged in: 12.business services, if the business facility established or expanded is located in a State priority funding area; [or] 13. entertainment, recreation, cultural, or tourism-related activities in a multi-use facility located within a revitalization area if the facility: generates a minimum of 1,000 new full-time equivalent А.

31 filled positions in a 24-month period; and

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1 В. is not primarily used by a professional sports franchise or $\mathbf{2}$ for gaming; or 3 14. THE GROWTH, PROCESSING, OR DISPENSING OF CANNABIS IN ACCORDANCE WITH THE LAWS OF THE STATE; OR 4 6 - 402. $\mathbf{5}$ 6 (b) To be eligible for a project tax credit, a person shall: 7 be primarily engaged at the new or expanded business facility in any (3)combination of: 8 9 warehousing; [or] (xii) 10 (xiii) other business services; OR (XIV) THE GROWTH, PROCESSING, OR DISPENSING OF CANNABIS 11 IN ACCORDANCE WITH THE LAWS OF THE STATE. 12136-803. (A-1) THE DEPARTMENT MAY NOT REFUSE TO CERTIFY A BUSINESS ENTITY 1415CONDUCTING A TRADE OR A BUSINESS AS A MEDICAL CANNABIS GROWER, 16 PROCESSOR, OR DISPENSARY OR ANY OTHER CANNABIS ESTABLISHMENT LICENSED 17BY THE STATE SOLELY BECAUSE THE BUSINESS ENTITY IS A CANNABIS 18 ESTABLISHMENT, IF BUSINESS ENTITY **OTHERWISE** THE SATISFIES THE

19 REQUIREMENTS OF THIS SUBTITLE.

20 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 21 1, 2023.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.