

Regulation Highlights:
Cannabis Product Manufacturer
and
Cannabis Cultivator

Presentation by: CCC

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Cannabis Product Manufacturer

Authority:

R.I. Gen. Laws §§ <u>21-28.11-5</u> and <u>21-28.11-9</u> authorize the Commission to promulgate regulations regarding the form and content of licensing and renewal applications for

licensed cannabis product manufacturers.



What is a cannabis product manufacturer?

A cannabis product manufacturer is a cannabis establishment licensed to obtain cannabis to manufacture, process and package cannabis products, and may deliver, transfer and sell cannabis products to other cannabis establishments

What CAN they do?

- Purchase cannabis from licensed cannabis cultivators and licensed vertically integrated compassion centers/hybrid cannabis retailers for processing
- Transfer or sell manufactured cannabis products to cannabis establishments licensed and operating in accordance with the Cannabis Act, the Medical Marijuana Act and Commission regulations

What can they NOT do?

- May not cultivate cannabis
- May not sell, transfer or deliver manufactured cannabis products directly to consumers

Cannabis Product Manufacturer: Application and License Fees

- ► Application fee: \$2,000
- ► Annual license fee: \$4,500

Cannabis Cultivator

Authority:

R.I. Gen. Laws §§ 21-28.11-5, 21-28.11-7 and 21-28.11-10.1 authorize the Commission to promulgate regulations regarding the form and content of licensing and renewal applications for licensed cannabis cultivators, and authorizes the Commission to assume all powers, duties, and responsibilities previously held by the Department of Business Regulation with respect to the regulation, administration and enforcement of the provisions of the Medical Marijuana Act.



Cultivator Moratorium

- Two-year moratorium on issuance of new cultivator licenses will go into effect upon the promulgation of the Commission's regulations.
- Commission Goal: To not have to open regulations again for future cultivation applications; draft regulation contains necessary language for future adult use cultivator applications.
- One year after the promulgation of the regulations, the Commission will assess industry supply and demand data with another cultivation market demand study to be presented to the Governor and General Assembly.





Hybrid Cannabis Cultivators



- Licensed as Hybrid Cannabis Cultivators; must maintain license in accordance with both Medical Marijuana Act and Cannabis Act
- Permitted to cultivate, manufacture and process cannabis and cannabis products for both adult use and medical use
- Elimination of Class C and Class D sized licenses
- 10% Reduction in license fees
- Testing batch size increased to up to 20 lbs.
- Cultivation size measured by canopy instead of facility size in accordance with Cannabis Act:
 - Canopy size determined by the total surface area within a cultivation area that is dedicated to the cultivation of mature cannabis plants, meaning cannabis plants that have reached a height of eight inches (8") or taller.

Hybrid Cannabis Cultivator License Fees

License Class	Canopy Size	Annual License Fee
Micro-license	0 – 2,500 sq. ft.	\$4,500
Class A	0 – 5000 sq. ft.	\$18,000
Class B	5,001 – 10,000 sq. ft.	\$31,500



Medical Marijuana Cultivators



- Must maintain license in accordance with Medical Marijuana Act
- Permitted to cultivate, manufacture and process cannabis and cannabis products for medical use only
- License class continues to be measured by facility size
- Elimination of Class C and Class D licenses
- Testing batch size increased to up to 20 lbs.

Medical Marijuana Cultivator License Fees

License Class	Facility Size	Annual License Fee
Micro-license	0 – 2,500 sq. ft.	\$5,000
Class A	0 – 5000 sq. ft.	\$20,000
Class B	5,001 – 10,000 sq. ft.	\$35,000



Questions?