

# Application Process Overview Minnesota Cannabis Licenses

#### Cannabis License Application Process | Beginning ~ Early 2024

- Application Period Opens
- 2. Applications Scored by OCM
- 3. Awardees Announced and Licenses Issued

# Applications Will Be Scored On These Factors:

- 1. Status as a Social Equity Applicant (at least 20% of points)
- 2. Status as a Veteran or Retired National Guard Applicant
- 3. Security and Record-Keeping Plan
- 4. Employee Training Plan
- 5. Business Plan and Financial Situation
- 6. Labor and Employment Practices
- 7. Knowledge and Experience
- 8. Environmental Plan

#### **Possible Additional Points:**

- Expansion of service to an underrepresented market
- Impact of cannabis prohibition on the applicant, such as arrest or imprisonment of the applicant or a member of the applicant's immediate family

# You Qualify As A Social Equity Applicant if you...

- 1. Prior to May 1, 2023...
  - a. Have a Cannabis-Related Conviction
  - b. Have a Parent, Guardian, Child, Spouse, or Dependent Convicted of a Cannabis-Related Offense
  - c. Were a Dependent of Someone Convicted of a Cannabis-Related Offense
- 2. Are a Service-Disabled Veteran, a Current or Former Member of the National Guard, or Any Veteran or Member of the National Guard Who Lost Honorable Status Due to A Cannabis-Related Offense
- 3. Have Been a Resident for the Last Five Years of:
  - a. One or More Subareas That Experienced a
     Disproportionately Large Amount of
     Enforcement
  - b. A Census Tract where the Poverty Rate Was 20 Percent or More
  - c. A Census Tract Where The Median Family Income Did Not Exceed 80 Percent of the Statewide Median Family
- 4. Are An Emerging Farmer

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# Overview of License Types Minnesota Cannabis Licenses

Туре	Sales	Wholesale	Cultivate	Process/ Extract	Transport to Business	Deliver to Customer	On-Site Consumption
Microbusiness	Х	Х	X	Х			Х
Mezzobusiness	Х	Х	Х	Х			
Cultivator		Х	Х				
Manufacturer		Х		Х			
Retailer	Х						
Wholesaler		Х					
Transporter					Х		
Event	With Other Sales License						Х
Delivery	Х					Χ	
Hemp Manufacturer		X		Χ	Х		
Hemp Retailer	Х				Х	Χ	Х
Medical Cultivator		X	Х				
Medical Processor		X		Х			
Medical Retailer	Х						
Combination	Х	Х	Х	Х			
Testing Facility	Testing Facilities can only test legal cannabis products						

#### Want to Learn More?





# Application/License Fees Minnesota Cannabis Licenses

	Applicatio Fee	n Initial License	Renewal License	
Micro	\$500	\$0	\$2,000	
Mezzo	\$5,000	\$5,000	\$10,000	
Cultivator	\$10,000	\$20,000	\$30,000	
Manufacturer	\$10,000	\$10,000	\$20,000	
Retailer	\$2,500	\$2,500	\$5,000	
Wholesaler	\$5,000	\$5,000	\$10,000	
Transporter	\$250	\$500	\$1,000	
Testing	\$5,000	\$5,000	\$10,000	

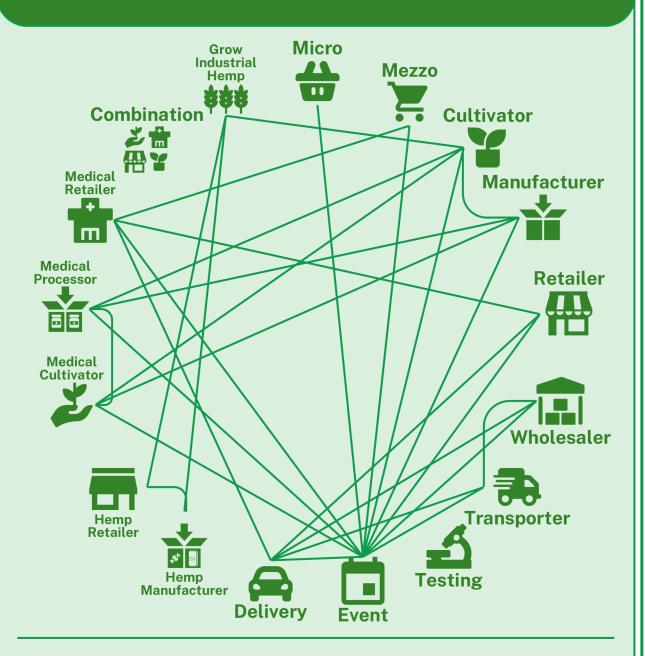
	Applicatio Fee	n Initial License	Renewal License	
Event	\$750	\$750	N/A	
Delivery	\$250	\$500	\$1,000	
Hemp Manufacturer	\$250	\$1,000	\$1,000	
Hemp Retailer	\$250/ Location	\$250/ Location	\$250/ Location	
Medical Cultivator	\$250	\$0	\$0	
Medical Processor	\$250	\$0	\$0	
Medical Retailer	\$250	\$0	\$0	
Combination	\$10,000	\$20,000	\$70,000	

#### Want to Learn More?





# Multi-License Matrix Minnesota Cannabis Licenses



#### Want to Learn More?





# Available Grant Programs Minnesota Cannabis Licenses



# CanTrain

Awarded To: Organizations providing cannabis career training and individuals seeking training

**Uses:** Developing and providing training, along with pursuing training

Appropriated: \$2,000,000/Year



# CanNavigate

**Awarded To:** Organizations helping individuals navigating the regulatory framework of legal cannabis

**Uses:** Developing technical assistance resources and providing services

Appropriated: \$1,000,000/Year



# CanStartup

Awarded To: Nonprofit organizations to fund loans to new (three years or newer) cannabis microbusinesses

**Uses:** Loans (ranging from \$2,500-\$150,000) to microbusinesses

Appropriated: \$3,000,000/Year



#### CanGrow

**Awarded To:** Organizations helping farmers navigate regulations and nonprofits providing loans to farms

**Uses:** Technical assistance and grants to farmers to begin cannabusinesses

Appropriated: \$1,000,000/Year



**CanRenew** 

**Awarded To:** Organizations investing in communities where residents are eligible to be social equity applicants

**Uses:** Projects or programs designed to improve communitywide outcomes or experiences

**Appropriated:** \$1,000,000/Year Through 2025, then base \$15,000,000/Year Onward

#### Want to Learn More?



# Microbusiness Minnesota Cannabis License

#### **Brief Description**

Allows holders to grow cannabis, make concentrates, manufacture cannabis products, purchase cannabis & hemp materials, package & label products for sale, and operate on-site consumption lounges.

\*Endorsements Required for Some Specific Actions

#### **Size Limitations**

Can cultivate up to:

- 5,000 Sq Ft (Indoor)
- 1/2 Acre (Outdoor)

# **On-Site Consumption Allowed**

With the correct endorsement, on-site consumption is allowed

#### **Application/License Fees**

Application Fee - \$500 Initial License Fee - \$0 Renewal License Fee - \$2,000

## **Ideal License Applicant**

Entrepreneur with a local community-focused retail shop

#### **Retail Locations**

Can operate (up to) ONE customer-facing retail location

#### **Endorsements Available**

Cultivation, Extraction, On-Site Consumption, Production, and Retail

#### Want to Learn More?



# Mezzobusiness Minnesota Cannabis License

#### **Brief Description**

Allows holders to grow cannabis, make concentrates, manufacture cannabis products, purchase cannabis & hemp materials, package & label products for sale, and produce medical cannabis products

\*Endorsements Required for Some Specific Actions

#### **Size Limitations**

Can cultivate up to:

- 15,000 Sq Ft (Indoor)
- 1 Acre (Outdoor)

# **Multiple Licenses**

Can also hold an event organizer and medical retailer license

#### **Application/License Fees**

Application Fee - \$5,000 Initial License Fee - \$5,000 Renewal License Fee - \$10,000

#### **Ideal License Applicant**

Established medium-scale cannabis producers and retailers

#### **Retail Locations**

Can operate (up to) THREE customer-facing retail locations

#### **Endorsements Available**

Cultivation, Extraction,
Production of Consumer
Products, Retail, and Medical

#### Want to Learn More?





# **Retailer**Minnesota Cannabis License

#### **Brief Description**

Allows holders to purchase cannabis plants, flower, products, and hemp-derived items from various cannabis businesses, and sell immature plants, adult-use cannabis flowers, products, and hemp-derived items to customers.

#### **Retail Locations**

Can operate (up to) FIVE customer-facing retail locations

#### **Multiple Licenses**

Can also hold delivery service, medical retailer, or event organizer license

## **Application/License Fees**

Application Fee - \$2,500 Initial License Fee - \$2,500 Renewal License Fee - \$5,000

#### **Ideal License Applicant**

Retail-minded entrepreneurs not interested in production

#### **Local Limitations**

Retailers are limited to at most one business per city and three per county

#### **Municipal or County Stores**

Cities or counties may own and operate municipal cannabis stores under this license

#### Want to Learn More?





# **Delivery Service**Minnesota Cannabis License

#### **Brief Description**

Permits holders to purchase cannabis products and hemp edibles from licensed micro/mezzobusinesses and retailers, and to transport and deliver these products to customers.

#### **Application/License Fees**

Application Fee - \$250 Initial License Fee - \$500 Renewal License Fee - \$1,000

#### **Ideal License Applicant**

Retail-minded individuals interested in delivered sales

### **Separate Storage Required**

Cannabis products must be transported in a locked, secure storage compartment

### **Transportation Limits**

The office shall establish limits on the amount of cannabis that may be transported

### **Multiple Licenses**

Can also hold retailer, wholesaler, transporter, medical retailer, or event organizer license

#### **Unmarked Vehicles**

No vehicle may include images or text indicating the vehicle is transporting cannabis

#### Want to Learn More?



# Adult/Med Combination Minnesota Cannabis License

#### **Brief Description**

Allows the holder to grow cannabis, make cannabis/hemp concentrates, purchase cannabis/hemp from licensed entities, package and label medical and adult-use cannabis, and sell to adults, patients, and other business.

#### **Size Limitations**

Can cultivate up to:

- 60,000 Sq Ft (Medical)
- 30,000 Sq Ft (Adult-Use)

# **Multiple Licenses Banned**

Holders of this license cannot own or operate any other cannabis or hemp business

## **Application/License Fees**

Application Fee - \$10,000 Initial License Fee - \$20,000 Renewal License Fee - \$70,000

#### **Ideal License Applicant**

Large, vertically-integrated cannabis businesses with a history of operating in the state

#### **Retail Locations**

Can operate (up to) ONE retail location per congressional district

### **Medical Participation Required**

Licenses may be revoked if the OCM determines a business is failing to actively participate in the medical cannabis market

#### Want to Learn More?





# Cultivator Minnesota Cannabis License

#### **Brief Description**

Allows holders to grow cannabis, package & label immature plants & flower for sale to other cannabis businesses, and transport cannabis to on-site manufacturers of products.

## **Application/License Fees**

Application Fee - \$10,000 Initial License Fee - \$20,000 Renewal License Fee - \$30,000

## **Ideal License Applicant**

Entrepreneurs wanting to focus on larger-scale cultivation only

#### **Size Limitations**

Can cultivate up to:

- 30,000 Sq Ft (Indoor)
- 2 Acres (Outdoor)

# **Application Information**

License applications must include water and electricity plans for the cultivation facility

### **Multiple Licenses**

Can also hold manufacturing, medical cultivator or producer, event, or license to grow hemp

### **Limitations May Be Raised**

Similar to other cannabis businesses, size limitations can be raised by the OCM

#### Want to Learn More?



# Manufacturer Minnesota Cannabis License

#### **Brief Description**

Allows holders to purchase cannabis flower, hemp materials & artificially derived cannabinoids, make cannabis & hemp products, package & label products for sale, and sell concentrates & products to other cannabis businesses.

#### **Size Limitations**

While limitations have not yet been set, the office must create manufacturing limits

#### **Multiple Licenses**

Can also hold cultivator, medical cultivator or producer, or event organizer license

#### **Application/License Fees**

Application Fee - \$10,000 Initial License Fee - \$10,000 Renewal License Fee - \$20,000

#### **Ideal License Applicant**

Producers of cannabis products not wanting to manage retail

### **Unlicensed Cannabis Accepted**

Manufactures may "accept cannabis from unlicensed persons" of no more than two ounces "on a single occasion"

### **Application Information**

License applications must include plans for ventilation, filtration, and utilities

#### Want to Learn More?





# Wholesaler Minnesota Cannabis License

#### **Brief Description**

Allows holders to purchase cannabis plants, flower, products, and hemp materials from various cannabis businesses, sell these to other cannabis businesses, and import hemp-derived consumer products.

#### **Importation Allowed**

Wholesalers are the only license type allowed to import hempderived edibles and concentrates

#### **Multiple Licenses**

Can also hold transporter, delivery service, or event organizer license

#### **Application/License Fees**

Application Fee - \$5,000 Initial License Fee - \$5,000 Renewal License Fee - \$10,000

#### **Ideal License Applicant**

Cannabis supplier focused on local and national products.

### **Business-to-Business Only**

Wholesalers cannot produce any new products, but instead are limited to buying and selling

### **Application Information**

License applications must include policies to prevent sale to unlicensed businesses

#### Want to Learn More?



# **Transporter**Minnesota Cannabis License

#### **Brief Description**

Permits holders to transport cannabis plants, flower, products, and hemp materials between various cannabis businesses including all retail, cultivation, manufacturers, wholesalers, and cannabis testing facilities.

# **Multiple Employees Required**

Businesses will be required to ensure that all vehicles are staffed by two employees

#### **Multiple Licenses**

Can also hold wholesaler, delivery service, or event organizer license

#### **Application/License Fees**

Application Fee - \$250 Initial License Fee - \$500 Renewal License Fee - \$1,000

## **Ideal License Applicant**

Logistic-minded individuals with expertise in secure transport

### **Service Provider Only**

This license type doesn't grow, produce, or sell cannabis but instead services the industry

#### **Unmarked Vehicles**

No vehicle may include images or text indicating the vehicle is transporting cannabis

#### Want to Learn More?



# **Testing Facility**Minnesota Cannabis License

#### **Brief Description**

Allows holders to obtain and test cannabis plants, flower, products, hemp materials, and cannabinoids from various cannabis businesses, including both adult-use and medical cannabis businesses.

### **Accreditation Required**

The OCM will approve an accrediting organization whose approval is required for a license

#### **Multiple Licenses**

Owners may not own, work for, or operate any other cannabis or hemp business

#### **Application/License Fees**

Application Fee - \$5,000 Initial License Fee - \$5,000 Renewal License Fee - \$10,000

## **Ideal License Applicant**

Labs with expertise in cannabis analysis and product safety

#### **Few Testing Facilities**

Fiscal notes from the legislative process estimate only five licenses will be issued\*

\*through 2027

### **In-State Testing Required**

All hemp products are now required to be tested in the state

#### Want to Learn More?



# **Event Organizer**Minnesota Cannabis License

#### **Brief Description**

Allows holders to organize temporary cannabis events up to 4 days. Licensed micro/mezzobusinesses and retailers may sell cannabis plants, products, and hemp edibles. On site consumption allowed, if approved by local government.

#### No Unlicensed Sales

While this license allows for the organization of events, it doesn't allow for sales from non-licensed vendors

# **On-Site Consumption Allowed**

With the correct endorsement, on-site consumption is allowed

#### **Application/License Fees**

Application Fee - \$750 Initial License Fee - \$750

#### **Ideal License Applicant**

Community organizers focused on cannabis education and networking

# **Transportation Required**

All transportation of cannabis products must be done by a licensed cannabis transporter

# **Multiple Licenses**

Can also hold any license other than a testing or hemp edible manufacturer or retailer license

#### Want to Learn More?



# Medical Cultivator Minnesota Cannabis License

#### **Brief Description**

A Medical Cannabis Cultivator in Minnesota can grow cannabis, harvest flower, and package raw cannabis flower as medical cannabis. They can also sell to medical processors and retailers.

#### **Application/License Fees**

Application Fee - \$250 Initial License Fee - \$0 Renewal License Fee - \$0

#### **Ideal License Applicant**

Medical-minded individuals interested in growing only

#### **Size Limitations**

Can cultivate up to:

• 60,000 Sq Ft (Indoor)\*

\*Current Medical Producers Exempt

# **Application Information**

License applications must include water and electricity plans for the cultivation facility

#### **Multiple Licenses**

Can also hold medical processor, cultivator, manufacturer, or event organizer license

#### **Limitations May Be Raised**

Similar to other cannabis businesses, size limitations can be raised by the OCM

#### Want to Learn More?



# Medical Processor Minnesota Cannabis License

#### **Brief Description**

Businesses can buy medical cannabis flower and products, hemp, and concentrate from licensed medical businesses for the production of concentrates, medical cannabinoid products, and sell them to other medical processors and retailers.

#### No Adult-Use Flower

While medical cannabis and hemp can be used, cannabis grown for adult-use cannot

#### **Multiple Licenses**

Can also hold medical cultivator, cultivator, manufacturer, or event organizer license

## **Application/License Fees**

Application Fee - \$250 Initial License Fee - \$0 Renewal License Fee - \$0

#### **Ideal License Applicant**

Production-minded individuals with an eye towards medicinal effects and medical usage

### Office Approval Required

OCM must approve the use of volatile chemicals and methods of extraction and concentration

### **Application Information**

License applications must include plans for ventilation, filtration, and utilities

#### Want to Learn More?





# Medical Retailer Minnesota Cannabis License

#### **Brief Description**

Allows license holders to purchase medical cannabis flower and products from medical cultivators and processors and sell them to authorized individuals.

### **Pharmacist Consult Required**

Prior to distribution, patients must consult with a pharmacist to determine best product

#### **Multiple Licenses**

Can also hold mezzobusiness, retailer, delivery service, or event organizer license

# **Application/License Fees**

Application Fee - \$250 Initial License Fee - \$0 Renewal License Fee - \$0

#### **Ideal License Applicant**

Retail-minded individuals interested in serving patients

### 90 Day Supply Limit

When buying products, patients may not purchase more than a 90 days supply (per purchase)

# **Drive-Up Allowed**

Medical retailers may sell cannabis to patients or caregivers in a motor vehicle

#### Want to Learn More?





# Lower-Potency Hemp Edible Manufacturer Minnesota Cannabis License

#### **Brief Description**

Allows holders to purchase hemp and artificially derived cannabinoids from various cannabis businesses, make hemp concentrate, manufacture lower-potency hemp edibles for sale, and sell them to other cannabis and hemp businesses.

#### **Endorsements Available**

OCM endorsements allow for extraction of concentrates and production of consumer goods

#### **Multiple Licenses**

Can also hold license to sell hemp edibles and cultivate industrial hemp

# **Application/License Fees**

Application Fee - \$250 Initial License Fee - \$1,000 Renewal License Fee - \$1,000

#### **Ideal License Applicant**

Innovative producers wanting to see products in a variety of retail businesses

#### **Business-to-Business Only**

Allows for the purchase from and sale to a variety of adultuse and hemp businesses

# **Office Approval Required**

OCM must approve the use of volatile chemicals and methods of conversion

#### Want to Learn More?





# Lower-Potency Hemp Edible Retailer Minnesota Cannabis License

#### **Brief Description**

Holders can sell hemp edibles to individuals 21+. They must source products from licensed entities and adhere to packaging and labeling regulations. On-site consumption is allowed with endorsement.

#### Sale of Other Products

Hemp retailers can also sell other products, including alcohol (if licensed)

# **On-Site Consumption Allowed**

With the correct endorsement, on-site consumption is allowed.

#### **Application/License Fees**

Application Fee - \$250 /Location Initial License Fee - \$250 /Location Renewal License Fee - \$250 /Location

#### **Ideal License Applicant**

Retail establishments ranging from cafes to to co-ops to dispensaries

#### **Secure Display of Products**

Products, other than beverages, must be displayed behind a counter or in a locked case

# **Multiple Licenses**

Can also hold license to manufacture hemp edibles and cultivate industrial hemp

#### Want to Learn More?