

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

Committee Report: Favorable

House action: Adopted

Read second time: February 22, 2025

CHAPTER _____

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:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

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



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

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

5 **(3) CANNABIS BETWEEN A CANNABIS BUSINESS LICENSED UNDER**
6 **TITLE 36 OF THE ALCOHOLIC BEVERAGES AND CANNABIS ARTICLE AND A**
7 **CANNABIS NURSERY REGISTERED UNDER TITLE 36 OF THE ALCOHOLIC BEVERAGES**
8 **AND CANNABIS ARTICLE.**

9 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
10 1, 2025.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.