

# HOUSE BILL 619

Q4, A3

5lr1725

---

By: **Chair, Ways and Means Committee (By Request – Departmental – Comptroller)**

Introduced and read first time: January 23, 2025

Assigned to: Ways and Means

---

## A BILL ENTITLED

1 AN ACT concerning

2 **Sales and Use Tax – Sales Between Cannabis Businesses and Cannabis**  
3 **Nurseries – Exemption**

4 FOR the purpose of expanding the exemption from the sales and use tax for certain  
5 cannabis sales to include sales between certain licensed cannabis businesses and  
6 registered cannabis nurseries; and generally relating to the sales and use tax on the  
7 sale of cannabis.

8 BY repealing and reenacting, with amendments,  
9 Article – Tax – General  
10 Section 11–245  
11 Annotated Code of Maryland  
12 (2022 Replacement Volume and 2024 Supplement)

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

15 **Article – Tax – General**

16 11–245.

17 The sales and use tax does not apply to the sale of:

18 (1) medical cannabis under Title 36 of the Alcoholic Beverages and  
19 Cannabis Article; [or]

20 (2) cannabis between cannabis businesses that are licensed under Title 36  
21 of the Alcoholic Beverages and Cannabis Article; **OR**

---

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1                   **(3) CANNABIS BETWEEN A CANNABIS BUSINESS LICENSED UNDER**  
2 **TITLE 36 OF THE ALCOHOLIC BEVERAGES AND CANNABIS ARTICLE AND A**  
3 **CANNABIS NURSERY REGISTERED UNDER TITLE 36 OF THE ALCOHOLIC BEVERAGES**  
4 **AND CANNABIS ARTICLE.**

5                   SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July  
6 1, 2025.