2020 TOTHER INFORMATION PAMPHLET



MONTANA VOTERS HOTLINE

COREY STAPLETON
MONTANA SECRETARY OF STATE

1-888-884-VOTE



COREY STAPLETON
SECRETARY OF STATE



Dear Montana Voter,

Welcome to the 2020 Voter Information Pamphlet! As a citizen of Montana and the United States of America, voting is one of your most important rights and fundamental responsibilities. I hope this guide will better inform you of the ballot measures you will see on your ballot for the upcoming November 3, 2020 general election.

This pamphlet includes the exact language for several ballot measures and provides arguments both for and against each issue. You'll be able to study these ballot choices and weigh the opinions of both supporters and opponents. Please take some time and enjoy your role in deciding Montana's future!

On the cover of this year's Voter Information Pamphlet is artwork from the cover of the November 4, 1944 edition of *The Saturday Evening Post,* featuring Norman Rockwell's artwork "America at the Polls." At that time, World War II was raging, and hundreds of thousands of Americans had lost their lives. Those were tough times—just like now, living through a pandemic called COVID-19.

Tough times don't last, but tough people do. As for Montana's system of conducting elections, I am confident that we will continue to run fair and secure elections, with excellent voter participation!

Blessings on you and your family,

Corey Stapleton, Montana Secretary of State

The mission of the Office of the Secretary of State is to promote democracy, help commerce thrive, and record history for future generations.

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MONTANA VOTING INFORMATION CAN BE FOUND ON OUR WEBSITE

AT: https://sosmt.gov/

PAMPHLET FORMATS: The Voter Information Pamphlet (VIP) is available in large print, Braille, audio and electronically at http://sosmt.gov. To request copies or an accessible format, contact the Secretary of State's office: 406.444.9608 or email soselections@mt.gov.

DISCLAIMER: The information included in the VIP for each ballot issue is the official ballot language, the text of each issue and the arguments and rebuttals for and against each issue. The VIP does not include information on candidates running for office.

The opinions expressed therein do not necessarily represent the views of the Secretary of State or the State of Montana. The Secretary of State does not guarantee the truth or accuracy of the included statements.

QUICK REFERENCE GUIDE

REGISTER TO VOTE - YOU MUST BE:

- A citizen of the United States
- A resident of Montana for at least 30 days before the next election
- 18 years of age on or before the next election

HOW TO REGISTER:

- Complete a voter registration application at your County Election Office
- Fill out an application online at https://sosmt.gov/ print, sign and return or mail to your County Elections Office
- Register when applying or renewing your Montana Driver's License or when obtaining public assistance

LATE REGISTRATION INFORMATION:

- Due to the Governor's Directive implementing Executive Orders, late registration begins October 27, 2020
- Late registration closes election day, November 3, 2020 at 8:00 p.m.
- Must be completed at the County Election Office or a location designated by the County Election Administrator
- Late registration is temporarily closed 12:00 p.m. to 5:00 p.m. on November 2nd, 2020

VOTE AT THE ELECTION OFFICE IN PERSON, BRING VALID IDENTIFICATION (ID):

- If your county has "opted-in" and will be conducting the November 3, 2020 election by all mail ballot, voters can vote in person absentee beginning on October 2, 2020 at the County Election Office
- If your county is conducting the November 3, 2020 election by polling place, in person absentee begins on October 5, 2020
- County Election Offices open November 3rd, 2020 at 7:00 a.m. and close at 8:00 p.m. Opening times may vary, contact your County Election Office
- County Election Office contact information can be found
 at: https://sosmt.gov/

VOTE BY MAIL – COMPLETE THE APPLICATION FOR ABSENTEE BALLOT

AT https://sosmt.gov/:

- Submit the application for absentee ballot to your County Election Office by mail or in person
- Your absentee ballot packet will be mailed to the address on the application on October 9, 2020
- For those counties conducting a mail ballot election, ballot packets will be mailed to all active registered voters on October 9, 2020
- After voting the absentee ballot, sign the signature envelope and return the absentee ballot packet to the County Election Office.
- Absentee Ballots must reach the County Election Office on election day,
 November 3rd, 2020 by 8:00 p.m.

- Be sure to sign the affirmation on the signature envelope before sending back or dropping off the ballot at the County Election Office. **NOTE: The person to whom the ballot was issued must be the person signing the return envelope**
- You can track your absentee ballot for federal/state elections at: My Voter Page.

MILITARY AND OVERSEAS VOTER INFORMATION:

Uniformed And Overseas Citizens Absentee Voting Act (UOCAVA) voters can register to vote, request an Absentee Ballot Application, and vote their ballot beginning 46 days before a Federal election using the Montana Electronic Absentee System (EAS) at: www.vote4Montana.us

UOCAVA Voters can track the status of their Absentee Ballot using the *My Voter Page* at: https://sosmt.gov.

VOTING FOR PEOPLE WITH DISABILITIES:

- County Election Offices in Montana have at least one specialized voting machine called an AutoMARK™ or ExpressVote® that assists people with disabilities to vote independently and privately.
- If you cannot enter the County Election Office, election judges will assist you with curb-side voting. If you have a physical disability or are unable to read or write, you may ask an election judge to help you mark your ballot. You can bring a friend or relative who, with the permission of the election judge, can go into the voting booth with you to help you vote.

- You may also designate an agent to assist you with the voting process on the Designation of Agent by Individual and Disability form. Deliver the signed agent application to your local County Election Office.
- You may apply for an electronic ballot using the Secretary of State's Electronic Ballot Request System (EBRS) that can be marked on your personal computer, printed, and returned to the election office.

MY VOTER PAGE - SECRETARY OF STATE'S ONLINE RESOURCE:

- 1. Find your County Election Office
- 2. Track your absentee ballot status
- 3. View a sample ballot
- 4. Check your voter registration information

BALLOT LANGUAGE FOR CONSTITUTIONAL AMENDMENT NO. 46 (C-46)

CONSTITUTIONAL AMENDMENT NO. 46

AN AMENDMENT TO THE CONSTITUTION PROPOSED BY THE LEGISLATURE

AN ACT SUBMITTING TO THE QUALIFIED ELECTORS OF MONTANA AN AMENDMENT TO ARTICLE XIV, SECTION 9, OF THE MONTANA CONSTITUTION TO REVISE THE METHOD OF QUALIFYING A CONSTITUTIONAL AMENDMENT BY INITIATIVE FOR THE BALLOT; AND PROVIDING AN EFFECTIVE DATE.

The 2019 Legislature submitted this constitutional amendment for a vote. C-46 modifies the state constitution to specify proposed petitions for constitutional amendments from the people must be signed by at least ten percent of the qualified electors in two-fifths of the legislative districts. It repeals a different standard found to be unconstitutional in 2005.

- [] YES on Constitutional Amendment C-46
- [] NO on Constitutional Amendment C-46

THE COMPLETE TEXT OF HOUSE BILL NO. 244, REFERRED BY C-46

AN ACT SUBMITTING TO THE QUALIFIED ELECTORS OF MONTANA AN AMENDMENT TO ARTICLE XIV, SECTION 9, OF THE MONTANA CONSTITUTION TO REVISE THE METHOD OF QUALIFYING A CONSTITUTIONAL AMENDMENT BY INITIATIVE FOR THE BALLOT; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, voters at the November 5, 2002, general election approved amendments to this article changing signature requirements for constitutional

amendments by initiative petitions from "at least ten percent of the qualified electors in each of two-fifths of the legislative districts" to "at least ten percent of the qualified electors in each of at least one-half of the counties"; and

WHEREAS, in 2005 in Montana Public Interest Research Group v. Johnson, 361 F. Supp. 2d 1222 (D.C. Mont. 2005), the federal District Court declared that the newly approved county signature distribution requirements for petitions for constitutional amendments by initiative violated the Equal Protection Clause of the 14th Amendment to the United States Constitution because they allocated equal power to counties of unequal populations; and

WHEREAS, the federal District Court permanently enjoined Montana from enforcing the county distribution requirements; and

WHEREAS, subsequently, the Attorney General of Montana issued an opinion, 51 A.G. Op. 2 (2005), holding that the judicial decision restored the original legislative district distribution requirements as they existed before the approval of the invalid amendments; and

WHEREAS, the court's decision and the Attorney General's opinion did not alter the official, printed text of Article XIV, section 9, as amended, but they did affect the meaning and interpretation of that section; and WHEREAS, the current official text of the Montana Constitution is confusing and inaccurate and does not reflect the current state of the law to qualify an initiative for a constitutional amendment for the ballot; and

WHEREAS, the Montana Constitution's text should accurately reflect how an initiative for a constitutional amendment may qualify for the ballot; and

WHEREAS, this amendment will ensure public transparency by conforming the official text of the Montana Constitution with current constitutional amendment initiative petition signature requirements.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Article XIV, section 9, of The Constitution of the State of Montana is amended to read:

"Section 9. Amendment by initiative. (1) The people may also propose constitutional amendments by initiative. Petitions including the full text of the proposed amendment shall be signed by at least ten percent of the qualified electors of the state. That number shall include at least ten percent of the qualified electors in each of at least one-half of the counties two-fifths of the legislative districts.

(2) The petitions shall be filed with the secretary of state. If the petitions are found to have been signed by the required number of electors, the secretary of state shall cause the amendment to be published as provided by law twice each month for two months previous to the next regular state-wide election.

(3) At that election, the proposed amendment shall be submitted to the qualified electors for approval or rejection. If approved by a majority voting thereon, it shall become a part of the constitution effective the first day of July following its approval, unless the amendment provides otherwise."

Section 2. Two-thirds vote required. Because [section 1] is a legislative proposal to amend the constitution, Article XIV, section 8, of the Montana constitution requires an affirmative roll call vote of two-thirds of all the members of the legislature, whether one or more bodies, for passage.

Section 3. Effective date. [This act] is effective upon approval by the electorate.

Section 4. Submission to electorate. [This act] shall be submitted to the qualified electors of Montana at the general election to be held in November 2020 by printing on the ballot the full title of [this act] and the following:

- [] YES on Constitutional Amendment C-46
- [] NO on Constitutional Amendment C-46

ARGUMENT FOR CONSTITUTIONAL AMENDMENT No. 46 (C-46)

CONSTITUTIONAL AMENDMENT 46 - PROPONENT ARGUMENT

CONSTITUTIONAL AMENDMENT 47 - PROPONENT ARGUMENT

Constitutional Amendments 46 and 47 are simple, clean-up efforts to remove language that was struck down by Montana's courts 15 year ago.

These amendments <u>provide no substantive changes to our constitution</u> but will ensure that when people read it - they get accurate information.

In 2002, voters approved constitutional amendment 37 and 38, which attempted to change the steps in how Montanans can collect signatures and place ballot initiatives before voters. The largest proposed change to the process was

changing the units to qualify from legislative districts to counties. The amendments were quickly found to be unconstitutional by a U.S. District Court on equal protection grounds and we reverted to the previous way we had been qualifying initiatives for generations. Without a vote of the people, however, inaccurate information will remain in the constitution to confuse Montanans.

In 2019, the Montana Legislature came together in a broad, bipartisan effort to fix this oversight and ensure that everyone who reads Montana's incredible constitution gets accurate information. It is important to all of us that our constitution be a resource and learning tool for all Montanans. When people want to put an initiative before the people they should not be getting inaccurate information from our constitution and correct information from a government agency. When our kids learn about Montana's Constitution in their classroom they

should learn how the process actually works, not old incorrect language that we just did not bother to change.

Constitutional Amendments 46 and 47 are not an effort to adopt policy or change anything about how the constitution affects the lives of Montanans today. These good government amendments simply attempt to clean up obsolete language and give our neighbors a constitution that says what it means and means what it says.

Vote YES for Constitutional Amendments 46 and 47.

Approval Committee for C-46: Senator Bryce Bennett and Representative Steve Gunderson

NO ARGUMENT WAS RECEIVED FROM THE REJECTION COMMITTEE AGAINST C-46 BEFORE THE DEADLINE.

BALLOT LANGUAGE FOR CONSTITUTIONAL AMENDMENT NO. 47 (C-47)

CONSTITUTIONAL AMENDMENT NO. 47

AN AMENDMENT TO THE CONSTITUTION PROPOSED BY THE LEGISLATURE

AN ACT SUBMITTING TO THE QUALIFIED ELECTORS OF MONTANA AN

AMENDMENT TO ARTICLE III, SECTION 4, OF THE MONTANA CONSTITUTION TO

REVISE THE METHOD OF QUALIFYING AN INITIATIVE FOR THE BALLOT; AND

PROVIDING AN EFFECTIVE DATE.

The 2019 Legislature submitted this constitutional amendment for a vote. C-47 modifies the state constitution to specify proposed petitions for citizen ballot initiatives must be signed by at least five percent of the qualified electors in one

third of the legislative districts. It repeals a different standard found to be unconstitutional in 2005.

- [] YES on Constitutional Amendment C-47
- NO on Constitutional Amendment C-47

THE COMPLETE TEXT OF HOUSE BILL NO. 245, REFERRED BY C-47

AN ACT SUBMITTING TO THE QUALIFIED ELECTORS OF MONTANA AN AMENDMENT TO ARTICLE III, SECTION 4, OF THE MONTANA CONSTITUTION TO REVISE THE METHOD OF QUALIFYING AN INITIATIVE FOR THE BALLOT; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, voters at the November 5, 2002, general election approved amendments to this article changing signature requirements for initiative petitions from "at least five percent of the qualified electors in each of at least one-third of legislative representative districts" to "at least five percent of the qualified electors in each of at least one-half of counties"; and

WHEREAS, in 2005 in Montana Public Interest Research Group v. Johnson, 361 F. Supp. 2d 1222 (D.C. Mont. 2005), the federal District Court declared that the newly approved constitutional county distribution requirements for signatures for initiative petitions violated the Equal Protection Clause of the 14th Amendment to the United States Constitution because they allocated equal power to counties of unequal populations; and

WHEREAS, the federal District Court permanently enjoined Montana from enforcing the county distribution requirements; and

WHEREAS, subsequently, the Attorney General of Montana issued an opinion, 51 A.G. Op. 2 (2005), holding that the judicial decision restored the original legislative district distribution requirements as they existed before the approval of the invalid amendments; and

WHEREAS, the court's decision and the Attorney General's opinion did not alter the official, printed text of Article III, section 4, as amended, but they did affect the meaning and interpretation of that section; and WHEREAS, the current official text of the Montana Constitution is confusing and inaccurate and does not reflect the current state of the law to qualify an initiative for the ballot; and

WHEREAS, the Montana Constitution's text should accurately reflect how an initiative may qualify for the ballot; and

WHEREAS, this amendment will ensure public transparency by conforming the official text of the Montana Constitution with current initiative petition signature requirements.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Article III, section 4, of The Constitution of the State of Montana is amended to read:

"Section 4. Initiative. (1) The people may enact laws by initiative on all matters except appropriations of money and local or special laws.

- (2) Initiative petitions must contain the full text of the proposed measure, shall be signed by at least five percent of the qualified electors in each of at least one-half of the counties one-third of the legislative representative districts and the total number of signers must be at least five percent of the total qualified electors of the state. Petitions shall be filed with the secretary of state at least three months prior to the election at which the measure will be voted upon.
- (3) The sufficiency of the initiative petition shall not be questioned after the election is held."

Section 2. Two-thirds vote required. Because [section 1] is a legislative proposal to amend the constitution, Article XIV, section 8, of the Montana constitution requires an affirmative roll call vote of two-thirds of all the members of the legislature, whether one or more bodies, for passage.

Section 3. Effective date. [This act] is effective upon approval by the electorate.

Section 4. Submission to electorate. [This act] shall be submitted to the qualified electors of Montana at the general election to be held in November 2020 by printing on the ballot the full title of [this act] and the following:

- [] YES on Constitutional Amendment C-47
- NO on Constitutional Amendment C-47

ARGUMENT FOR CONSTITUTIONAL AMENDMENT No. 47 (C-47)

CONSTITUTIONAL AMENDMENT 46 - PROPONENT ARGUMENT

CONSTITUTIONAL AMENDMENT 47 - PROPONENT ARGUMENT

Constitutional Amendments 46 and 47 are simple, clean-up efforts to remove language that was struck down by Montana's courts 15 year ago.

These amendments <u>provide no substantive changes to our constitution</u> but will ensure that when people read it - they get accurate information.

In 2002, voters approved constitutional amendment 37 and 38, which attempted to change the steps in how Montanans can collect signatures and place ballot initiatives before voters. The largest proposed change to the process was

changing the units to qualify from legislative districts to counties. The amendments were quickly found to be unconstitutional by a U.S. District Court on equal protection grounds and we reverted to the previous way we had been qualifying initiatives for generations. Without a vote of the people, however, inaccurate information will remain in the constitution to confuse Montanans.

In 2019, the Montana Legislature came together in a broad, bipartisan effort to fix this oversight and ensure that everyone who reads Montana's incredible constitution gets accurate information. It is important to all of us that our constitution be a resource and learning tool for all Montanans. When people want to put an initiative before the people they should not be getting inaccurate information from our constitution and correct information from a government agency. When our kids learn about Montana's Constitution in their classroom they

should learn how the process actually works, not old incorrect language that we just did not bother to change.

Constitutional Amendments 46 and 47 are not an effort to adopt policy or change anything about how the constitution affects the lives of Montanans today. These good government amendments simply attempt to clean up obsolete language and give our neighbors a constitution that says what it means and means what it says.

Vote YES for Constitutional Amendments 46 and 47.

Approval Committee for C-47: Senator Bryce Bennett and Representative Steve Gunderson

NO ARGUMENT WAS RECEIVED FROM THE REJECTION COMMITTEE AGAINST C-47 BEFORE THE DEADLINE.

BALLOT LANGUAGE FOR CONSTITUTIONAL INITIATIVE NO. 118 (CI-118)

CONSTITUTIONAL INITIATIVE NO. 118

A CONSTITUTIONAL AMENDMENT PROPOSED BY INITIATIVE PETITION

Under the Montana Constitution, a person 18 years of age or older is an adult, except that the legislature or the people by initiative may establish the legal age of purchasing, consuming, or possessing alcoholic beverages. CI-118 amends the Montana Constitution to allow the legislature or the people by initiative to establish the legal age for purchasing, consuming, or possessing marijuana.

- [] YES on Constitutional Initiative CI-118
- [] NO on Constitutional Initiative CI-118

THE COMPLETE TEXT OF CONSTITUTIONAL INITIATIVE NO. 118 (CI-118)

Section 1. Article II, section 14, of the Montana Constitution is amended to read:

"Section 14. Adult Rights.

A person 18 years of age or older is an adult for all purposes, except that the legislature or the people by initiative may establish the legal age for purchasing, consuming, or possessing alcoholic beverages <u>and marijuana</u>."

ARGUMENT FOR CONSTITUTIONAL INITIATIVE NO. 118 (CI-118)

Constitutional Initiative 118 (CI-118) will allow Montana to establish a 21 year age restriction for access to marijuana in the same manner as Montana establishes a 21 year age restriction for access to alcohol.

CI-118 is necessary because Montana voters will also vote on Initiative 190 (I-190). I-190 creates a system to legalize, control, regulate, and tax marijuana and restricts the purchasing, consuming or possessing of marijuana to people age 21 or older. CI-118, if enacted, will provide constitutional authority for Montana to establish an age limit of 21 thereby ensuring that the age restriction set forth in I-190 is upheld and enforced.

Montana law sets the age of 21 as the legal age for purchasing, consuming or possessing alcohol. The Montana Constitution states that a person 18 years or older is an adult for all purposes, except that there may be a different legal age established for consuming alcohol. CI-118 will add only two words "and marijuana" to the existing text of Article II, Section 14 so that age restrictions may be placed on marijuana as they are for alcohol. If CI-118 is enacted, Article II, Section 14 would read:

A person 18 years of age or older is an adult for all purposes, except that the legislature or the people by initiative may establish the legal age for purchasing, consuming, or possessing alcoholic beverages and marijuana.

CI-118, if approved, would allow the purchase, consumption and possession of marijuana to be restricted to persons 21 years of age or older, the same age restriction that is currently applied in Montana to alcohol. Simply put, an 18-year-old in Montana is afforded full adult rights by our constitution, except for alcohol consumption where he or she must wait until age 21. This same exception would apply to marijuana consumption if CI-118 is approved by Montana voters.

CI-118 is a common-sense public policy reform that should be approved by Montana voters.

ARGUMENT AGAINST CONSTITUTIONAL INITIATIVE NO. 118 (CI-118)

Marijuana is a dangerous drug. Marijuana and heroin are "Schedule1" drugs, while cocaine and crystal meth are "Schedule2" drugs. "Schedule1" drugs are defined as drugs with no accepted medical use and a high potential for abuse (https://www.dea.gov/drug-scheduling). Legalization of marijuana in Montana is illegal under federal law, Title 21, Section 811 of the United States Code (U.S.C.). If this dangerous "Schedule1" drug is legalized it will have numerous damaging effects on Montana's citizens, economy, public safety, and overall welfare, with the most devastating being the impact on Montana's children. Legalizing marijuana will send a message to Montana's youth that drug use is acceptable; that it's fine to break federal law. Acceptable use will lead to increased use. Montana cannot afford these consequences.

THE YOUTHFUL BRAIN AND BODY

Research proves that during the youthful years (ages 14-25), the human brain is vulnerable because it's under construction. During neurodevelopment, the youthful brain is very sensitive to damage from drugs. Researchers stress that the impact on the adolescent or young adult brain isn't benign. In fact, studies have shown that marijuana changes their brains and negatively affects their health and well-being, including school performance, educational attainment, friendships, and future employment and income.

Marijuana also causes respiratory issues, increased chance of mouth, throat and lung cancer, and the development of Cannabinoid Hyperemesis Syndrome (characterized by cycles of severe nausea, vomiting, and dehydration that may require emergency medical attention).

YOUTHS IN SCHOOL

Narratives from teachers indicate more youth who appear "high" in Montana's schools since the legalization of medical marijuana. Unlike alcohol, the "high" student doesn't present as disruptive, but instead as unmotivated and unengaged. Also unlike alcohol, there's no immediate test like a breathalyzer to determine use. Teachers and other students can only suspect. Schools are then criticized as "knowing that students are using and not doing anything about it." Legalizing marijuana will worsen this scenario.

YOUTH ACCESS

51% of Montana's 2019 twelfth graders reported using marijuana on the Youth Risk Behavior Survey. 51% had illegal access to marijuana. The legalization of marijuana will increase access. Marijuana dispensaries in our communities will make marijuana more available to youth. Law enforcement entities already struggle to limit youth access to alcohol dispensaries (bars, stores, restaurants, homes, etc.). As marijuana has a more negative impact on a teenager's cognitive development than alcohol, Montanans should expect law enforcement efforts in limiting non-adults to marijuana to be robust. This will cost resources.

YOUTH AS FUTURE CUSTOMERS

Adolescents and young adults represent future customers to the marijuana industry. As we've seen with tobacco, advertising and marketing of kid-like products will likely be a strategy to entice young adults to use their products.

PROTECT OUR YOUTH

Montanans value and cherish our children. Youth already face a world full of challenges and obstacles far beyond those of older generations. Adding additional vulnerabilities propagated by recreational marijuana exacerbates those challenges. Our personal and collective resources are too limited and valuable to pad the pockets of this new and detrimental marijuana enterprise.

PROPONENTS REBUTTAL OF ARGUMENT AGAINST CI – 118

CI-118, if approved by voters, modifies Montana's Constitution to allow legal access to marijuana to be restricted to persons age 21 or older, should legal access to marijuana be allowed in Montana.

The opposition argument completely fails to understand the purpose of CI-118. CI-118 works solely as an age limitation law. For example, I-190 restricts access to marijuana by minors under the age of 21. CI—118 will authorize that provision in I-190. CI-118 would likewise authorize any similar marijuana access age restriction by future laws.

Youth marijuana use did not increase in other states that have legalized marijuana use for adults age 21 or older. Montanans are well served by CI-118 because it modifies the Constitution to ensure that if I-190 is enacted, the 21-year age limit is unchallengeable and the law of the land.

CI-118 is a prudent and conservative legal change. CI-118 should be approved.

Approval Committee for CI – 118: Hillary P. Carls, Dave Lewis, Jon Motl

OPPONENTS REBUTTAL OF ARGUMENT FOR CI – 118

The human brain at age 21 and until age 25 is still developing and is very sensitive to damage from drugs including marijuana. This alone should encourage you to vote NO on CI-118. but additionally, it is our opinion there is NO good age for recreational marijuana use. National scientific medical research has proven that under the influence of marijuana, adolescent minds develop not only more drug dependence, but also greater psychosis [particularly schizophrenia], poorer memories, lower academic learning, reduced IQ, less emotional control, more anger, fewer social skills, and grow into less satisfactory life styles.

Clinical studies reveal that marijuana is addictive. This was confirmed in 2013 when the latest edition of the Diagnostic and Statistical Manual of **Mental Disorders** (DSM-5) was published. The manual recognized cannabis withdrawal syndrome as a bona fide disorder. Marijuana withdrawal symptoms include nervousness, anxiety, sleeplessness, depression, restlessness, and irritability. They can also include physical symptoms like stomach pain, shakiness, tremors, sweating, fever, chills, and headaches. No one wants this for any of our Montana citizens especially our children.

Montana doesn't need to legalize this addictive drug to be used by any Montanan. It is the opinion of the writers that marijuana is a dangerous Schedule 1 poison

that should not be available as a recreational drug to the people of Montana. Vote No on CI-118.

Rejection Committee for CI – 118: Tammy Lacey, Eric Gilbertson, Senator David Howard, Ben Forsyth, Steve Zabawa

BALLOT LANGUAGE FOR LEGISLATIVE REFERENDUM NO. 130 (LR-130)

LEGISLATIVE REFERENDUM NO. 130

AN ACT REFERRED BY THE LEGISLATURE

AN ACT REVISING FIREARMS LAWS TO SECURE THE RIGHT TO KEEP AND BEAR ARMS AND TO PREVENT A PATCHWORK OF RESTRICTIONS BY LOCAL GOVERNMENTS ACROSS THE STATE AND PROVIDING THAT LOCAL GOVERNMENTS MAY NOT REGULATE THE CARRYING OF CONCEALED WEAPONS; PROVIDING THAT THE PROPOSED ACT BE SUBMITTED TO THE QUALIFIED ELECTORS OF MONTANA; AMENDING SECTIONS 7-1-111 AND 45-8-351, MCA; AND PROVIDING AN EFFECTIVE DATE.

The 2019 Legislature submitted this proposal for a vote. LR-130 generally restricts a county, city, town, consolidated local government, or other local government unit's authority to regulate the carrying of firearms. It removes a local government unit's power to regulate the carrying of permitted concealed weapons or to restrict the carrying of unconcealed firearms except in publicly owned and occupied buildings under the local government unit's jurisdiction. It repeals a local government unit's authority to prevent or suppress the possession of firearms by convicted felons, adjudicated mental incompetents, illegal aliens, and minors. Federal and other state firearm restrictions would remain unchanged, including for these individuals. Local firearm ordinances that conflict with LR-130 could not be enforced.

- [] YES on Legislative Referendum LR-130
- [] NO on Legislative Referendum LR-130

THE COMPLETE TEXT OF HOUSE BILL NO. 357, REFERRED BY LR-130

AN ACT REVISING FIREARMS LAWS TO SECURE THE RIGHT TO KEEP AND BEAR ARMS AND TO PREVENT A PATCHWORK OF RESTRICTIONS BY LOCAL GOVERNMENTS ACROSS THE STATE AND PROVIDING THAT LOCAL GOVERNMENTS MAY NOT REGULATE THE CARRYING OF CONCEALED WEAPONS; PROVIDING THAT THE PROPOSED ACT BE SUBMITTED TO THE QUALIFIED ELECTORS OF MONTANA; AMENDING SECTIONS 7-1-111 AND 45-8-351, MCA; AND PROVIDING AN EFFECTIVE DATE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Policy. It is the policy of the state that the citizens of the state should be aware of, understand, and comply with any restrictions on the right to keep or bear arms that the people have reserved to themselves in Article II, section 12, of the Montana constitution, and that to minimize confusion the legislature withholds from local governments the power to restrict or regulate the possession of firearms.

Section 2. Section 7-1-111, MCA, is amended to read:

- "**7-1-111. Powers denied.** A local government unit with self-government powers is prohibited from exercising the following:
- (1) any power that applies to or affects any private or civil relationship, except as an incident to the exercise of an independent self-government power;

- (2) any power that applies to or affects the provisions of 7-33-4128 or Title 39, except that subject to those provisions, it may exercise any power of a public employer with regard to its employees;
- (3) any power that applies to or affects the public school system, except that a local unit may impose an assessment reasonably related to the cost of any service or special benefit provided by the unit and shall exercise any power that it is required by law to exercise regarding the public school system;
- (4) any power that prohibits the grant or denial of a certificate of compliance or a certificate of public convenience and necessity pursuant to Title 69, chapter 12;
- (5) any power that establishes a rate or price otherwise determined by a state agency;

- (6) any power that applies to or affects any determination of the department of environmental quality with regard to any mining plan, permit, or contract;
- (7) any power that applies to or affects any determination by the department of environmental quality with regard to a certificate of compliance;
- (8) any power that defines as an offense conduct made criminal by state statute, that defines an offense as a felony, or that fixes the penalty or sentence for a misdemeanor in excess of a fine of \$500, 6 months' imprisonment, or both, except as specifically authorized by statute;
- (9) any power that applies to or affects the right to keep or bear arms, except that a local government has the power to regulate the carrying of concealed weapons;

- (10) any power that applies to or affects a public employee's pension or retirement rights as established by state law, except that a local government may establish additional pension or retirement systems;
- (11) any power that applies to or affects the standards of professional or occupational competence established pursuant to Title 37 as prerequisites to the carrying on of a profession or occupation;
- (12) except as provided in 7-3-1105, 7-3-1222, or 7-31-4110, any power that applies to or affects Title 75, chapter 7, part 1, or Title 87;
- (13) any power that applies to or affects landlords, as defined in 70-24-103, when that power is intended to license landlords or to regulate their activities with regard to tenants beyond what is provided in Title 70, chapters 24 and 25. This subsection is not intended to restrict a local government's ability to require

landlords to comply with ordinances or provisions that are applicable to all other businesses or residences within the local government's jurisdiction.

(14) subject to 7-32-4304, any power to enact ordinances prohibiting or penalizing vagrancy;

(15) subject to 80-10-110, any power to regulate the registration, packaging, labeling, sale, storage, distribution, use, or application of commercial fertilizers or soil amendments, except that a local government may enter into a cooperative agreement with the department of agriculture concerning the use and application of commercial fertilizers or soil amendments. This subsection is not intended to prevent or restrict a local government from adopting or implementing zoning regulations or fire codes governing the physical location or siting of fertilizer manufacturing, storage, and sales facilities.

(16) subject to 80-5-136(10), any power to regulate the cultivation, harvesting, production, processing, sale, storage, transportation, distribution, possession, use, and planting of agricultural seeds or vegetable seeds as defined in 80-5-120. This subsection is not intended to prevent or restrict a local government from adopting or implementing zoning regulations or building codes governing the physical location or siting of agricultural or vegetable seed production, processing, storage, sales, marketing, transportation, or distribution facilities.

(17) any power that prohibits the operation of a mobile amateur radio station from a motor vehicle, including while the vehicle is in motion, that is operated by a person who holds an unrevoked and unexpired official amateur radio station license and operator's license, "technician" or higher class, issued by the federal communications commission of the United States;

- (18) subject to 76-2-240 and 76-2-340, any power that prevents the erection of an amateur radio antenna at heights and dimensions sufficient to accommodate amateur radio service communications by a person who holds an unrevoked and unexpired official amateur radio station license and operator's license, "technician" or higher class, issued by the federal communications commission of the United States;
- (19) any power to require a fee and a permit for the movement of a vehicle, combination of vehicles, load, object, or other thing of a size exceeding the maximum specified in 61-10-101 through 61-10-104 on a highway that is under the jurisdiction of an entity other than the local government unit;
- (20) any power to enact an ordinance governing the private use of an unmanned aerial vehicle in relation to a wildfire."

Section 3. Section 45-8-351, MCA, is amended to read:

"45-8-351. Restriction on local government regulation of firearms. (1) Except as provided in subsection (2), a county, city, town, consolidated local government, or other local government unit may not prohibit, register, tax, license, or regulate the purchase, sale or other transfer (including delay in purchase, sale, or other transfer), ownership, possession, transportation, use, or unconcealed carrying of any weapon, including a rifle, shotgun, handgun, or concealed handgun.

(2) (a) For public safety purposes, a city or town may regulate the discharge of rifles, shotguns, and handguns. A county, city, town, consolidated local government, or other local government unit has power to prevent and suppress the carrying of <u>unpermitted</u> concealed <u>weapons</u> or <u>the carrying of</u> unconcealed

weapons to a public assembly, publicly owned <u>and occupied</u> building, park under its jurisdiction, or school, and the possession of firearms by convicted felons, adjudicated mental incompetents, illegal aliens, and minors.

- (b) Nothing contained in this section allows any government to prohibit the legitimate display of firearms at shows or other public occasions by collectors and others or to prohibit the legitimate transportation of firearms through any jurisdiction, whether in airports or otherwise.
- (c) A local ordinance enacted pursuant to this section may not prohibit a legislative security officer who has been issued a concealed weapon permit from carrying a concealed weapon in the state capitol as provided in 45-8-317."

Section 4. Codification instruction. [Section 1] is intended to be codified as an integral part of Title 45, chapter 8, part 3, and the provisions of Title 45, chapter 8, part 3, apply to [section 1].

Section 5. Coordination instruction. If House Bill No. 325 is passed and approved, then [this act] is void.

Section 6. Effective date. If approved by the electorate, [this act] is effective January 1, 2021.

Section 7. Submission to electorate. [This act] shall be submitted to the qualified electors of Montana at the general election to be held in November 2020 by printing on the ballot the full title of [this act] and the following:

- [] YES on Legislative Referendum LR 130
- [] NO on Legislative Referendum LR 130

ARGUMENT FOR LEGISLATIVE REFERENDUM NO. 130 (LR-130)

Why You Should Support LR-130

LR-130 (Legislative Referendum # 130) is essential to save our gun rights. The Title for the measure is: "AN ACT REVISING FIREARMS LAWS TO SECURE THE RIGHT TO KEEP AND BEAR ARMS AND TO PREVENT A PATCHWORK OF RESTRICTIONS BY LOCAL GOVERNMENTS ACROSS THE STATE."

In the Montana Constitution, the people reserved for themselves the right to keep and bear arms. This was intended to prevent government entities from restricting that liberty. The Montana "preemption law" was enacted by the Legislature to implement our constitutional protection by preventing local governments from enforcing local firearm restrictions.

Some local governments in Montana have exploited alleged loopholes in the preemption law, loopholes that would ultimately allow any and all firearms restrictions imposed by cities and counties in Montana. LR-130 closes those loopholes.

LR-130 was put on the 2020 ballot by a majority vote of the Legislature, to amend Montana laws in order to prevent local governments from exploiting any possible loopholes in existing law that may allow them to enforce local gun control.

As its Title declares, LR-130 is intended to prevent local governments from enforcing a patchwork of anti-gun laws in their local jurisdiction, local laws that

would violate the Montana Constitution and be a legal minefield for people traveling around Montana.

Imagine traveling across Montana on I-90 or Highway 2. Imagine being stopped for some minor infraction and learning a firearm in your car is illegal locally, because it has a magazine that holds more than six rounds, because it has a carrying handle, because you don't have proof of ownership with you, because it wasn't registered with local police, or for some other ridiculous reason. Imagine being informed subsequently by the FBI that you have lost your right to keep and bear arms forever under federal law because you have been convicted of what the FBI sees as a local "gun crime."

This is one scenario that LR-130 is intended to prevent.

LR-130 is essential to maintaining the right to keep and bear arms that the people have reserved to themselves from government interference in the Montana Constitution.

ARGUMENT AGAINST LEGISLATIVE REFERENDUM NO. 130 (LR – 130)

DON'T TAKE AWAY OUR FREEDOM TO MAKE LOCAL DECISIONS

LR-130 is:

- Confusing,
- Unnecessary, and
- Unconstitutional.

LR-130 ends more than 130 years of local citizens deciding how to keep their communities safe. LR-130 is a sweeping proposal brought to you by lobbyists and out-of-touch politicians trying to take away your rights and eliminate local decision making in Montana.

This measure is so **confusing** and poorly written that law enforcement, local officials, and legal experts disagree on its meaning, its consequences, and even how it could be enforced. **We should not be passing confusing laws that will very likely be challenged in court** nor creating uncertainty in our schools and public spaces during an already difficult time.

Why change something that's working? Montanans agree that we need to protect our Second Amendment rights, including our right to protect ourselves, and we already have strong laws in Montana to ensure these rights. LR-130 is a reckless attempt to re-write current gun laws and will have serious consequences for our ability to make local decisions.

LR-130 is unnecessary. Montanans know and trust their local school boards, law enforcement, and locally elected officials to keep our communities safe and

protect our rights. LR-130 raises questions and confusion and **creates problems** rather than solving them, threatening local decision making in Montana communities.

For these reasons, LR-130 is opposed by veterans, school boards, nurses, ranchers, doctors, hunters, and local sheriffs and law enforcement across Montana. Additionally, it is opposed by the Montana League of Cities and Towns, representing all 127 incorporated municipalities.

Voting NO on LR-130 recognizes the value of making decisions at the community level. We can't trust overreaching state legislators, politicians, and lobbyists in Helena to decide what's best for us and our local communities. We can protect our second amendment rights and Montana's long history of local decision-making by rejecting this confusing and unnecessary measure.

Vote NO on LR-130 to protect our freedom to make local decisions.

Vote NO on LR-130 to keep our gun laws the way they are.

Vote NO on LR-130.

PROPONENTS REBUTTAL OF ARGUMENT AGAINST LR- 130

Vote Yes on LR-130

Limiting government overreach. LR-130 opponents make a big deal about local control, yet 62% of the funding (as of July 2020) reported by the "NO on LR-130" committee came from New York City and billionaire Michael Bloomberg's Everytown group. How does opponent's reliance on wealthy influence from New York fit with opponents' cry for local control?

The people and the Legislature have always asserted control of local governments. Montana Code Annotated (Montana laws) has 859 pages of fine print that controls what local governments can or cannot do. Otherwise, local governments could recklessly abridge our freedoms. LR-130 is about limiting government and protecting our rights, not about local control.

LR-130 is **certainly constitutional.** Our U.S. and Montana constitutions both state our right to bare arms shall not be infringed. Protecting a constitutional right cannot be 'unconstitutional.' LR-130 protects our rights. To say otherwise is just wrong.

LR-130 is indeed essential. During legislative hearings on LR-130, opponents gave examples of 15 different local governments that are currently violating the constitutional rights of Montana citizens with local gun control efforts. This local government overreach must be stopped by LR-130.

Rein in illegal gun control by local governments. Improve Montana's gun laws. Prevent a patchwork and legal minefield of local gun control across Montana.

Save your guns. Save your Right to Keep and Bear Arms. Vote YES on LR-130.

Approval Committee for LR – 130: Representative Matt Regier, Senator Steve Hinebauch, Gary Marbut

OPPONENTS REBUTTAL OF ARGUMENT FOR LR – 130

PROTECT YOUR COMMUNITY'S RIGHT TO DECIDE!

VOTE NO ON LR-130

We need to protect our Second Amendment rights and keep our laws the way they are now. This measure is simply an attempt to take away our freedom to make these decisions at the local level.

Over the past century, Montanans have worked together locally to make sound decisions for our communities. There is no "loophole" that allows local governments to take away rights guaranteed by the Montana and US Constitutions. While fully respecting these rights, for years locally elected officials have made local decisions based on community public health and safety needs and Montana common sense. If those decisions violated the Second Amendment,

proponents of LR-130 would have long since challenged them in court on those grounds. But they haven't done that because they know they'd lose.

Proponents ask you to imagine a fanciful scenario in order to justify LR-130, but such a scenario has never happened in Montana. And the FBI cannot deny individuals the right to own guns because they violated local gun ordinances. We already have strong laws in Montana to ensure our rights. Our existing laws work. LR-130 will throw our laws into a state of disarray. LR-130 will result in confusion and unanticipated consequences.

Now is not the time for confusion about our gun laws.

Vote NO on LR-130 to protect our freedom to make local decisions.

Vote NO on LR-130 to keep our gun laws the way they are.

Vote NO on LR-130.

Rejection Committee for LR – 130: Senator Dick Barrett - Chair, Representative Moffie Funk, Tim Burton

BALLOT LANGUAGE FOR INITIATIVE NO. 190 (I-190)

INITIATIVE NO. 190

A LAW PROPOSED BY INITIATIVE PETITION

I-190 legalizes the possession and use of limited amounts of marijuana for adults over the age of 21. I-190 requires the Department of Revenue to license and regulate the cultivation, transportation, and sale of marijuana and marijuanainfused products and to inspect premises where marijuana is cultivated and sold. It requires licensed laboratories to test marijuana and marijuana-infused products for potency and contaminants. I-190 establishes a 20% tax on non-medical marijuana. 10.5% of the tax revenue goes to the state general fund, with the rest dedicated to accounts for conservation programs, substance abuse treatment, veterans' services, healthcare costs, and localities where marijuana is sold. I-190 allows a person currently serving a sentence for an act permitted by I-190 to apply for resentencing or an expungement of the conviction. I-190 prohibits advertising of marijuana and related products.

Marijuana taxes and fees will generate about \$48 million annually by 2025. Marijuana fees will fund program administration and enforcement. Marijuana taxes will contribute to the general fund and special revenue accounts for conservation, veterans' services, substance abuse treatment, healthcare, and local governments. The general fund will net \$4 million.

- [] YES on Initiative I-190
- NO on Initiative I-190

THE COMPLETE TEXT OF INITIATIVE NO. 190 (I-190)

BE IT ENACTED BY THE PEOPLE OF THE STATE OF MONTANA:

NEW SECTION. Section 1. Short title -- purpose. (1) [Sections 1 through 36] may be cited as the "Montana Marijuana Regulation and Taxation Act."

- (2) The purpose of [sections 1 through 36] is to:
- (a) provide for legal possession and use of limited amounts of marijuana legal for adults 21 years of age or older;
- (b) provide for the licensure and regulation of commercial cultivation, manufacture, production, distribution, and sale of marijuana and marijuana-infused products;
- (c) allow for limited cultivation, manufacture, delivery, and possession of marijuana as permitted by [sections 1 through 36];

- (d) eliminate the illicit market for marijuana and marijuana-infused products;
- (e) prevent the distribution of marijuana sold under [sections 1 through 36] to persons under 21 years of age;
 - (f) ensure the safety of marijuana and marijuana-infused products;
 - (g) ensure the security of registered premises and adult-use dispensaries;
- (h) establish reporting requirements for adult-use providers and adult-use marijuana-infused products providers;
- (i) establish inspection requirements for registered premises, including data collection on energy use, chemical use, water use, and packaging waste to ensure a clean and healthy environment;
 - (j) provide for the testing of marijuana by licensed testing laboratories;

- (k) give local governments a role in establishing standards for the cultivation, manufacture, and sale of marijuana that protect the public health, safety, and welfare of residents within their jurisdictions;
- (I) tax the sale of marijuana and marijuana-infused products to generate revenue for the state and provide compensation for the economic and social costs of past and current marijuana cultivation, processing, and use, by directing funding to:
- (i) conservation programs to offset the use of water and soil in marijuana cultivation;
 - (ii) substance abuse treatment and prevention programs;
 - (iii) veterans services and support;
 - (iv) health care;
 - (v) localities where marijuana is sold; and

- (vi) the state general fund;
- (m) authorize courts to resentence persons who are currently serving sentences for acts that are permitted under [sections 1 through 36] or for which the penalty is reduced by [sections 1 through 36] and to redesignate or expunge those offenses from the criminal records of

persons who have completed their sentences as set forth in [sections 1 through 36].

NEW SECTION. Section 2. Definitions. As used in [sections 1 through 36], the following definitions apply:

(1) "Adult-use dispensary" means a registered premises from which a licensed adult-use provider or adult-use marijuana-infused products provider is

approved by the department to dispense marijuana or marijuana-infused products to a consumer.

- (2) "Adult-use marijuana-infused products provider" means a person licensed by the department to manufacture and provide marijuana-infused products for consumers as allowed by [sections 1 through 36].
- (3) "Adult-use provider" means a person licensed by the department to cultivate and process marijuana for consumers as allowed by [sections 1 through 36].
- (4) "Canopy" means the total amount of square footage dedicated to live plant production at a registered premises consisting of the area of the floor, platform, or means of support or suspension of the plant.

- (5) "Consumer" means a person 21 years of age or older who obtains or possesses marijuana or marijuana-infused products for personal use or for use by persons who are at least 21 years of age, but not for resale.
- (6) "Correctional facility or program" means a facility or program that is described in 53-1-202 and to which an individual may be ordered by any court of competent jurisdiction.
- (7) "Department" means the department of revenue provided for in 2-15-1301.
- (8) (a) "Employee" means an individual employed to do something for the benefit of an employer.
- (b) The term includes a manager, agent, or director of a partnership, association, company, corporation, limited liability company, or organization.

- (c) The term does not include a third party with whom a licensee has a contractual relationship.
- (9) "Financial interest" means a legal or beneficial interest that entitles the holder, directly or indirectly through a business, an investment, or a spouse, parent, or child relationship, to 1% or more of the net profits or net worth of the entity in which the interest is held. The term does not include interest held by a bank or licensed lending institution or a security interest, lien, or encumbrance.
- (10) "Licensee" means a person holding a state license issued pursuant to [sections 1 through 36].
- (11) "Local government" means a county, a consolidated government, or an incorporated city or town.
 - (12) "Manufacturing" means the production of marijuana concentrate.

- (13) (a) "Marijuana" means all plant material from the genus Cannabis containing tetrahydrocannabinol (THC) or seeds of the genus capable of germination.
- (b) The term does not include hemp, including any part of that plant, including the seeds and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol concentration of not more than three-tenths of one percent on a dry weight basis, or commodities or products manufactured with hemp, or any other ingredient combined with marijuana to prepare topical or oral administrations, food, drink, or other products.
- (14) "Marijuana concentrate" means any type of marijuana product consisting wholly or in part of the resin extracted from any part of the marijuana plant.

- (15) "Marijuana derivative" means any mixture or preparation of the dried leaves, flowers, resin, or byproducts of the marijuana plant, including but not limited to marijuana concentrates and marijuana-infused products.
- (16) "Marijuana-infused product" means a product that contains marijuana and is intended for use by a consumer by a means other than smoking. The term includes but is not limited to edible products, ointments, and tinctures.
- (17) "Mature marijuana plant" means a harvestable female marijuana plant that is flowering.
- (18) "Owner" means a principal officer, director, board member, or individual who has a financial interest or voting interest of 10% or greater in an adult-use dispensary, adult-use provider, or adult-use marijuana-infused products provider.

- (19) "Paraphernalia" has the meaning provided for "drug paraphernalia" in 45-10-101.
- (20) "Person" means an individual, partnership, association, company, corporation, limited liability company, or organization.
- (21) "Registered premises" means a location that is licensed pursuant to [sections 1 through 36] and includes:
- (a) all enclosed public and private areas at the location that are used in the business operated pursuant to a license, including offices, kitchens, restrooms, and storerooms; and
- (b) if the department has specifically licensed a location for outdoor cultivation, production, manufacturing, wholesale sale, or retail sale of adultuse marijuana and adult-use marijuana-infused products, the entire unit of land

that is created by subsection or partition of land that the licensee owns, leases, or has the right to occupy.

- (22) (a) "Resident" means an individual who meets the requirements of 1-1-215.
- (b) An individual is not considered a resident for the purposes of [sections 1 through 36] if the individual:
 - (i) claims residence in another state or country for any purpose; or
- (ii) is an absentee property owner paying property tax on property in Montana.
- (23) "Seedling" means a marijuana plant that has no flowers and is less than 12 inches in height and 12 inches in diameter.
- (24) "State laboratory" means the laboratory operated by the department of public health and human services to conduct environmental analyses.

- (25) "Testing laboratory" has the meaning as provided in 50-46-302.
- (26) "Unduly burdensome" means requiring such a high investment of money, time, or any other resource or asset to achieve compliance that a reasonably prudent businessperson would not operate.

NEW SECTION. Section 3. Department authority. The department shall license and regulate the cultivation, manufacture, transport, and sale of marijuana as allowed by [sections 1 through 36] and shall administer and enforce [sections 1 through 36].

<u>NEW SECTION.</u> Section 4. Department responsibilities -- licensure. (1) The department shall establish and maintain a registry of persons who receive licenses under [sections 1 through 36]. The department shall issue:

(a) licenses:

- (i) to persons who apply to operate as adult-use providers or adult-use marijuana-infused products providers and who submit applications meeting the requirements of [sections 1 through 36]; and
- (ii) for adult-use dispensaries established by adult-use providers or adult-use marijuana-infused products providers; and
- (b) endorsements for manufacturing to an adult-use provider or an adult-use marijuana-infused products provider that applies for a manufacturing endorsement and meets requirements established by the department by rule.
- (2) A person who obtains an adult-use provider license, adult-use marijuana-infused products provider license, or adult-use dispensary license, or an employee of a licensed adult-use provider or adult-use marijuana-infused products provider, is authorized to cultivate, manufacture, possess, sell, and transport marijuana as allowed by [sections 1 through 36].

- (3) A person who obtains a testing laboratory license or an employee of a licensed testing laboratory is authorized to possess, test, and transport marijuana as allowed by [sections 1 through 36].
- (4) The department shall conduct criminal history background checks as required by 50-46-307 and 50-46-308 before issuing a license to a person named as a provider or marijuana-infused products provider.
 - (5) Licenses issued pursuant to [sections 1 through 36] must:
- (a) be laminated and produced on a material capable of lasting for the duration of the time period for which the license is valid;
- (b) indicate whether an adult-use provider or an adult-use marijuanainfused products provider has an endorsement for manufacturing;
 - (c) state the date of issuance and the expiration date of the license; and
 - (d) contain other information that the department may specify by rule.

- (6) (a) The department shall make application forms available and begin accepting applications for licensure and endorsement under [sections 1 through 36] on or before January 1, 2022.
- (b) The department shall review the information contained in an application or renewal submitted pursuant to [sections 1 through 36] and shall approve or deny an application:
- (i) within 30 days of receiving the application or renewal and all related application materials from an existing licensed provider or marijuana-infused products provider; and
- (ii) within 90 days of receiving the application and all related application materials from a new applicant.
- (c) If the department fails to act on a completed application within the time allowed under subsection (6)(b), the department shall:

- (i) reduce the cost of the licensing fee for a new applicant for licensure or endorsement or for a licensee seeking renewal of a license by 5% each week that the application is pending; and
- (ii) allow a licensee to continue operation until the department takes final action.
- (d) Applications that are not processed within the time allowed under subsection (6)(b) remain active until the department takes final action.
- (e) (i) The department may not take final action on an application for a license or renewal of a license until the department has completed a satisfactory inspection as required by [sections 1 through 36] and related administrative rules.

- (ii) Failure by the department to complete the required inspection within the time allowed under subsection (6)(b) does not prevent an application from being considered complete for the purpose of subsection (6)(c).
- (f) The department shall issue a license or endorsement within 5 days of approving an application or renewal.
- (7) Review of a rejection of an application or renewal may be conducted as a contested case hearing pursuant to the provisions of the Montana Administrative Procedure Act.
- (8) Licenses and endorsements issued to adult-use providers and adult-use marijuana-infused products providers must be renewed annually.
- (9) The department shall provide the names and phone numbers of adultuse providers and adult-use marijuana-infused products providers and the city, town, or county where registered premises and testing laboratories are located

to the public on the department's website. The department may not disclose the physical location or address of an adult-use provider, adult-use marijuanainfused products provider, adult-use dispensary, or testing laboratory.

- (10) The department may not prohibit an adult-use provider, adult-use marijuana-infused products provider, or adult-use dispensary licensee from operating at a shared location with a provider, marijuana-infused products provider, or dispensary as defined in 50-46-302 if the provider, marijuana-infused products provider, or dispensary is owned by the same person.
- (11) The department may not adopt rules requiring a consumer to provide an adult-use provider, adult-use marijuana-infused products provider, or adultuse dispensary licensee with identifying information other than identification to determine the consumer's age or require the recording of personal information

about consumers other than information typically required in a retail transaction.

NEW SECTION. Section 5. Licensing of providers, marijuana-infused products providers, and dispensaries for adult use. (1) No later than October 1, 2021, the department shall promulgate rules and regulations to administer and enforce [sections 1 through 36] and shall begin accepting applications for and issuing licenses. The rules may not be unduly burdensome. For the first 12 months after the department begins to receive applications, the department shall only accept applications from and issue licenses to providers, marijuanainfused products providers, and dispensaries licensed under Title 50, chapter 46, part 3, that are in good standing with the department of public health and

human services and in compliance with [sections 1 through 36] and rules adopted by the department.

NEW SECTION. Section 6. Department responsibility to monitor and assess marijuana production, testing, sales, and license revocation. (1)(a) The department shall implement a system for tracking marijuana, marijuana concentrate, and marijuana-infused products from either the seed or the seedling stage until the marijuana, marijuana concentrate, or marijuana-infused product is sold to a consumer. The system must:

(i) ensure that the marijuana, marijuana concentrate, or marijuana-infused product cultivated, manufactured, possessed, and sold under [sections 1 through 36] is not sold or otherwise provided to an individual who is under 21 years of age and who is not a medical marijuana registered cardholder; and

- (ii) be made available to adult-use providers, adult-use marijuana-infused products providers, adult-use dispensaries, and testing laboratories at no additional cost.
- (b) The department may implement the same system that is used to track marijuana, marijuana concentrate, and marijuana-infused products pursuant to 50-46-304.
- (2) The department shall assess applications for an adult-use provider or adult-use marijuana-infused products provider license to determine if a person with a financial interest in the applicant meets any of the criteria established in [section 9] for denial of a license.
- (3) Before issuing or renewing a license, the department shall inspect the proposed registered premises of an adult-use provider or adult-use marijuana-infused products provider and shall inspect the property to be used to ensure

an applicant for licensure or license renewal is in compliance with [sections 1 through 36]. The department may not issue or renew a license if the applicant does not meet the requirements of [sections 1 through 36].

- (4)(a) The department shall license providers and marijuana-infused products providers according to a tiered canopy system.
 - (b)(i) The system shall include, at a minimum, the following license types:
- (A) A micro tier canopy license allows for a canopy of up to 250 square feet at one registered premises.
- (B) A tier 1 canopy license allows for a canopy of up to 1,000 square feet at one registered premises. A minimum of 500 square feet must be equipped for cultivation.

- (C) A tier 2 canopy license allows for a canopy of up to 2,500 square feet at up to two registered premises. A minimum of 1,100 square feet must be equipped for cultivation.
- (D) A tier 3 canopy license allows for a canopy of up to 5,000 square feet at up to three registered premises. A minimum of 2,600 square feet must be equipped for cultivation.
- (E) A tier 4 canopy license allows for a canopy of up to 7,500 square feet at up to four registered premises. A minimum of 5,100 square feet must be equipped for cultivation.
- (F) A tier 5 canopy license allows for a canopy of up to 10,000 square feet at up to five registered premises. A minimum of 7,750 square feet must be equipped for cultivation.

- (G) A tier 6 canopy license allows for a canopy of up to 13,000 square feet at up to five registered premises. A minimum of 10,250 square feet must be equipped for cultivation.
- (H) A tier 7 canopy license allows for a canopy of up to 15,000 square feet at up to five registered premises. A minimum of 13,250 square feet must be equipped for cultivation.
- (I) A tier 8 canopy license allows for a canopy of up to 17,500 square feet at up to five registered premises. A minimum of 15,250 square feet must be equipped for cultivation.
- (J) A tier 9 canopy license allows for a canopy of up to 20,000 square feet at up to six registered premises. A minimum of 17,775 square feet must be equipped for cultivation.

- (K) A tier 10 canopy license allows for a canopy of up to 30,000 square feet at up to seven registered premises. A minimum of 24,000 square feet must be equipped for cultivation.
- (ii) As used in this subsection (4)(b), "equipped for cultivation" means that the space is either ready for cultivation or in use for cultivation.
- (c) An adult-use provider or adult-use marijuana-infused products provider who has reached capacity under the existing license may apply to advance to the next licensing tier. The department:
 - (i) may increase a licensure level by only one tier at a time; and
- (ii) shall conduct an inspection of the adult-use provider or adult-use marijuana-infused products provider's registered premises and proposed premises within 30 days of receiving the application and before approving the application.

- (d) The department may create additional licensing tiers by rule if a provider with a tier 10 canopy license petitions the department to create a new licensure level and:
- (i) the producer or provider demonstrates that the licensee is using the full amount of canopy currently authorized; and
- (ii) the tracking system shows the licensee is selling at least 80% of the marijuana or marijuana-infused products produced by the square footage of the licensee's existing license over the 2 previous quarters or the licensee can otherwise demonstrate to the department that there is a market for the marijuana or marijuana-infused products it seeks to produce.
- (e) The department is authorized to create additional tiers as necessary, including an adjusted tier system to account for outdoor cultivation.

- (f) The registered premises limitations for each tier of licensing apply only to registered premises at which marijuana is cultivated. The limitations do not apply to the number of adult-use dispensaries an adult-use provider or adult-use marijuana-infused products provider may have.
- (g) The department shall require evidence that the licensee is able to successfully cultivate the minimum amount of space allowed for the tier and sell the amount of marijuana produced by the minimum cultivation level before allowing a licensee to move up a tier. Annual licensing fees must be prorated based on the time licensed at a specific tier if less than 1 year.
- (h) No person may be initially licensed greater than a tier 2 unless the person is purchasing a business licensed at a tier higher than tier 2 or the person is already licensed at higher than tier 2 under Title 50, chapter 46, part 3, and is applying for the equivalent size tier under [sections 1 through 36].

<u>NEW SECTION.</u> Section 7. Testing laboratories -- licensing -- inspection -- dual licensure -- state laboratory responsibility. (1) (a) The state laboratory shall license testing laboratories to perform the testing required under [sections 12 and 17].

- (b) (i) The state laboratory shall inspect a testing laboratory before issuing or renewing a license and may not issue or renew a license if the applicant does not meet the requirements of [section 12] and this section.
 - (ii) The state laboratory may not issue a temporary license while an inspection is pending.
- (iii) Inspections conducted under this section must include the review provided for in 50-46-311(1)(b).
 - (2) The state laboratory shall:

- (a) use the criteria established under 50-46-311 in evaluating and approving licenses issued under this section;
- (b) use the criteria established under 50-46-304(6) to establish and enforce standard operating procedures and testing standards for testing laboratories to ensure that consumers receive consistent and uniform information about the potency and quality of the marijuana and marijuana-infused products they receive; and
- (c) investigate inconsistent test results using the procedure provided for in 50-46-304(7).
- (3) If an analysis of raw testing data indicates that licensees are providing test results that vary among testing laboratories by an amount determined by the state laboratory by rule, the department shall investigate the inconsistent results and determine within 60 days the steps the testing laboratories must

take to ensure that each testing laboratory provides accurate and consistent results.

- (4) If the analysis of raw testing data indicates a testing laboratory may be providing inconsistent results, the state laboratory shall suspend the testing laboratory's license until additional testing determines whether the results are consistent.
- (5) The state laboratory shall revoke a testing laboratory's license upon a determination that the laboratory is:
 - (a) providing test results that are fraudulent; or
 - (b) providing test results without having:
- (i) the equipment needed to test marijuana, marijuana concentrates, or marijuana-infused products; or

- (ii) the equipment required under [sections 1 through 36] to conduct the tests for which the laboratory is providing results.
 - (6) A revocation under this section is subject to judicial review.
 - (7) The state laboratory:
- (a) may license a testing laboratory to perform both the testing required under [sections 1 through 36] and under Title 50, chapter 46; and
- (b) shall use the same administrative rules for testing laboratories licensed under [sections 1 through 36] and under Title 50, chapter 46.

NEW SECTION. Section 8. Personal use and cultivation of marijuana -

- **penalties.** (1) Subject to the limitations in [section 16], the following acts are lawful and shall not be an offense under state law or the laws of any local government within the state or be a basis to impose a civil fine, penalty, or

sanction, or be a basis to detain, search, or arrest, or otherwise deny any right or privilege, or to seize or forfeit assets under state law or the laws of any local government for a person who is 21 years of age or older:

- (a) possessing, purchasing, obtaining, using, ingesting, inhaling, or transporting 1 ounce or less of marijuana, except that not more than 8 grams may be in a concentrated form;
- (b) transferring, delivering, or distributing without consideration, to a person who is 21 years of age or older, 1 ounce or less of marijuana, except that not more than 8 grams may be in a concentrated form;
- (c) in or on the grounds of a private residence, possessing, planting, or cultivating up to four mature marijuana plants and four seedlings and possessing, harvesting, drying, processing, or manufacturing the marijuana, provided that:

- (i) marijuana plants and any marijuana produced by the plants in excess of 1 ounce must be kept in a locked space in or on the grounds of one private residence and may not be visible by normal, unaided vision from a public place;
- (ii) not more than twice the number of marijuana plants permitted under this subsection (1)(c) may be cultivated in or on the grounds of a single private residence simultaneously;
- (iii) a person growing or storing marijuana plants under this subsection (1)(c) must own the private residence where the plants are cultivated and stored or obtain written permission to cultivate and store marijuana from the owner of the private residence; and
- (iv) no portion of a private residence used for cultivation of marijuana and manufacture of marijuana-infused products for personal use may be shared

with, rented, or leased to an adult-use provider or an adult-use marijuanainfused products provider;

- (d) assisting another person who is at least 21 years of age in any of the acts permitted by this section, including allowing another person to use one's personal residence for any of the acts described in this section; and
- (e) possessing, purchasing, using, delivering, distributing, manufacturing, transferring, or selling to persons 18 years of age or older paraphernalia relating marijuana.
- (2) A person who cultivates marijuana plants that are visible by normal, unaided vision from a public place in violation of subsection (1)(c)(i) is subject to a civil fine not exceeding \$250 and forfeiture of the marijuana.

- (3) A person who cultivates marijuana plants or stores marijuana outside of a locked space is subject to a civil fine not exceeding \$250 and forfeiture of the marijuana.
- (4) A person who smokes marijuana in a public place, other than in an area licensed for that activity by the department, is subject to a civil fine not exceeding \$50.
- (5) For a person who is under 21 years of age and is not a registered cardholder, possession, use, ingestion, inhalation, transportation, delivery without consideration, or distribution without consideration of 1 ounce or less of marijuana is punishable by forfeiture of the marijuana and the underage person's choice between:
 - (a) a civil fine not to exceed \$100; or
 - (b) up to 4 hours of drug education or counseling in lieu of the fine.

- (6) For a person who is under 18 years of age and is not a registered cardholder, possession, use, transportation, delivery without consideration, or distribution without consideration of marijuana paraphernalia is punishable by forfeiture of the marijuana paraphernalia and the underage person's choice between:
 - (a) a civil fine not to exceed \$100; or
 - (b) up to 4 hours of drug education or counseling in lieu of the fine.
- (7) Unless otherwise permitted under the provisions of Title 50, chapter 46, part 3, the possession, production, delivery without consideration to a person 21 years of age or older, or possession with intent to deliver more than 1 ounce but less than 2 ounces of marijuana or more than 8 grams but less than 16 grams of marijuana in a concentrated form is punishable by forfeiture of the marijuana and:

- (a) for a first violation, the person's choice between a civil fine not exceeding \$200 or completing up to 4 hours of community service in lieu of the fine;
- (b) for a second violation, the person's choice between a civil fine not exceeding \$300 or completing up to 6 hours of community service in lieu of the fine;
- (c) for a third or subsequent violation, the person's choice between a civil fine not exceeding \$500 or completing up to 8 hours of community service in lieu of the fine; and
- (d) for a person under 21 years of age, the person's choice between a civil fine not to exceed \$200 or attending up to 8 hours of drug education or counseling in lieu of the fine.

- (8) A person may not be denied adoption, custody, or visitation rights relative to a minor solely for conduct that is permitted by [sections 1 through 36].
- (9) A person may not be denied access to or priority for an organ transplant or denied access to health care solely for conduct that is permitted by [sections 1 through 36].
- (10) A person currently under parole, probation, or other state supervision or released awaiting trial or other hearing may not be punished or otherwise penalized solely for conduct that is permitted by [sections 1 through 36].
- (11) A holder of a professional or occupational license may not be subjected to professional discipline for providing advice or services arising out of or related to conduct that is permitted by [sections 1 through 36] solely on the basis that marijuana is prohibited by federal law.

(12) It is the public policy of the state of Montana that contracts related to the operation of licensees be enforceable.

<u>NEW SECTION.</u> Section 9. Provider types -- requirements -- limitations -- activities. (1)(a) Subject to subsections (1)(b) and (3), the department shall issue a license to or renew a license for a person who is applying to be an adult-use provider or adult-use marijuana-infused products provider if the person submits to the department:

- (i) the person's name, date of birth, and street address on a form prescribed by the department;
 - (ii) proof that the person is a Montana resident;

- (iii) fingerprints meeting the requirements for a fingerprint-based background check by the department of justice and the federal bureau of investigation:
 - (A) with the application for initial licensure; and
 - (B) every 3 years thereafter;
- (iv) a statement, on a form prescribed by the department, that the person will not divert to any other person the marijuana that the person cultivates or the marijuana-infused products that the person manufactures for consumers, unless the marijuana or marijuana-infused products are sold to another adultuse provider or as part of a sale of a business as allowed under this section;
- (v) the street address of the location at which marijuana, marijuana concentrates, or marijuana-infused products will be cultivated or manufactured; and

- (vi) a fee as determined by the department not to exceed the costs of required background checks and associated administrative costs of processing the license.
- (b) If the person to be licensed consists of more than one individual, the names of all owners must be submitted along with the fingerprints and date of birth of each.
 - (2) The department shall conduct:
- (a) a fingerprint-based background check in association with an application for initial licensure and every 3 years thereafter; and
- (b) a name-based background check in association with an application for initial licensure and each year thereafter except years that an applicant is required to submit fingerprints for a fingerprint-based background check.

- (3) The department may not license a person under [sections 1 through 36] if the person or an owner:
- (a) has a felony conviction involving fraud, deceit, or embezzlement or for distribution of drugs to a minor within the past 5 years and, after an investigation, the department finds that the applicant has not been sufficiently rehabilitated as to warrant the public trust;
 - (b) is in the custody of the department of corrections or a youth court;
 - (c) has been convicted of a violation under [section 21];
 - (d) has resided in Montana for less than 1 year; or
 - (e) is under 18 years of age.
- (4) Marijuana for use pursuant to [sections 1 through 36] must be cultivated and manufactured in Montana until federal law allows for the interstate distribution of marijuana.

- (5) Except as provided in [section 17], an adult-use provider or adult-use marijuana-infused products provider shall:
- (a) prior to selling marijuana or marijuana-infused products, submit samples to testing laboratories pursuant to [sections 1 through 36] and administrative rules;
- (b) allow the department to collect samples of marijuana or marijuanainfused products during inspections of registered premises for testing as provided by the department by rule;
- (c) participate as required by the department by rule in a seed-to-sale tracking system established by the department pursuant to [section 6]; and
- (d) obtain the license from the department of agriculture if required by 80-7-106 for the adult-use provider or adult-use marijuana-infused products provider that sells live plants as part of a sale of the adult-use provider's

business. An adult-use provider or adult-use marijuana-infused products provider required to obtain a nursery license is subject to the inspection requirements of 80-7-108.

- (6)(a) Except as provided in [section 11], a person licensed under this section may cultivate marijuana and manufacture marijuana-infused products for use by consumers only at one of the following locations:
- (i) a property that is owned by the adult-use provider or adult-use marijuana-infused products provider; or
- (ii) with written permission of the property owner, a property that is rented or leased by the adult-use provider or adult-use marijuana-infused products provider.
- (b) Except as provided in [section 11], no portion of the property used for cultivation of marijuana or manufacture of marijuana-infused products or

marijuana concentrate may be shared with or rented or leased to another adultuse provider, adult-use marijuana-infused products provider, or testing laboratory.

- (7) A licensed adult-use provider or adult-use marijuana-infused products provider may:
 - (a) in accordance with rules adopted by the department:
 - (i) operate adult-use dispensaries; and
 - (ii) engage in manufacturing;
- (b) employ employees to cultivate marijuana, manufacture marijuana concentrates and marijuana-infused products, and dispense and transport marijuana and marijuana-infused products;

- (c) provide a small amount of marijuana, marijuana concentrate, or marijuana-infused product cultivated or manufactured on the registered premises to a licensed testing laboratory or the department of agriculture;
- (d) sell the adult-use provider's business, including live plants, inventory, material assets, and all licenses in accordance with rules adopted by the department; and
- (e) hold a provider or marijuana-infused products provider license issued pursuant to Title 50, chapter 46, part 3.
- (8)(a) Except as provided in subsection (8)(b), an adult-use provider or adult-use marijuana-infused products provider:
- (i) shall sell marijuana the adult-use provider has cultivated or marijuana products derived from marijuana the adult-use marijuana-infused products provider has cultivated for at least 50% of the provider's total annual sales;

- (ii) may sell marijuana or marijuana-infused products to another adult-use provider for subsequent resale for up to 50% of the adult-use provider's total annual sales;
- (iii) may contract or otherwise arrange for another party that is licensed to process the adult provider's or adult marijuana-infused products provider's marijuana into marijuana-infused products or marijuana concentrates and return the marijuana-infused products or marijuana concentrates to the adult-use provider for sale; and
- (iv) except as allowed pursuant to [section 13], may not open a dispensary or allow for any on-site use before obtaining the required license or before the department has completed the inspection required under [sections 1 through 36] unless permitted to do so pursuant to [section 13].

(b) The department may adjust the percentages set forth in subsection (8)(a) for an individual license holder based on unforeseen circumstances leading to the loss of plants or products.

<u>NEW SECTION.</u> Section 10. Adult-use marijuana-infused products provider. (1) A person licensed as an adult-use marijuana-infused products provider shall:

- (a) prepare marijuana-infused products at a registered premises; and
- (b) use equipment that is used exclusively for the manufacture and preparation of marijuana-infused products.
 - (2) An adult-use marijuana-infused products provider:
- (a) may cultivate marijuana only for the purpose of making marijuanainfused products; and

- (b) may not provide a consumer with marijuana in a form that may be used for smoking unless the adult-use marijuana-infused products provider is also a licensed adult-use provider.
- (3) All registered premises on which marijuana-infused products are manufactured must meet any applicable standards set by a local board of health for a retail food establishment as defined in 50-50-102.
- (4) Marijuana-infused products may not be considered a food or drug for the purposes of Title 50, chapter 31.
- **NEW SECTION.** Section 11. Contracted services. (1) An adult-use marijuana-infused products provider may contract with another adult-use marijuana-infused products provider to perform extraction or manufacturing services for the provider. The adult-use marijuana-infused products provider

who is providing the services must hold a provider license for at least a tier 1 canopy.

- (2) An adult-use marijuana-infused products provider who has contracted for services under this section may deliver the marijuana to be used for extraction or manufacturing or the provider who is contracted to provide the services may pick up and transport the marijuana.
- (3) An adult-use marijuana-infused products provider who offers extraction or manufacturing services may not keep any marijuana-infused product or plant material from the extraction or manufacturing or transfer or sell the marijuana-infused product or plant material to another provider who has contracted for similar services with the same provider except as permitted under [section 9].

<u>NEW SECTION.</u> Section 12. Testing laboratories -- licensing inspections. (1) A testing laboratory licensed pursuant to Title 50, chapter 46, part 3, shall:

- (a) measure the tetrahydrocannabinol, tetrahydrocannabinolic acid, cannabidiol, and cannabidiolic acid content of marijuana and marijuana-infused products; and
- (b) test marijuana and marijuana-infused products for pesticides, solvents, moisture levels, mold, mildew, and other contaminants. A testing laboratory may transport samples to be tested.
- (2) The analytical laboratory services provided by the department of agriculture pursuant to 80-1-104 may be used for the testing provided for in this section.

- (3) A person with a financial interest in a licensed testing laboratory may not have a financial interest in any entity involved in the cultivation of marijuana or manufacture of a marijuana-infused product or marijuana concentrate for whom testing services are performed.
- (4) Except as provided in [section 17], a testing laboratory shall conduct tests of:
- (a) samples of marijuana, marijuana concentrate, and marijuana-infused products submitted by adult-use providers and adult-use marijuana-infused products providers pursuant to [section 17] and related administrative rules prior to sale of the marijuana or marijuana-infused products;
- (b) samples of marijuana or marijuana-infused products collected by the department during inspections of registered premises; and
 - (c) samples submitted by consumers.

NEW SECTION. Section 13. Licensing as privilege -- criteria. (1) An adult-use provider license, adult-use marijuana-infused products provider license, adult-use dispensary license, or endorsement for manufacturing is a privilege that the state may grant to an applicant and is not a right to which an applicant is entitled. In making a licensing decision, the department shall consider:

- (a) the qualifications of the applicant; and
- (b) the suitability of the proposed registered premises.
- (2) The department may deny or revoke a license based on proof that the applicant made a knowing and material false statement in any part of the original application or renewal application.
- (3) The department may deny an adult-use provider license, adult-use marijuana-infused products provider license, adult-use dispensary license, or

endorsement for manufacturing if the applicant's proposed registered premises is situated within a zone of a locality where an activity related to the use of marijuana conflicts with an ordinance, a certified copy of which has been filed with the department.

- (4)(a) The department may deny a license for an adult-use provider, adult-use marijuana-infused products provider, or adult-use dispensary or an endorsement for manufacturing if the applicant's proposed registered premises:
 - (i) is not approved by local building, health, or fire officials; or
- (ii) is within 500 feet of and on the same street as a building used exclusively as a church, synagogue, or other place of worship or as a school or postsecondary school other than a commercially operated school, unless the locality allows for a reduced distance. This distance must be measured in a

straight line from the center of the nearest entrance of the place of worship or school to the nearest entrance of the licensee's premises.

- (b) For the purposes of this subsection (4), "school" and "postsecondary school" have the meanings provided in 20-5-402.
- (5) An adult-use provider, adult-use marijuana-infused products provider, or adult-use dispensary licensee may operate at a shared location with a provider, marijuana-infused products provider, or dispensary as defined in 50-46-302 if the provider, marijuana-infused products provider, or dispensary is owned by the same person.

NEW SECTION. Section 14. Legal protections -- allowable amounts.

(1) An adult-use provider or adult-use marijuana-infused products provider may have the canopy allotment allowed by the department. The canopy allotment is a cumulative total for all of the adult-use provider's or adult-use marijuanainfused products provider's registered premises.

- (2) Except as provided in [section 16], a person licensed under [sections 1 through 36] may not be arrested, prosecuted, penalized, or denied any right or privilege, including but not limited to civil fine or disciplinary action by a professional licensing board or the department of labor and industry, solely because the person cultivates, manufactures, possesses, or transports marijuana in the amounts allowed under [sections 1 through 36].
- (3) A person may not be arrested or prosecuted for possession, conspiracy as provided in 45-4-102, or any other offense solely for being in the presence or vicinity of the use of marijuana and marijuana-infused products as permitted under [sections 1 through 36].

- (4) Except as provided in [section 19], possession of or application for a license does not solely constitute probable cause to search a person or the property of a person or otherwise subject a person or property of a person to inspection by any governmental agency, including a law enforcement agency.
- (5) The provisions of this section relating to protection from arrest or prosecution do not apply to a person unless the person has obtained a license prior to an arrest or the filing of a criminal charge. It is not a defense to a criminal charge that a person obtains a license after an arrest or the filing of a criminal charge.
- (6) An adult-use provider or adult-use marijuana-infused products provider is presumed to be engaged in the use of marijuana as allowed by [sections 1 through 36] if the person is in possession of an amount of marijuana that does not exceed the amount permitted under [sections 1 through 36].

NEW SECTION. Section 15. Restrictions. (1) An adult-use provider or adult-use marijuana-infused products provider may not cultivate marijuana or manufacture marijuana concentrates or marijuana-infused products in a manner that is visible from the street or other public area without the use of binoculars, aircraft, or other optical aids.

- (2) An adult-use provider or adult-use marijuana-infused products provider may not cultivate, process, test, or store marijuana at any location other than the registered premises approved by the department and within an enclosed area that is secured in a manner that prevents access by unauthorized persons.
- (3) An adult-use provider or adult-use marijuana-infused products provider shall secure the provider's inventory and equipment during and after operating hours to deter and prevent theft of marijuana.

- (4) An adult-use provider or adult-use marijuana-infused products provider shall make the registered premises, books, and records available to the department for inspection and audit under [section 19] during normal business hours.
- (5) An adult-use provider or adult-use marijuana-infused products provider may not allow a person under 18 years of age to volunteer or work for the licensee.
- (6) Edible marijuana-infused candy may not be sold in shapes or packages that are attractive to children or that are easily confused with commercially sold candy that does not contain marijuana.
- (7) (a) Marijuana or a marijuana-infused product must be sold or otherwise transferred in resealable, child-resistant packaging designed to be significantly

difficult for children under 5 years of age to open and not difficult for adults to use properly.

- (b) Subsection (7)(a) does not apply to marijuana consumed on the premises where it is sold, if permitted by department rule.
- (8) An adult-use provider or adult-use marijuana-infused products provider may not sell or otherwise transfer tobacco or alcohol from a registered premises.

NEW SECTION. Section 16. Limitations of act. (1) [sections 1 through 36] do not permit:

(a) any individual to operate, navigate, or be in actual physical control of a motor vehicle, train, aircraft, motorboat, or other motorized form of transport while under the influence of marijuana;

- (b) consumption of marijuana while operating or being in physical control of a motor vehicle, train, aircraft, motorboat, or other motorized form of transport while it is being operated;
- (c) smoking marijuana while riding in the passenger seat within an enclosed compartment of a motor vehicle, train, aircraft, motorboat, or other motorized form of transport while it is being operated;
- (d) delivery or distribution of marijuana, with or without consideration, to a person under 21 years of age;
- (e) purchase, consumption, or use of marijuana by a person under 21 years of age;
- (f) possession or transport of marijuana by a person under 21 years of age unless the underage person is at least 18 years of age and is an employee of an

adult-use provider, adult-use marijuana-infused products provider, or adult-use dispensary and engaged in work activities;

- (g) possession or consumption of marijuana or possession of marijuana paraphernalia:
- (i) on the grounds of any property owned or leased by a school district, a public or private preschool, school, or postsecondary school as defined in 20-5-402;
 - (ii) in a school bus;
 - (iii) in a health care facility as defined in 50-5-101; or
 - (iv) on the grounds of any correctional facility;
 - (h) smoking marijuana in a location where smoking tobacco is prohibited;
- (i) consumption of marijuana in a public place, except as allowed by the department;

- (j) conduct that endangers others;
- (k) undertaking any task while under the influence of marijuana if doing so would constitute negligence or professional malpractice; or
- (l) performing solvent-based extractions on marijuana using solvents other than water, glycerin, propylene glycol, vegetable oil, or food-grade ethanol unless licensed for this activity by the department.
 - (2) Nothing in [sections 1 through 36] may be construed to:
- (a) require an employer to permit or accommodate conduct otherwise allowed by [sections 1 through 36] in any workplace or on the employer's property;
- (b) prohibit an employer from disciplining an employee for violation of a workplace drug policy or for working while intoxicated by marijuana;

- (c) prevent an employer from declining to hire, discharging, disciplining, or otherwise taking an adverse employment action against an individual with respect to hire, tenure, terms, conditions, or privileges of employment because of the individual's violation of a workplace drug policy or intoxication by marijuana while working.
- (3) Nothing in [sections 1 through 36] may be construed to prohibit a person from prohibiting or otherwise regulating the consumption, cultivation, distribution, processing, sale, or display of marijuana, marijuana-infused products, and marijuana paraphernalia on private property the person owns, leases, occupies, or manages, except that a lease agreement executed after [the effective date of this section] may not prohibit a tenant from lawfully possessing and consuming marijuana by means other than smoking unless required by federal law or to obtain federal funding.

- (4) Nothing in [sections 1 through 36] limits the rights, privileges, immunities, or defenses provided under Title 50, chapter 46, part 3.
- (5) An adult-use provider or adult-use marijuana-infused products provider who violates 15-64-103 or 15-64-104 is subject to revocation of the person's license from the date of the violation until a period of up to 1 year after the department of revenue certifies compliance with 15-64-103 or 15-64-104.

<u>NEW SECTION.</u> Section 17. Testing of marijuana and marijuana-infused products. (1) An adult-use provider or adult-use marijuana-infused products provider may not sell marijuana or marijuana-infused products until the marijuana or products have been tested by a testing laboratory or the department of agriculture and meet the requirements of 50-46-326.

- (2) An adult-use provider or adult-use marijuana-infused products provider shall submit material that has been collected in accordance with a sampling protocol established by the state laboratory by rule. The protocol must address the division of marijuana and marijuana-infused products into batch sizes for testing. Each batch must be tested in the following categories:
 - (a) flower;
 - (b) concentrate; and
 - (c) marijuana-infused product.
- (3) The state laboratory shall apply the same rules adopted pursuant to Title 50, chapter 46, part 3, regarding the types of tests, inspections, analysis, and certification that must be performed to ensure product safety and consumer protection to marijuana and marijuana products tested pursuant to [sections 1 through 36].

- (4) An adult-use provider or adult-use marijuana-infused products provider may request that material that has failed to pass the required tests be retested in accordance with the rules adopted by the state laboratory providing for retesting parameters and requirements.
- (5) Marijuana or a marijuana-infused product must include a label indicating that the marijuana or marijuana-infused product has been tested.

NEW SECTION. Section 18. Local government authority to regulate.

(1)(a) To protect the public health, safety, or welfare, a local government may by ordinance or resolution regulate an adult-use provider or adult-use marijuana-infused products provider that operates within the local government's jurisdictional area. The regulations may include but are not limited to inspections of registered premises and testing laboratories in order to ensure compliance with any public health, safety, and welfare requirements established by the department or the local government.

- (b) A local government may not adopt ordinances or regulations that are unduly burdensome.
- (2) The qualified electors of an incorporated municipality, county, or consolidated city-county may request an election on whether to prohibit by ordinance adult-use dispensaries from being located within the jurisdiction of the local government by filing a petition in accordance with 7-5-131 through 7-5-135 and 7-5-137.
- (3)(a) An election held pursuant to this section must be called, conducted, counted, and canvassed in accordance with Title 13, chapter 1, part 4.

- (b) Except as provided in subsection (3)(c), an election held pursuant to this section may not be held within 70 days before or after a primary, general, or regular local election.
- (c) An election pursuant to this section may be held in conjunction with a regular election of the governing body, general election, or a regular local or special election.
- (4) If the qualified electors of an incorporated municipality, county, or consolidated city-county vote to prohibit adult-use dispensaries from being located in the jurisdiction, the governing body shall enter the prohibition into the records of the local government and notify the department of the election results.

- (5)(a) If an election is held pursuant to this section in a county that contains within its limits a municipality of more than 5,000 persons according to the most recent federal decennial census:
- (i) it is not necessary for the registered qualified electors in the municipality to file a separate petition asking for a separate or different vote on the question of whether to prohibit adult-use dispensaries from being located in the municipality; and
- (ii) the county shall conduct the election in a manner that separates the votes in the municipality from those in the remaining parts of the county.
- (b) If a majority of the qualified electors in the county, including the qualified electors in the municipality, vote to prohibit adult-use dispensaries from being located in the county, the county may not allow adult-use dispensaries to operate in the county.

- (c) If a majority of the qualified electors in the municipality vote to prohibit adult-use dispensaries from being located in the municipality, the municipality may not allow adult-use dispensaries to operate in the municipality.
- (d) Nothing contained in this subsection (5) prevents any municipality from having a separate election under the terms of this section.
- (6)(a) An incorporated municipality, county, or consolidated city-county that has voted to prohibit adult-use dispensaries from being located in the jurisdiction may vote to discontinue the prohibition and to allow the previously prohibited operations within the incorporated municipality, county, or consolidated city-county.
- (b) A vote overturning a prohibition on operation of adult-use dispensaries is effective on the 90th day after the local election is held.

- (7) A local government may temporarily prohibit retail sales regulated under [sections 1 through 36] from being located within its jurisdiction through local ordinance until an election can be held pursuant to this section.
- (8) A local government may not prohibit the transportation of marijuana within or through its jurisdiction on public roads by any person licensed to do so by the department or as otherwise allowed by [sections 1 through 36].

<u>NEW SECTION.</u> Section 19. Inspections -- procedures -- prohibition on inspector affiliation with licensees. (1) The department shall conduct unannounced inspections of registered premises.

(2)(a) The department shall inspect annually each registered premises.

- (b) The department may collect samples during the inspection of a registered premises and submit the samples to all registered testing laboratories for testing as provided by the department by rule.
- (3)(a) Each adult-use provider and adult-use marijuana-infused products provider shall keep a complete set of records necessary to show all transactions with consumers. The records must be open for inspection by the department or state laboratory, as appropriate, and state or local law enforcement agencies during normal business hours.
 - (b) Each testing laboratory shall keep:
- (i) a complete set of records necessary to show all transactions with adultuse providers and adult-use marijuana-infused products providers; and
- (ii) all data, including instrument raw data, pertaining to the testing of marijuana and marijuana-infused products.

- (c) The records and data required under this subsection (3) must be open for inspection by the department and state or local law enforcement agencies during normal business hours.
- (d) The department may require an adult-use provider, adult-use marijuana-infused products provider, or testing laboratory to furnish information that the department considers necessary for the proper administration of [sections 1 through 36].
- (4)(a) Registered premises, including any places of storage, where marijuana is cultivated, manufactured, sold, stored, or tested are subject to entry by the department or state or local law enforcement agencies for the purpose of inspection or investigation during normal business hours.
- (b) If any part of the registered premises consists of a locked area, the provider or marijuana-infused products provider shall make the area available

for inspection immediately upon request of the department or state or local law enforcement officials.

- (5) If the department conducts an inspection because of a complaint against a licensee or registered premises and does not find a violation of [sections 1 through 36], the department shall give the licensee a copy of the complaint with the name of the complainant redacted.
- (6) The department may not hire or contract with a person to be an inspector if the person has worked during the previous 4 years for a Montana business or facility operating under [sections 1 through 36] or Title 50, chapter 46, part 3.
- (7) In addition to any other penalties provided under [sections 1 through 36], the department may revoke, suspend for up to 1 year, or refuse to renew a license or endorsement issued under [sections 1 through 36] if, upon inspection

and subsequent notice to the licensee, the department finds that any of the following circumstances exist:

- (a) a cause for which issuance of the license or endorsement could have been rejected had it been known to the department at the time of issuance;
- (b) a violation of an administrative rule adopted to carry out the provisions of [sections 1 through 36]; or
 - (c) noncompliance with any provision of [sections 1 through 36].
- (8) The department may suspend or modify a license or endorsement without advance notice upon a finding that presents an immediate threat to the health, safety, or welfare of consumers, employees of the licensee, or members of the public.
- (9) Review of a department action imposing a suspension, revocation, or other modification under [sections 1 through 36] must be conducted as a

contested case hearing under the provisions of the Montana Administrative Procedure Act.

- (10) The department shall establish a training protocol to ensure uniform application and enforcement of the requirements of [sections 1 through 36].
- (11) The department shall report biennially to the revenue interim committee concerning the results of inspections conducted under this section. The report must include the information required under [section 25].

<u>NEW SECTION.</u> Section 20. Unlawful conduct by licensees --penalties. (1) The department shall revoke and may not reissue a license or
endorsement belonging to an individual who:

(a) is convicted of a felony drug offense;

- (b) allows another individual not authorized or lawfully allowed to be in possession of the individual's license; or
- (c) fails to cooperate with the department concerning an investigation or inspection if the individual is licensed and cultivating marijuana, engaging in manufacturing, or manufacturing marijuana-infused products.
- (2) The department shall revoke a license issued under [sections 1 through 36] if the licensee:
- (a) purchases marijuana from an unauthorized source in violation of [sections 1 through 36];
- (b) sells marijuana, marijuana concentrate, or marijuana-infused products to a person the licensee knows or should know is under 21 years of age;
- (c) operates a carbon dioxide or hydrocarbon extraction system without obtaining a manufacturing endorsement; or

- (d) transports marijuana or marijuana-infused products outside of Montana, unless allowed by federal law.
- (3) A licensee who violates the advertising restrictions imposed under [section 24] is subject to:
 - (a) a written warning for the first violation;
 - (b) a 5-day license suspension or a \$500 fine for a second violation;
 - (c) a 5-day license suspension or a \$1,000 fine for a third violation;
 - (d) a 30-day license suspension or a \$2,500 fine for a fourth violation; and
 - (e) a license revocation for a fifth violation.
- (4) Except for the license revocations required under this section, a licensee shall choose whether to pay a fine or be subject to a license suspension when a penalty is imposed under this section.

- (5) A licensee whose license is revoked may not reapply for licensure for 3 years from the date of the revocation.
- (6) If no other penalty is specified under [sections 1 through 36], an adultuse provider or adult-use marijuana-infused products provider who violates [sections 1 through 36] is punishable by a civil fine not to exceed \$500, unless otherwise provided in [sections 1 through 36] or unless the violation would constitute a violation of Title 45. An offense constituting a violation of Title 45 must be charged and prosecuted pursuant to the provisions of Title 45.
- (7) Review of a department action imposing a fine, suspension, or revocation under [sections 1 through 36] must be conducted as a contested case hearing under the provisions of the Montana Administrative Procedure Act.

NEW SECTION. Section 21. Fraudulent representation -- penalties. (1) In addition to any other penalties provided by law, an individual who fraudulently represents to a law enforcement official that the individual is an adult-use provider or an adult-use marijuana-infused products provider is guilty of a civil fine not to exceed \$1,000.

(2) An individual convicted under this section may not be licensed as an adult-use provider or adult-use marijuana-infused products provider under [section 9].

NEW SECTION. Section 22. Law enforcement authority. Nothing in [sections 1 through 36] may be construed to limit a law enforcement agency's ability to investigate unlawful activity in relation to a person or individual with a license.

NEW SECTION. Section 23. Forfeiture. (1) Marijuana, paraphernalia relating to marijuana, or other property seized by a law enforcement official from a person claiming the protections of [sections 1 through 36] in connection with the cultivation, manufacture, possession, transportation, distribution, or use of marijuana must be returned to the person immediately upon a determination that the person is in compliance with the provisions of [sections 1 through 36].

(2) A law enforcement agency in possession of mature marijuana plants or seedlings seized as evidence is not responsible for the care and maintenance of the plants or seedlings.

NEW SECTION. Section 24. Advertising prohibited. (1) Persons with licenses may not advertise marijuana or marijuana-related products in any medium, including electronic media.

- (2) A listing in a directory of business authorized under [sections 1 through 36] is not advertising for the purposes of this section.
 - (3) A licensee may have a website but may not:
 - (a) include prices on the website; or
- (b) actively solicit consumers or out-of-state consumers through the website.
- (4) The department shall adopt rules to clearly identify the activities that constitute advertising that are prohibited under this section.

NEW SECTION. Section 25. Legislative monitoring. (1) The revenue interim committee shall provide oversight of the department's activities pursuant to [sections 1 through 36], including but not limited to monitoring of:

- (a) the number of licensees;
- (b) issues related to the cultivation, manufacture, sale, testing, and use of marijuana; and
- (c) the development, implementation, and use of the seed-to-sale tracking system established in accordance with [section 6].
- (2) The revenue interim committee shall identify issues likely to require future legislative attention and develop legislation to present to the next regular session of the legislature.
- (3) (a) The department shall periodically report to the revenue interim committee and submit a report to the legislative clearinghouse, as provided in

- 5-11-210, on persons who are licensed or registered pursuant to [section 9]. The report must include:
- (i) the number of adult-use providers, adult-use marijuana-infused products providers, and adult-use dispensaries licensed pursuant to [sections 1 through 36];
 - (ii) the number of endorsements approved for manufacturing;
 - (iii) the number of licenses revoked; and
- (iv) the amount of marijuana cultivated and sold pursuant to [sections 1 through 36].
- (b) The report may not provide any identifying information of adult-use providers, adult-use marijuana-infused products providers, or adult-use dispensaries.

- (4) The report on inspections required under [section 19] must include, at a minimum, the following information for both announced and unannounced inspections:
 - (a) the number of inspections conducted, by canopy licensure tier;
- (b) the number of adult-use providers or adult-use marijuana-infused products providers that were inspected more than once during the year;
- (c) the number of inspections that were conducted because of complaints made to the department; and
 - (d) the types of enforcement actions taken as a result of the inspections.
- (5) The reports provided for in this section must also be provided to the transportation interim committee provided for in 5-5-233.

<u>NEW SECTION.</u> Section 26. Rulemaking authority -- fees. (1) The department may adopt rules to implement and administer [sections 1 through 36], including:

- (a) the manner in which the department will consider applications for licenses and endorsements and renewal of licenses and endorsements;
 - (b) the acceptable forms of proof of Montana residency;
- (c) the procedures for obtaining fingerprints for the fingerprint-based and name-based background checks required under [section 9];
 - (d) the security and operating requirements for adult-use dispensaries;
- (e) the security and operating requirements for manufacturing, including but not limited to requirements for:
 - (i) safety equipment;

- (ii) extraction methods, including solvent-based and solvent-free extraction; and
 - (iii) post-processing procedures;
- (f) notice and contested case hearing procedures for fines or license and endorsement revocations, suspensions, or modifications;
- (g) implementation of a system to allow the tracking of marijuana and marijuana-infused products as required by [section 6];
- (h) labeling standards that protect public health by requiring the listing of pharmacologically active ingredients, including, but not limited to, tetrahydrocannabinol (THC), cannabidiol (CBD) and other cannabinoid content, the THC and other cannabinoid amount in milligrams per serving, the number of servings per package, and quantity limits per sale to comply with the allowable possession amount;

- (i) requirements that packaging and labels may not be made to be attractive to children, required warning labels, and that marijuana and marijuana-infused products be sold in resealable, child-resistant packaging to protect public health as provided in [section 15];
- (j) requirements and standards for the testing and retesting of marijuana and marijuana-infused products, including testing of samples collected during the department's inspections of registered premises;
- (k) the amount of variance allowable in the results of raw testing data that would warrant a departmental investigation of inconsistent results as provided in [section 7];
- (I) requirements and standards to prohibit or limit marijuana, marijuanainfused products, and marijuana accessories that are unsafe or contaminated;
 - (m) the activities that constitute advertising in violation of [section 24];

- (n) requirements and incentives to promote renewable energy, reduce water usage, and reduce packaging waste to maintain a clean and healthy environment in Montana; and
- (o) the fees for endorsements for manufacturing, testing laboratories, additional canopy licensure tiers created in accordance with [section 6], and the fingerprint-based and name-based background checks required under [section] 9]. The fees and other revenue collected through the taxes paid under [section 27], civil penalties imposed pursuant to [sections 1 through 36], and the licensing fees established by rule and in [section 5] must be sufficient to offset the expenses of administering [sections 1 through 36] but may not exceed the amount necessary to cover the costs to the department of implementing and enforcing [sections 1 through 36].

- (2) The department may not adopt any rule or regulation that is unduly burdensome or undermines the purposes of [sections 1 through 36].
- (3) The department may consult or contract with other public agencies in carrying out its duties under [sections 1 through 36].

NEW SECTION. Section 27. Tax on marijuana sales. (1) A tax on the purchase of marijuana and marijuana-infused products for consumption, use, or any purpose other than for use for a debilitating medical condition as provided in Title 50, chapter 46, part 3, or for resale in the regular course of business under the provisions of [sections 1 through 36] is imposed on the purchaser and must be collected at the time of the sale and paid by the seller to the department for deposit in the marijuana compensation state special

revenue account provided for in [section 35]. The tax is imposed at a rate of 20% of the retail price.

- (2) Adult-use marijuana providers and adult-use marijuana infused-products providers shall submit quarterly reports to the department listing the total dollar amount of sales to consumers from any registered premises, as defined in [section 2], operated by the adult-use marijuana providers or adult-use marijuana infused-products providers, including dispensaries. The report must be:
 - (a) made on forms prescribed by the department; and
 - (b) submitted within 15 days of the end of each calendar quarter.
- (3) At the time the report is filed, the licensee shall submit a payment equal to the percentage provided in subsection (1) of the total dollar amount of sales.

- (4) The department shall deposit the taxes paid under this section in the dedicated marijuana compensation state special revenue account established in [section 35] within the state special revenue fund established in 17-2-102.
- (5) The tax imposed by this part and related interest and penalties are a personal debt of the person required to file a return from the time that the liability arises, regardless of when the time for payment of the liability occurs.
- (6) For the purpose of determining liability for the filing of statements and the payment of taxes, penalties, and interest owed under [sections 28 through 31]:
- (a) the officer of a corporation whose responsibility it is to truthfully account for and pay to the state taxes provided for in [sections 28 through 31] and who fails to pay the taxes is liable to the state for the taxes and the penalty and interest due on the amounts;

- (b) each officer of the corporation, to the extent that the officer has access to the requisite records, is individually liable along with the corporation for filing statements and for unpaid taxes, penalties, and interest upon a determination that the officer:
- (i) possessed the responsibility to file statements and pay taxes on behalf of the corporation; and
- (ii) possessed the responsibility on behalf of the corporation for directing the filing of statements or the payment of other corporate obligations and exercised that responsibility, resulting in the corporation's failure to file statements required by this part or pay taxes due as required by this part;
- (c) each partner of a partnership is jointly and severally liable, along with the partnership, for any statements, taxes, penalties, and interest due while a partner;

- (d) each member of a limited liability company that is treated as a partnership or as a corporation for income tax purposes is jointly and severally liable, along with the limited liability company, for any statements, taxes, penalties, and interest due while a member;
- (e) the member of a single-member limited liability company that is disregarded for income tax purposes is jointly and severally liable, along with the limited liability company, for any statements, taxes, penalties, and interest due while a member; and
- (f) each manager of a manager-managed limited liability company is jointly and severally liable, along with the limited liability company, for any statements, taxes, penalties, and interest due while a manager.

- (7) In determining which corporate officer is liable, the department is not limited to considering the elements set forth in subsection (6)(a) to establish individual liability and may consider any other available information.
- (8) In the case of a bankruptcy, the liability of the individual remains unaffected by the discharge of penalty and interest against the corporation. The individual remains liable for any statements and the amount of taxes, penalties, and interest unpaid by the entity.
- (9) The tax levied pursuant to this section is separate from and in addition to any general state and local sales and use taxes that apply to retail sales, which must continue to be collected and distributed as provided by law.
- (10) The tax levied under this section must be used, as designated in [section 35], for purposes that provide compensation for the economic and social costs of past and current marijuana cultivation, processing, and use,

including funding of conservation programs to offset the use of water and soil in marijuana cultivation, funding to offset costs of provisions of health care associated with prior uses and health impacts of unregulated marijuana, funding for substance abuse treatment and prevention, funding of veterans' programs to offset prior uses of unregulated marijuana in ways that harmed veterans, funding to localities where marijuana is sold to offset the costs associated with marijuana regulation, and funding for the general fund to account for any costs to the state from marijuana use and regulation.

<u>NEW SECTION</u>. Section 28. Returns—payment—recordkeeping—authority of department. (1) Each adult-use marijuana provider and adult-use marijuana infused-products provider shall file a return, on a form provided by the department, and pay the tax due as provided in [section 27].

- (2) Each return must be authenticated by the person filing the return or by the person's agent authorized in writing to file the return.
- (3)(a) A person required to pay to the department the taxes imposed by this part shall keep for 5 years:
 - (i) all receipts issued; and
- (ii) an accurate record of all sales of marijuana products, showing the name and address of each purchaser, the date of sale, and the quantity, kind, and retail price of each product sold.
- (b) For the purpose of determining compliance with the provisions of this part, the department is authorized to examine or cause to be examined any books, papers, records, or memoranda relevant to making a determination of the amount of tax due, whether the books, papers, records, or memoranda are the property of or in the possession of the person filing the return or another

person. In determining compliance, the department may use statistical sampling and other sampling techniques consistent with generally accepted auditing standards. The department may also:

- (i) require the attendance of a person having knowledge or information relevant to a return;
- (ii) compel the production of books, papers, records, or memoranda by the person required to attend;
- (iii) implement the provisions of 15-1-703 if the department determines that the collection of the tax is or may be jeopardized because of delay;
 - (iv) take testimony on matters material to the determination; and
 - (v) administer oaths or affirmations.
- (4) Pursuant to rules established by the department, returns may be computer-generated and electronically filed.

NEW SECTION. Section 29. Deficient assessment—penalty and interest—statute of limitations. (1) If the department determines that the amount of the tax due is greater than the amount disclosed by a return, it shall mail to the adult-use marijuana provider or adult-use marijuana infusedproducts provider a notice, pursuant to 15-1-211, of the additional tax proposed to be assessed. The notice must contain a statement that if payment is not made, a warrant for distraint may be filed. The adult-use marijuana provider or adult-use marijuana infused-products provider may seek review of the determination pursuant to 15-1-211.

(2) Penalty and interest must be added to a deficiency assessment as provided in 15-1-216. The department may waive any penalty pursuant to 15-1-206.

(3) The amount of tax due under any return may be determined by the department within 5 years after the return was filed, regardless of whether the return was filed on or after the last day prescribed for filing. For purposes of this section, a return due under this part and filed before the last day prescribed by law or rule is considered to be filed on the last day prescribed for filing.

<u>NEW SECTION.</u> Section 30. Procedure to compute tax in absence of statement—estimation of tax—failure to file—penalty and interest. (1) If the adult-use marijuana provider or adult-use marijuana infused-products provider fails to file any return required by [section 28] within the time required, the department may, at any time, audit the adult-use marijuana provider or adult-use marijuana infused-products provider or estimate the taxes due from any information in its possession and, based on the audit or estimate, assess

the adult-use marijuana provider or adult-use marijuana infused-products provider for the taxes, penalties, and interest due the state.

(2) The department shall impose penalty and interest as provided in 15-1-216. The department shall mail to the adult-use marijuana provider or adult-use marijuana infused-products provider a notice, pursuant to 15-1-211, of the tax, penalty, and interest proposed to be assessed. The notice must contain a statement that if payment is not made, a warrant for distraint may be filed. The adult-use marijuana provider or adult-use marijuana infused-products provider may seek review of the determination pursuant to 15-1-211. The department may waive any penalty pursuant to 15-1-206.

<u>NEW SECTION.</u> Section 31. Authority to collect delinquent taxes. (1)(a) The department shall collect taxes that are delinquent as determined under this part.

- (b) If a tax imposed by this part or any portion of the tax is not paid when due, the department may issue a warrant for distraint as provided in Title 15, chapter 1, part 7.
- (2) In addition to any other remedy, in order to collect delinquent taxes after the time for appeal has expired, the department may direct the offset of tax refunds or other funds due the adult-use marijuana provider or adult-use marijuana infused-products provider from the state, except wages subject to the provisions of 25-13-614 and retirement benefits.

- (3) As provided in 15-1-705, the adult-use marijuana provider or adult-use marijuana infused-products provider has the right to a review of the tax liability prior to any offset by the department.
- (4) The department may file a claim for state funds on behalf of the adultuse marijuana provider or adult-use marijuana infused-products provider if a claim is required before funds are available for offset.

NEW SECTION. **Section 32. Refunds—interest--limitations.** (1) A claim for a refund or credit as a result of overpayment of taxes collected under this part must be filed within 5 years of the date that the return was due, without regard to any extension of time for filing.

- (2)(a) Interest paid by the department on an overpayment must be paid or credited at the same rate as the rate charged on delinquent taxes under 15-1-216.
- (b) Except as provided in subsection (2)(c), interest must be paid from the date that the return was due or the date of overpayment, whichever is later. Interest does not accrue during any period in which the processing of a claim is delayed more than 30 days because the taxpayer has not furnished necessary information.
 - (c) The department is not required to pay interest if:
- (i) the overpayment is refunded or credited within 6 months of the date that a claim was filed; or
 - (ii) the amount of overpayment and interest does not exceed \$1.

NEW SECTION. Section 33. Information—confidentiality—agreements with another state. (1)(a) Except as provided in subsections (2) through (5), in accordance with 15-30-2618 and 15-31-511, it is unlawful for an employee of the department or any other public official or public employee to disclose or otherwise make known information that is disclosed in a return or report required to be filed under this part or information that concerns the affairs of the person making the return and that is acquired from the person's records, officers, or employees in an examination or audit.

(b) This section may not be construed to prohibit the department from publishing statistics if they are classified in a way that does not disclose the identity of a person making a return or the content of any particular report or return. A person violating the provisions of this section is subject to the penalty

provided in 15-30-2618 or 15-31-511 for violating the confidentiality of individual income tax or corporate income tax information.

- (2)(a) This section may not be construed to prohibit the department from providing information obtained under this part to:
- (i) the department of justice or law enforcement to be used for the purpose of investigation and prevention of noncompliance, tax evasion, fraud, and abuse under this part; or
- (ii) the department to be used for the purpose of investigation and prevention of noncompliance, fraud, and abuse under [sections 1 through 36].
- (b) The department may enter into an agreement with the taxing officials of another state for the interpretation and administration of the laws of their state that provide for the collection of a sales tax or use tax in order to promote fair and equitable administration of the laws and to eliminate double taxation.

- (c) In order to implement the provisions of this part, the department may furnish information on a reciprocal basis to the taxing officials of another state if the information remains confidential under statutes within the state receiving the information that are similar to this section.
- (3) In order to facilitate processing of returns and payment of taxes required by this part, the department may contract with vendors and may disclose data to the vendors. The data disclosed must be administered by the vendor in a manner consistent with this section.
- (4)(a) The officers charged with the custody of the reports and returns may not be required to produce them or evidence of anything contained in them in an action or proceeding in a court, except in an action or proceeding:
- (i) to which the department is a party under the provisions of this part or any other taxing act; or

- (ii) on behalf of a party to any action or proceedings under the provisions of this part or other taxes when the reports or facts shown by the reports are directly involved in the action or proceedings.
- (b) The court may require the production of and may admit in evidence only as much of the reports or of the facts shown by the reports as are pertinent to the action or proceedings.
- (5) This section may not be construed to limit the investigative authority of the legislative branch, as provided in 5-11-106, 5-12-303, or 5-13-309.

NEW SECTION. **Section 34. Department to make rules.** The department shall prescribe rules necessary to carry out the purposes of imposing and collecting the marijuana tax on gross sales on adult-use marijuana providers and adult-use marijuana infused-products providers.

NEW SECTION. Section 35. Marijuana compensation special revenue account. (1) There is a dedicated marijuana compensation state special revenue account within the state special revenue fund established in 17-2-102, to be administered by the department.

- (2) Marijuana sales taxes collected under the provisions of [sections 27 through 34] must, in accordance with the provisions of 17-2-124, be deposited into the account along with any interest and income earned on the account.
- (3) Funds deposited into the account must be transferred in the following amounts to provide funding as set out below:
- (a) 4.125% of the funds to be deposited into the nongame wildlife account established in 87-5-121;
- (b) 4.125% of the funds to be deposited into the state park account established in 23-1-105(1);

- (c) 4.125% of the funds to be deposited into the trails and recreational facilities account established in 23-2-108;
- (d) 37.125% of the funds to be deposited to the credit of the department of fish, wildlife, and parks to be used solely as funding for wildlife habitat in the same manner as funding generated under 87-1-242(3) and used pursuant to 87-1-209;
 - (e) 10.5% to the state general fund; and
- (f) the remainder in the subaccounts provided for in this subsection (3)(f). There are subaccounts in the marijuana compensation special revenue account established by subsection (1). Funding deposited into this account under subsection (2) is further deposited into subaccounts to be used only as follows:
- (i) 10% of the funds to be deposited into a subaccount to be administered by the department of public health and human services to provide grants to

existing agencies and not-for-profit organizations, whether government or community-based, to increase access to evidence-based low-barrier drug addiction treatment, prioritizing medically proven treatment and overdose prevention and reversal methods and public or private treatment options with an emphasis on reintegrating recipients into their local communities, to support overdose prevention education, and to support job placement, housing, and counseling for those with substance use disorders;

- (ii) 10% of the funds to be deposited into a subaccount to be administered by the department of commerce for distribution to the local government representing the locality where the retail sales occurred;
- (iii) 10% of the funds to be deposited into a subaccount to be administered by the veterans' affairs division of the department of military affairs to provide

services and assistance for all Montana veterans and surviving spouses and dependents; and

- (iv) 10% of the funds to be deposited into a subaccount to be administered by the Montana department of health and human services to administer Medicaid rate increases that provide for a wage increase to health care workers who provide direct Medicaid funded home and community health services for elderly and disabled persons.
- (v) Funds transferred from the accounts and subaccounts provided in subsection (3) may be used only to increase revenue for the purposes specified and may not be used to supplant other sources of revenue used for these purposes.
- (4) Funds deposited into the account provided in subsection (1) may be used only to increase revenue to each special revenue account or subaccount

set forth in subsection (3) and may not be used to supplant other sources of revenue for these purposes.

NEW SECTION. Section 36. Retroactive application. (1) A person currently serving a sentence for an act that is permitted under [sections 1 through 36] or is punishable by a lesser sentence under [sections 1 through 36] than the person was awarded may petition for an expungement of the conviction or resentencing.

(2) Upon receiving a petition under subsection (1), the court shall presume the petitioner satisfies the criteria in subsection (1) unless the county attorney proves by clear and convincing evidence that the petitioner does not satisfy the criteria. If the petitioner satisfies the criteria in subsection (1), the court shall grant the petition unless the court determines that granting the petition would pose an unreasonable risk of danger to public safety.

- (3) A person who is serving a sentence and is resentenced pursuant to subdivision (1) must be given credit for any time already served and may not be subject to supervision.
- (4) Resentencing under this section may not result in the imposition of a term longer than the original sentence or the reinstatement of charges dismissed pursuant to a negotiated plea agreement.
- (5) (a) A person who has completed a sentence for an act that is permitted under [sections 1 through 36] or is punishable by a lesser sentence under [sections 1 through 36] than the person was awarded may petition the sentencing court to:
 - (i) expunge the conviction; or

- (ii) redesignate the conviction as a misdemeanor or civil infraction in accordance with [sections 1 through 36].
- (b) The petition must be served on the county attorney for the county where the petition is filed.
- (6) Upon receiving a petition under subsection (5), the court shall presume the petitioner satisfies the criteria in subsection (5) unless the county attorney proves by clear and convincing evidence that the petitioner does not satisfy the criteria. Once the applicant satisfies the criteria in subsection (5), the court shall redesignate the conviction as a misdemeanor or civil infraction or expunge the conviction as legally invalid pursuant to [sections 1 through 36].
- (7) Unless requested by the applicant, no hearing is necessary to grant or deny an application filed under subsection (5).

- (8) Any felony conviction that is recalled under subsection (1) or designated as a misdemeanor or civil infraction under subsection (5) must be considered a misdemeanor or civil infraction for all purposes. Any misdemeanor conviction that is recalled and resentenced under subsection (1) or designated as a civil infraction under subsection (5) must be considered a civil infraction for all purposes.
- (9) Nothing in this section constitutes a waiver of any right or remedy otherwise available to the petitioner or applicant.
- (10) Nothing in [sections 1 through 36] is intended to impact the finality of judgment in any case not falling within the purview of [sections 1 through 36].
- (11) The provisions of this section apply equally to juvenile cases if the juvenile would not have been guilty of an offense or would have been guilty of a lesser offense under [sections 1 through 36].

Section 37. Section 7-1-111, MCA, is amended to read:

- "7-1-111. Powers denied. A local government unit with self-government powers is prohibited from exercising the following:
- (1) any power that applies to or affects any private or civil relationship, except as an incident to the exercise of an independent self-government power;
- (2) any power that applies to or affects the provisions of 7-33-4128 or Title 39, except that subject to those provisions, it may exercise any power of a public employer with regard to its employees;
- (3) any power that applies to or affects the public school system, except that a local unit may impose an assessment reasonably related to the cost of any service or special benefit provided by the unit and shall exercise any power that it is required by law to exercise regarding the public school system;

- (4) any power that prohibits the grant or denial of a certificate of compliance or a certificate of public convenience and necessity pursuant to Title 69, chapter 12;
- (5) any power that establishes a rate or price otherwise determined by a state agency;
- (6) any power that applies to or affects any determination of the department of environmental quality with regard to any mining plan, permit, or contract;
- (7) any power that applies to or affects any determination by the department of environmental quality with regard to a certificate of compliance;
- (8) any power that defines as an offense conduct made criminal by state statute, that defines an offense as a felony, or that fixes the penalty or sentence

for a misdemeanor in excess of a fine of \$500, 6 months' imprisonment, or both, except as specifically authorized by statute;

- (9) any power that applies to or affects the right to keep or bear arms, except that a local government has the power to regulate the carrying of concealed weapons;
- (10) any power that applies to or affects a public employee's pension or retirement rights as established by state law, except that a local government may establish additional pension or retirement systems;
- (11) any power that applies to or affects the standards of professional or occupational competence established pursuant to Title 37 as prerequisites to the carrying on of a profession or occupation;
- (12) except as provided in 7-3-1105, 7-3-1222, or 7-31-4110, any power that applies to or affects Title 75, chapter 7, part 1, or Title 87;

- (13) any power that applies to or affects landlords, as defined in 70-24-103, when that power is intended to license landlords or to regulate their activities with regard to tenants beyond what is provided in Title 70, chapters 24 and 25. This subsection is not intended to restrict a local government's ability to require landlords to comply with ordinances or provisions that are applicable to all other businesses or residences within the local government's jurisdiction.
- (14) subject to 7-32-4304, any power to enact ordinances prohibiting or penalizing vagrancy;
- (15) subject to 80-10-110, any power to regulate the registration, packaging, labeling, sale, storage, distribution, use, or application of commercial fertilizers or soil amendments, except that a local government may enter into a cooperative agreement with the department of agriculture concerning the use and application of commercial fertilizers or soil amendments. This subsection is

not intended to prevent or restrict a local government from adopting or implementing zoning regulations or fire codes governing the physical location or siting of fertilizer manufacturing, storage, and sales facilities.

(16) subject to 80-5-136(10), any power to regulate the cultivation, harvesting, production, processing, sale, storage, transportation, distribution, possession, use, and planting of agricultural seeds or vegetable seeds as defined in 80-5-120. This subsection is not intended to prevent or restrict a local government from adopting or implementing zoning regulations or building codes governing the physical location or siting of agricultural or vegetable seed production, processing, storage, sales, marketing, transportation, or distribution facilities.

(17) any power that prohibits the operation of a mobile amateur radio station from a motor vehicle, including while the vehicle is in motion, that is

operated by a person who holds an unrevoked and unexpired official amateur radio station license and operator's license, "technician" or higher class, issued by the federal communications commission of the United States;

- (18) subject to 76-2-240 and 76-2-340, any power that prevents the erection of an amateur radio antenna at heights and dimensions sufficient to accommodate amateur radio service communications by a person who holds an unrevoked and unexpired official amateur radio station license and operator's license, "technician" or higher class, issued by the federal communications commission of the United States;
- (19) any power to require a fee and a permit for the movement of a vehicle, combination of vehicles, load, object, or other thing of a size exceeding the maximum specified in 61-10-101 through 61-10-104 on a highway that is under the jurisdiction of an entity other than the local government unit;

- (20) any power to enact an ordinance governing the private use of an unmanned aerial vehicle in relation to a wildfire;
- (21) any power to prohibit completely adult-use providers, adult-use marijuana-infused products providers, and adult-use dispensaries from being located within the jurisdiction of the local government except as allowed in [sections 1 through 36]."

Section 38. Section 23-1-105, MCA, is amended to read:

"23-1-105. Fees and charges -- use of motor vehicle registration fee. (1)(a) The department may levy and collect reasonable fees or other charges for the use of privileges and conveniences that may be provided and to grant concessions that it considers advisable, except as provided in subsections (2) and (6).

- (b) There must be deposited into a state special revenue fund in the state treasury to the credit of the department:
- (i) All all money derived from the activities of the department, except as provided in subsection (5), must be deposited in the state treasury in a state special revenue fund to the credit of the department; and
 - (ii) money from marijuana taxes deposited under [section 35].
- (2) Overnight camping fees established by the department under subsection (1) must be discounted 50% for a campsite rented by a person who is a resident of Montana, as defined in 87-2-102, and is:
 - (a) 62 years of age or older;
- (b) certified as disabled in accordance with rules adopted by the department; or

- (c) a veteran of the armed forces. While camping at a discounted rate, the veteran shall carry proof of the person's veteran status, such as a DD form 214, U.S. department of veterans affairs identification card, or a driver's license indicating the person's veteran status.
- (3) For a violation of any fee collection rule involving a vehicle, the registered owner of the vehicle at the time of the violation is personally responsible if an adult is not in the vehicle at the time the violation is discovered by an authorized officer. A defense that the vehicle was driven into the fee area by another person is not allowable unless it is shown that at that time, the vehicle was being used without the consent of the registered owner.
- (4) Money received from the collection of fees and charges is subject to the deposit requirements of 17-6-105(6) unless the department has submitted and received approval for a modified deposit schedule pursuant to 17-6-105(8).

(5) There is a fund of the enterprise fund type, as defined in 17-2-102(2)(a), for the purpose of managing state park visitor services revenue. The fund is to be used by the department to serve the recreating public by providing for the obtaining of inventory through purchase, production, or donation and for the sale of educational, commemorative, and interpretive merchandise and other related goods and services at department sites and facilities. The fund consists of money from the sale of educational, commemorative, and interpretive merchandise and other related goods and services and from donations. Gross revenue from the sale of educational, commemorative, and interpretive merchandise and other related goods and services must be deposited in the fund. All interest and earnings on money deposited in the fund must be credited to the fund for use as provided in this subsection.

- (6) In recognition of the fact that individuals support state parks through the payment of certain motor vehicle registration fees, persons who pay the fee provided for in 61-3-321(19)(a) may not be required to pay a day-use fee for access to state parks. Other fees for the use of state parks and fishing access sites, such as overnight camping fees, are still chargeable and may be collected by the department.
- (7) Any increase in the motor vehicle registration fee collected pursuant to 61-3-321(19)(a) on or after January 1, 2012, that is dedicated to state parks must be used by the department for maintenance and operation of state parks."

Section 39. Section 23-2-108, MCA, is amended to read:

- "23-2-108. (Effective January 1, 2020) Trails and recreational facilities account. (1) There is a trails and recreational facilities account in the state special revenue fund established in 17-2-102.
 - (2) There must be paid into the account:
 - (a) money collected pursuant to 61-3-321(19)(a)(iii); and
 - (b) money from marijuana taxes deposited under [section 35].
- (3) Money in the account may only be used by the department to provide trails and recreational facilities grants pursuant to 23-2-109.
- (4) Interest and income earned on the account and any unspent or unencumbered money in the account at the end of a fiscal year must remain in the account."

Section 40. Section 41-5-206, MCA, is amended to read:

"41-5-206. Filing in district court prior to formal proceedings in youth court. (1) The county attorney may, in the county attorney's discretion and in accordance with the procedure provided in 46-11-201, file with the district court a motion for leave to file an information in the district court if:

- (a) the youth charged was 12 years of age or older at the time of the conduct alleged to be unlawful and the unlawful act would if it had been committed by an adult constitute:
 - (i) sexual intercourse without consent as defined in 45-5-503;
 - (ii) deliberate homicide as defined in 45-5-102;
 - (iii) mitigated deliberate homicide as defined in 45-5-103;
 - (iv) assault on a peace officer or judicial officer as defined in 45-5-210; or
- (v) the attempt, as defined in 45-4-103, of or accountability, as provided in 45-2-301, for either deliberate or mitigated deliberate homicide; or

- (b) the youth charged was 16 years of age or older at the time of the conduct alleged to be unlawful and the unlawful act is one or more of the following:
 - (i) negligent homicide as defined in 45-5-104;
 - (ii) arson as defined in 45-6-103;
 - (iii) aggravated assault as defined in 45-5-202;
 - (iv) sexual assault as provided in 45-5-502(3);
 - (v) assault with a weapon as defined in 45-5-213;
 - (vi) robbery as defined in 45-5-401;
 - (vii) burglary or aggravated burglary as defined in 45-6-204;
 - (viii) aggravated kidnapping as defined in 45-5-303;
 - (ix) possession of explosives as defined in 45-8-335;
 - (x) criminal distribution of dangerous drugs as defined in 45-9-101;

- (xi) criminal possession of dangerous drugs as defined in 45-9-102(3) 45-9-102(2);
 - (xii) criminal possession with intent to distribute as defined in 45-9-103(1);
- (xiii) criminal production or manufacture of dangerous drugs as defined in 45-9-110;
- (xiv) use of threat to coerce criminal street gang membership or use of violence to coerce criminal street gang membership as defined in 45-8-403;
 - (xv) escape as defined in 45-7-306;
- (xvi) attempt, as defined in 45-4-103, of or accountability, as provided in 45-2-301, for any of the acts enumerated in subsections (1)(b)(i) through (1)(b)(xv).

- (2) The county attorney shall file with the district court a petition for leave to file an information in district court if the youth was 17 years of age at the time the youth committed an offense listed under subsection (1).
- (3) The district court shall grant leave to file the information if it appears from the affidavit or other evidence supplied by the county attorney that there is probable cause to believe that the youth has committed the alleged offense. Within 30 days after leave to file the information is granted, the district court shall conduct a hearing to determine whether the matter must be transferred back to the youth court, unless the hearing is waived by the youth or by the youth's counsel in writing or on the record. The hearing may be continued on request of either party for good cause. The district court may not transfer the case back to the youth court unless the district court finds, by a preponderance of the evidence, that:

- (a) a youth court proceeding and disposition will serve the interests of community protection;
- (b) the nature of the offense does not warrant prosecution in district court; and
- (c) it would be in the best interests of the youth if the matter was prosecuted in youth court.
- (4) The filing of an information in district court terminates the jurisdiction of the youth court over the youth with respect to the acts alleged in the information. A youth may not be prosecuted in the district court for a criminal offense originally subject to the jurisdiction of the youth court unless the case has been filed in the district court as provided in this section. A case may be transferred to district court after prosecution as provided in 41-5-208 or 41-5-1605.

- (5) An offense not enumerated in subsection (1) that arises during the commission of a crime enumerated in subsection (1) may be:
 - (a) tried in youth court;
- (b) transferred to district court with an offense enumerated in subsection (1) upon motion of the county attorney and order of the district court. The district court shall hold a hearing before deciding the motion.
- (6) If a youth is found guilty in district court of an offense enumerated in subsection (1) and any offense that arose during the commission of a crime enumerated in subsection (1), the court shall sentence the youth pursuant to 41-5-2503 and Titles 45 and 46. If a youth is acquitted in district court of all offenses enumerated in subsection (1), the district court shall sentence the youth pursuant to Title 41 for any remaining offense for which the youth is found guilty. A youth who is sentenced to the department or a state prison must

be evaluated and placed by the department in an appropriate juvenile or adult correctional facility. The department shall confine the youth in an institution that it considers proper, including a state youth correctional facility under the procedures of 52-5-111. However, a youth under 16 years of age may not be confined in a state prison facility. During the period of confinement, schoolaged youth with disabilities must be provided an education consistent with the requirements of the federal Individuals With Disabilities Education Act, 20 U.S.C. 1400, et seq.

(7) If a youth's case is filed in the district court and remains in the district court after the transfer hearing, the youth may be detained in a jail or other adult detention facility pending final disposition of the youth's case if the youth is kept in an area that provides physical separation from adults accused or convicted of criminal offenses."

Section 41. Section 45-9-101, MCA, is amended to read:

- "45-9-101. Criminal distribution of dangerous drugs. (1) Except as provided in Title 50, chapter 46, or [sections 1 through 36], a person commits the offense of criminal distribution of dangerous drugs if the person sells, barters, exchanges, gives away, or offers to sell, barter, exchange, or give away any dangerous drug, as defined in 50-32-101.
- (2) A person convicted of criminal distribution of marijuana or its derivatives in an amount the aggregate weight of which does not exceed 60 grams of marijuana or 1 gram of hashish shall be imprisoned in the state prison for a term not to exceed 5 years and may be fined not more than \$5,000.
- (3) A person convicted of criminal distribution of dangerous drugs involving giving away or sharing any dangerous drug, as defined in 50-32-101, shall be sentenced as provided in 45-9-102.

- (4) A person convicted of criminal distribution of dangerous drugs not otherwise provided for in subsection (1), (2), (3), or (5) shall be imprisoned in the state prison for a term not to exceed 25 years or be fined an amount of not more than \$50,000, or both.
- (5) A person who was an adult at the time of distribution and who is convicted of criminal distribution of dangerous drugs to a minor shall be sentenced as follows:
- (a) For a first offense, the person shall be imprisoned in the state prison for a term not to exceed 40 years and may be fined not more than \$50,000.
- (b) For a second or subsequent offense, the person shall be imprisoned in the state prison for a term not to exceed life and may be fined not more than \$50,000.

(6) Practitioners, as defined in 50-32-101, and agents under their supervision acting in the course of a professional practice are exempt from this section."

Section 42. Section 45-9-102, MCA, is amended to read:

"45-9-102. Criminal possession of dangerous drugs. (1) Except as provided in 50-32-609—or, Title 50, chapter 46, or [sections 1 through 36], a person commits the offense of criminal possession of dangerous drugs if the person possesses any dangerous drug, as defined in 50-32-101,

(2) A person convicted of criminal possession of marijuana or its derivatives in an amount the aggregate weight of which does not exceed 60 grams of marijuana or 1 gram of hashish greater than permitted or for which a penalty is

not specified under [sections 1 through 36] is, for the first offense, guilty of a misdemeanor and shall be punished by a fine not to exceed \$500.

- (a) A person convicted of a second offense under this subsection (2) shall be fined an amount not to exceed \$500 or be imprisoned in the county jail for a term not to exceed 6 months, or both.
- (b) A person convicted of a third or subsequent offense under this subsection (2) shall be fined an amount not to exceed \$1,000 or be imprisoned in the county jail for a term not to exceed 1 year, or both.
- (c) This subsection does not apply to the possession of synthetic cannabinoids listed as dangerous drugs in 50-32-222.
- (3)(2) A person convicted of criminal possession of dangerous drugs not otherwise provided for in subsection (1) or (2) shall be imprisoned in the state

prison for a term not to exceed 5 years or be fined an amount not to exceed \$5,000, or both.

(4)(3) A person convicted of a first violation under this section is presumed to be entitled to a deferred imposition of sentence of imprisonment.

(5)(4) Ultimate users and practitioners, as defined in 50-32-101, and agents under their supervision acting in the course of a professional practice are exempt from this section."

Section 43. Section 45-9-103, MCA, is amended to read:

"45-9-103. Criminal possession with intent to distribute. (1) Except as provided in Title 50, chapter 46, or [sections 1 through 36], a person commits the offense of criminal possession with intent to distribute if the person possesses with intent to distribute any dangerous drug as defined in 50-32-101.

- (2) A person convicted of criminal possession of marijuana or its derivatives in an amount the aggregate weight of which does not exceed 60 grams of marijuana or 1 gram of hashish greater than permitted or for which a penalty is not specified under [sections 1 through 36] shall be imprisoned in the state prison for a term of not more than 5 years or be fined an amount not to exceed \$5,000, or both.
- (3)(2) A person convicted of criminal possession with intent to distribute not otherwise provided for in subsection (2) shall be imprisoned in the state prison for a term of not more than 20 years or be fined an amount not to exceed \$50,000, or both.
- (4)(3) Practitioners, as defined in 50-32-101, and agents under their supervision acting in the course of a professional practice are exempt from this section."

Section 44. Section 45-9-110, MCA, is amended to read:

"45-9-110. Criminal production or manufacture of dangerous drugs.

- (1) Except as provided in Title 50, chapter 46, or [sections 1 through 36], a person commits the offense of criminal production or manufacture of dangerous drugs if the person knowingly or purposely produces, manufactures, prepares, cultivates, compounds, or processes a dangerous drug, as defined in 50-32-101.
- (2) A person convicted of criminal production or manufacture of dangerous drugs, as defined in 50-32-101, shall be imprisoned in the state prison for a term of not more than 25 years and may be fined an amount not to exceed \$50,000.
- (3) A person convicted of criminal production or manufacture of marijuana or tetrahydrocannabinol in an amount greater than permitted or for which a penalty is not specified under under Title 50, chapter 46 or [sections 1 through 36] or manufacture without the appropriate license and endorsement pursuant

to Title 50, chapter 46 or [sections 1 through 36] shall be imprisoned in the state prison for a term of not more than 5 years and may be fined an amount not to exceed \$5,000, except that if the total weight is more than a pound or the number of plants is more than 30, the person shall be imprisoned in the state prison for a term of not more than 25 years and may be fined an amount not to exceed \$50,000. "Weight" means the weight of the dry plant and includes the leaves and stem structure but does not include the root structure.

(4) Practitioners, as defined in 50-32-101, and agents under their supervision acting in the course of a professional practice are exempt from this section."

Section 45. Section 45-9-127, MCA, is amended to read:

- "45-9-127. Carrying dangerous drugs on train -- penalty. (1) Except as provided in Title 50, chapter 46, or [sections 1 through 36], a person commits the offense of carrying dangerous drugs on a train in this state if the person is knowingly or purposely in criminal possession of a dangerous drug and boards any train.
- (2) A person convicted of carrying dangerous drugs on a train in this state is subject to the penalties provided in 45-9-102."

Section 46. Section 45-10-103, MCA, is amended to read:

"45-10-103. Criminal possession of drug paraphernalia. Except as provided in 50-32-609—or, Title 50, chapter 46, or [sections 1 through 36] it is unlawful for a person to use or to possess with intent to use drug paraphernalia to plant, propagate, cultivate, grow, harvest, manufacture, compound, convert,

produce, process, prepare, test, analyze, pack, repack, store, contain, conceal, inject, ingest, inhale, or otherwise introduce into the human body a dangerous drug. A person who violates this section is guilty of a misdemeanor and upon conviction shall be imprisoned in the county jail for not more than 6 months, fined an amount of not more than \$500, or both. A person convicted of a first violation of this section is presumed to be entitled to a deferred imposition of sentence of imprisonment."

Section 47. Section 45-10-107, MCA, is amended to read:

"45-10-107. Exemptions. The provisions of this part do not apply to:

- (1) practitioners, as defined in 50-32-101, and agents under their supervision acting in the course of a professional practice;
 - (2) persons acting in compliance with Title 50, chapter 46; or

(3) persons acting in compliance with [sections 1 through 36]; or

(3)(4) persons acting as employees or volunteers of an organization, including a nonprofit community-based organization, local health department, or tribal health department, that provides needle and syringe exchange services to prevent and reduce the transmission of communicable diseases."

Section 48. Section 46-18-231, MCA, is amended to read:

"46-18-231. Fines in felony and misdemeanor cases. (1) (a) Except as provided in subsection (1)(b), whenever, upon a verdict of guilty or a plea of guilty or nolo contendere, an offender has been found guilty of an offense for which a felony penalty of imprisonment could be imposed, the sentencing judge may, in lieu of or in addition to a sentence of imprisonment, impose a fine only in accordance with subsection (3).

- (b) For those crimes for which penalties are provided in the following sections, a fine may be imposed in accordance with subsection (3) in addition to a sentence of imprisonment:
 - (i) 45-5-103(4), mitigated deliberate homicide;
 - (ii) 45-5-202, aggravated assault;
 - (iii) 45-5-213, assault with a weapon;
 - (iv) 45-5-302(2), kidnapping;
 - (v) 45-5-303(2), aggravated kidnapping;
 - (vi) 45-5-401(2), robbery;
- (vii) 45-5-502(3), sexual assault when the victim is less than 16 years old and the offender is 3 or more years older than the victim or the offender inflicts bodily injury in the course of committing the sexual assault;
 - (viii) 45-5-503(2) through (5), sexual intercourse without consent;

- (ix) 45-5-507(5), incest when the victim is 12 years of age or younger and the offender is 18 years of age or older at the time of the offense;
 - (x) 45-5-508, aggravated sexual intercourse without consent;
- (xi) 45-5-601(3) or (4), 45-5-602(3) or (4), or 45-5-603(2)(b) or (2)(c), prostitution, promotion of prostitution, or aggravated promotion of prostitution when the person patronized or engaging in prostitution was a child and the offender was 18 years of age or older at the time of the offense or when the person engaging in prostitution was a victim of human trafficking, as defined in 45-5-701, or was subjected to force, fraud, or coercion, either of which caused the person to be in the situation where the offense occurred, and the offender was 18 years of age or older at the time of the offense and the offender knew or reasonably should have known that the person was a victim of human trafficking or was subjected to force, fraud, or coercion;

- (xii) 45-5-625(4), sexual abuse of children;
- (xiii) 45-5-702, 45-5-703, 45-5-704, or 45-5-705, trafficking of persons, involuntary servitude, sexual servitude, or patronizing a victim of sexual servitude;
- (xiv) 45-9-101(4) 45-9-101(3), criminal possession with intent to distribute a dangerous drug; and
- (xv) 45-9-109, criminal possession with intent to distribute dangerous drugs on or near school property.
- (2) Whenever, upon a verdict of guilty or a plea of guilty or nolo contendere, an offender has been found guilty of an offense for which a misdemeanor penalty of a fine could be imposed, the sentencing judge may impose a fine only in accordance with subsection (3).

- (3) The sentencing judge may not sentence an offender to pay a fine unless the offender is or will be able to pay the fine. In determining the amount and method of payment, the sentencing judge shall take into account the nature of the crime committed, the financial resources of the offender, and the nature of the burden that payment of the fine will impose.
- (4) Any fine levied under this section in a felony case shall be in an amount fixed by the sentencing judge not to exceed \$50,000."

Section 49. Section 50-40-103, MCA, is amended to read:

- "50-40-103. Definitions. As used in this part, the following definitions apply:
- (1) "Bar" means an establishment with a license issued pursuant to Title 16, chapter 4, that is devoted to serving alcoholic beverages for consumption by

guests or patrons on the premises and in which the serving of food is only incidental to the service of alcoholic beverages or gambling operations. The term includes but is not limited to taverns, night clubs, cocktail lounges, and casinos.

- (2) "Department" means the department of public health and human services provided for in 2-15-2201.
- (3) "Enclosed public place" means an indoor area, room, or vehicle that the general public is allowed to enter or that serves as a place of work, including but not limited to the following:
 - (a) restaurants;
 - (b) stores;

- (c) public and private office buildings and offices, including all office buildings and offices of political subdivisions, as provided for in 50-40-201, and state government;
 - (d) trains, buses, and other forms of public transportation;
 - (e) health care facilities;
 - (f) auditoriums, arenas, and assembly facilities;
 - (g) meeting rooms open to the public;
 - (h) bars;
 - (i) community college facilities;
 - (j) facilities of the Montana university system; and
 - (k) public schools, as provided for in 20-1-220 and 50-40-104.

- (4) "Establishment" means an enterprise under one roof that serves the public and for which a single person, agency, corporation, or legal entity is responsible.
- (5) "Incidental to the service of alcoholic beverages or gambling operations" means that at least 60% of the business's annual gross income comes from the sale of alcoholic beverages or gambling receipts, or both.
- (6) "Person" means an individual, partnership, corporation, association, political subdivision, or other entity.
- (7) "Place of work" means an enclosed room where one or more individuals work.
- (8) "Smoking" or "to smoke" includes the act of lighting, smoking, or carrying a lighted cigar, cigarette, pipe, or any smokable product and includes

the use of marijuana-for a debilitating medical condition as provided for in Title 50, chapter 46."

Section 50. Section 53-6-1201, MCA, is amended to read:

"53-6-1201. Special revenue fund -- health and medicaid initiatives.

- (1) There is a health and medicaid initiatives account in the state special revenue fund established by 17-2-102. This account is to be administered by the department of public health and human services.
 - (2) There must be deposited in the account:
 - (a) money from cigarette taxes deposited under 16-11-119(2)(c);
- (b) money from taxes on tobacco products other than cigarettes deposited under 16-11-119(4)(b);
 - (c) money from marijuana taxes deposited under [section 35]; and

- (c)(d) any interest and income earned on the account.
- (3) This account may be used only to provide funding for:
- (a) the state funds necessary to take full advantage of available federal matching funds in order to administer the plan and maximize enrollment of eligible children under the healthy Montana kids plan, provided for under Title 53, chapter 4, part 11, and to provide outreach to the eligible children;
- (b) a new need-based prescription drug program established by the legislature for children, seniors, chronically ill, and disabled persons that does not supplant similar services provided under any existing program;
- (c) increased medicaid services and medicaid provider rates. The increased revenue is intended to increase medicaid services and medicaid provider rates and not to supplant the general fund in the trended traditional level of appropriation for medicaid services and medicaid provider rates.

- (d) an offset to loss of revenue to the general fund as a result of new tax credits; and
- (e) grants to schools for suicide prevention activities, for the biennium beginning July 1, 2017.
- (4) (a) On or before July 1, the budget director shall calculate a balance required to sustain each program in subsection (3) for each fiscal year of the biennium. If the budget director certifies that the reserve balance will be sufficient, then the agencies may expend the revenue for the programs as appropriated. If the budget director determines that the reserve balance of the revenue will not support the level of appropriation, the budget director shall notify each agency. Upon receipt of the notification, the agency shall adjust the operating budget for the program to reflect the available revenue as determined by the budget director.

- (b) Until the programs or credits described in subsections (3)(b) and (3)(d) are established, the funding must be used exclusively for the purposes described in subsections (3)(a) and (3)(c).
- (5) The phrase "trended traditional level of appropriation", as used in subsection (3)(c), means the appropriation amounts, including supplemental appropriations, as those amounts were set based on eligibility standards, services authorized, and payment amount during the past five biennial budgets.
- (6) The department of public health and human services may adopt rules to implement this section."

Section 51. Section 80-1-104, MCA, is amended to read:

"80-1-104. Analytical laboratory services -- rulemaking authority -- deposit of fees. (1) The department is authorized to provide analytical laboratory services for:

- (a) programs it operates under this title;
- (b) other state or federal agencies;
- (c) providers and marijuana-infused products providers as those terms are defined in 50-46-302;
- (d) adult-use marijuana providers and adult-use marijuana infused products providers as those terms are defined in [section 2]; and
- (e) the department of public health and human services for the purposes of [sections 1 through 36], and Title 50, chapter 46, part 3, as allowed by federal law; and
 - (d)(f) private parties.

- (2) The department may enter into a contract or a memorandum of understanding for the space and equipment necessary for operation of the analytical laboratory.
- (3) (a) The department may adopt rules establishing fees for testing services required under this title or provided to another state agency, a federal agency, or a private party.
- (b) Money collected from the fees must be deposited in the appropriate related account in the state special revenue fund to the credit of the department to pay costs related to analytical laboratory services provided pursuant to this section."

Section 52. Section 87-1-242, MCA, is amended to read:

"87-1-242. Funding for wildlife habitat. (1) The amount of money specified in this subsection from the sale of each hunting license or permit listed must be used exclusively by the commission to secure, develop, and maintain wildlife habitat, subject to appropriation by the legislature:

- (a) Class B-10, nonresident combination, \$77;
- (b) Nonresident antelope, \$20;
- (c) Nonresident moose, \$20;
- (d) Nonresident mountain goat, \$20;
- (e) Nonresident mountain sheep, \$20;
- (f) Class D-1, nonresident mountain lion, \$20;
- (g) Nonresident black bear, \$20;
- (h) Nonresident wild turkey, \$10;
- (i) Class AAA, combination sports, \$7;

- (j) Class B-11 nonresident deer combination, \$200.
- (2) Twenty percent of any increase in the fee for the Class B-7 license or any license or permit listed in subsection (1) must be allocated for use as provided in subsection (1).
- (3) Eighty percent of the money allocated by this section, together with money from marijuana taxes deposited under [section 35] and together with the interest and income from the money, must be used to secure wildlife habitat pursuant to 87-1-209.
- (4) Twenty percent of the money allocated by this section must be used as follows:
- (a) up to 50% a year may be used for development and maintenance of real property used for wildlife habitat; and

(b) the remainder and any money not allocated for development and maintenance under subsection (4)(a) by the end of each odd-numbered fiscal year must be credited to the account created by 87-1-601(5) for use in the manner prescribed for the development and maintenance of real property used for wildlife habitat."

Section 53. Section 87-5-121, MCA, is amended to read:

"87-5-121. Nongame wildlife account. (1) There is a nongame wildlife account in the state special revenue fund provided for in 17-2-102.

- (2) There must be deposited into the account:
- (a) All all money collected under 15-30-2387 and all interest earned by the fund before being expended under this section must be deposited in the account; and

- (b) money from marijuana taxes deposited under [section 35].
- (3) Money in the account must be used by the department, upon the approval of the commission as determined under 87-5-122, to provide adequate funding for:
- (a) research and education programs on nongame wildlife in Montana, as provided for in 87-5-104; and
- (b) any management programs for nongame wildlife approved by the legislature under 87-5-105 as species or subspecies in need of management.
- (4) The money is available to the department in the same manner as provided in 87-1-601, except that money collected under 15-30-2387 may not be used:
 - (a) for the purchase of any real property; or

(b) in such a way as to interfere with the production on or management of private property."

NEW SECTION. Section 54. Codification instruction. [sections 1 through 36] are intended to be codified as an integral part of Title 15, and the provisions of Title 15 apply to [sections 1 through 36].

NEW SECTION. Section 55. Severability. If a part of [this act] is invalid, all valid parts that are severable from the invalid part remain in effect. If a part of [this act] is invalid in one or more of its applications, the part remains in effect in all valid applications that are severable from the invalid applications.

NEW SECTION. Section 56. Effective dates. (1) [Sections 8, 16, 23, 36, and 40 through 49] are effective January 1, 2021. (2) Except as provided in subsection (1), [this act] is effective on October 1, 2021.

NEW SECTION. Section 57. Retroactive applicability. [Section 36] applies retroactively, within the meaning of 1-2-109, as provided in [section 36].

ARGUMENT FOR BALLOT INITIATIVE NO. 190 (I-190)

I-190 creates a safe, legal, and comprehensive system for the adult use of marijuana in Montana. It will legalize, control, regulate, and tax marijuana, ending the criminalization of responsible adult use. The goal of I-190 is to eliminate the illicit market, reduce crime, create jobs, and raise tax revenue. According to the independent analysis conducted by the Governor's Office of Budget and Programming, I-190 will generate nearly \$48 million annually in brand new revenue for Montana by 2025.

I-190 is designed specifically for the State of Montana to work for Montanans.

I-190 PROTECTS CHILDREN: I-190 includes strong protections for children. It restricts use of marijuana by those under age 21. Marijuana will only be sold in regulated, licensed businesses that check I.D. before every single sale.

I-190 PROTECTS HEALTH: I-190 establishes a comprehensive regulatory system that requires independent lab testing and clear labelling of products. When marijuana is sold on the illicit market it can be contaminated with chemicals or laced with other drugs. I-190 will ensure that consumers know what they are buying and consuming and that products are safe.

I-190 CREATES JOBS: I-190 will create new industry and new jobs for Montanans who need work. Medical marijuana alone created an estimated 1,800 new jobs. I-190 could double or triple this number.

I-190 CREATES NEW REVENUE: I-190 will generate nearly \$48 million annually in new tax revenue and licensing fees by 2025, creating a new revenue stream for conservation, veterans' services, substance abuse treatment, healthcare, and local governments.

I-190 SAVES LIMITED LAW ENFORCEMENT RESOURCES: An enormous amount of law enforcement resources is currently wasted on enforcing low level marijuana laws against law abiding Montanans. I-190 will stop this. By reducing prosecutions and arrests for marijuana-related offenses, local and state governments will save money and be able to direct resources to more important tasks.

I-190 PROTECTS PATIENTS: I-190 protects medical marijuana patients and their access to medicine. The new tax established by I-190 only applies to non-medical marijuana sales.

I-190 HELPS VETERANS: Many veterans need marijuana as an alternative to opioids to treat PTSD and pain but are unable to access it through Montana's medical marijuana system because of federal restrictions placed on VA doctors. I-190 will increase access to marijuana for patients who are veterans. And I-190 raises millions of dollars in revenue annually for veterans' services.

I-190 REBUILDS LIVES: Montana's current marijuana laws can ruin a person's life. One youthful mistake for minor conduct can result in a criminal record preventing someone from going to school or getting a job. I-190 will stop saddling Montanans with unfair criminal records and restore lives by allowing those with prior non-violent marijuana convictions to request resentencing or expungement from the court.

Montana's current approach to marijuana just doesn't make sense. It's time to put an end to our broken system and implement proven reforms so marijuana will be safe, legal, controlled, and taxed.

ARGUMENT AGAINST BALLOT INITIATIVE NO. 190 (I-190)

Marijuana is a dangerous drug. Marijuana and heroin are "Schedule1" drugs, while cocaine and crystal meth are "Schedule2" drugs. "Schedule1" drugs are defined as drugs with no accepted medical use and a high potential for abuse (https://www.dea.gov/drug-scheduling). Legalization of marijuana in Montana is illegal under federal law, Title 21, Section 811 of the United States Code (U.S.C.). If this dangerous "Schedule1" drug is legalized it will have numerous damaging effects on Montana's citizens, economy, public safety, and overall welfare Montana believes strongly in preserving the freedoms granted its citizens; but legalization of marijuana will cause significantly more harm than any freedom granted through marijuana legalization.

Harm to Montana's Citizens

Effects of recreational legalization in other states are a logical predictor of effects Montana may experience. After legalization in Colorado, emergency room visits as a result of marijuana use increased nearly 30% and hospitalizations due to marijuana use increased 200%. In addition to respiratory, psychiatric, and overdose cases, hospitals also saw an increase in pediatric patients with issues related to marijuana. Poison-control marijuana cases for children nine and under increased more than 500% in Colorado after legalization.

In addition to the accidental deaths and overdoses of children, marijuana is detrimental to the health of adult users. Research shows marijuana use may increase the risk of developing mental health issues such as schizophrenia, depression, and other psychiatric disorders. Detrimental health effects are not limited to the end user as second-hand marijuana smoke also has ill effects.

Harm to Montana's Economy

Proponents will argue that marijuana legalization will increase the state's tax base. Societal costs of marijuana legalization will far outweigh any increase in tax revenue. Proponents don't recognize the increased costs for hospital visits, addiction treatment, treatment for victims of drugged driving, and increased criminal activity. The economic vitality of Montana would also be negatively impacted due to workforce accidents, injuries, absenteeism and disciplinary problems related to employees using marijuana.

Harm to Montana's Public Safety

Legalizing marijuana doesn't eliminate marijuana that's sold illegally. In Oregon, only 18-30% of marijuana is sold legally; the rest is distributed through blackmarket drug dealers. Colorado's marijuana-related crime offenses increased since legalization. Additionally, marijuana-related traffic deaths increased more than 60% after Colorado's legalization.

Harm to Montana's Welfare

Montana believes strongly in protecting its vulnerable citizens, most significantly its children. Legalization of marijuana is big business and marijuana products marketed for consumption are subliminally, if not overtly, targeted to appeal to children. Products such as marijuana infused soda, gummy bears, and candybars appeal to children who associate those products as treats.

Montana has long been identified as the "Last Best Place," and people considering visiting Montana do so primarily to experience its scenic vistas, outdoor opportunities, and its amazing "Big Sky." Legalization will tarnish that image, just as it has in other states such as Colorado which was once known for its scenic beauty, instead of as a destination for marijuana.

Please continue to preserve Montana's identity, citizens, economy, and public safety by VOTING NO ON BALLOT INITIATIVE I-190.

PROPONENTS REBUTTAL OF ARGUMENT AGAINST I – 190

Montanans take their freedoms and liberties seriously. Adults over the age of 21 can make responsible decisions for themselves without the government interfering in their lives. Other states that have legalized and regulated adult use marijuana have seen many benefits, including saving law enforcement resources, creating jobs, and raising tax revenue. Tax dollars in other states fund programs that benefit their citizens. Marijuana tax dollars generated by I-190 will be beneficial for Montana.

I-190 will regulate and control marijuana without the needless incarcerations that have ruined lives and prevented individuals from being productive members of society. Law enforcement resources currently wasted on these senseless arrests can be directed to prevent more serious crime.

I-190 takes measures to make sure marijuana is kept out of the hands of children and young adults. Legalizing and regulating marijuana in other states did not increase use by children. I-190 restricts marketing and advertising, prohibits all access by children, and has built in safe guards to ensure public safety.

I-190 is a carefully crafted, cautious, responsible approach to legalizing and regulating marijuana. It is time for Montana to allow legal access to safe and regulated products by adults 21 an older, to reap the benefits from marijuana tax dollars, and to more responsibly spend its law enforcement resources.

Approval Committee for I-190: Sherine D. Blackford, Ted Dick, Dave Lewis

OPPONENTS REBUTTAL OF ARGUMENT FOR I – 190

There is nothing protective, productive, healthy, or safe about legalizing recreational marijuana.

Recreational marijuana doesn't PROTECT anything. After legalization in Colorado, all age brackets doubled their usage of marijuana. At the same time, car accidents, accidental deaths, hospitalizations, and pediatric overdoses all increased. Lives and property were destroyed not protected.

Recreational marijuana isn't PRODUCTIVE. The THC high actually lowers initiative and common sense. Montana employers drug test their current and future employees. Users will suffer from being unemployable. Businesses will suffer from

a depleted workforce. Montanans will suffer from impaired workers. Montana's economy will be hampered not enhanced.

Recreational marijuana isn't HEALTHY. Marijuana is categorized as a Schedule 1 Drug. The FDA report smoking is dangerous to our lungs. Recreational marijuana contributes to psychiatric issues (depression and schizophrenia) and a dependency on the THC high. Recreational marijuana users are 300% more likely to use meth, opioids, cocaine and heroin. Why increase a problem that already exists? Medical marijuana is already allowed through a medical doctor in Montana for those requiring compassionate usage. Montanans should discuss their need for marijuana with their medical doctor not with marijuana dispensary employees.

Recreational marijuana does not make Montana SAFER. The use of illegal drugs will grow and crime will increase. Our roads and places of work will be impacted.

Our already scarce addiction treatment centers will be overrun. Our law enforcement resources will be of greater need, not less.

To truly preserve and protect a productive, healthy and safe Montana, vote NO on I-190.

Rejection Committee for I-190: Tammy Lacey, Eric Gilbertson, Senator David Howard, Ben Forsyth, Steve Zabawa



MONTANA VOTER REGISTRATION APPLICATION
Fields marked with an asterisk (*) are required. If you do not provide all of the required information, your application to register to vote will not be complete. UNDER FEDERAL AND/OR STATE LAW ALL ELECTORS MUST PRESENT ID WHEN VOTING.
Please type or print clearly using black or blue ink. COMPLETE FORM AND SUBMIT TO COUNTY ELECTION OFFICE.

(1		
ELIGIBILITY	REQUIREME VOTER REGIST	ELIGIBILITY REQUIREMENTS AND IDENTIFYING INFORMATION NOTE: VOTER REGISTRATION REQUIRES U.S. CITIZENSHIP	NTIFYING INF	ORM.	ATION	
1 Check all that apply: ☐ New Registration		□ Name Change □ ≠	☐ Address Change)ge	☐ Signature Update	ate
Are you a citizen of the United States?* Will you be at least 18 years of age on or before the next election?* Will you be a Montana resident for at least 30 days before the next election?* Yes □ No □ Will you be a Montana resident for at least 30 days before the next election?* Yes □ No □ *If you checked "No" in response to any of these questions, do not complete this form	or before the notated ast 30 days before these	ext election?* fore the next ele	Yes Yes ection?* Yes		s form.	
3 Last Name*	First Name*		M	iddle N	Middle Name (Optional)	Suffix (Jr., Sr., Etc.)
4 Date of Birth* / / / / / / / / / / / / / / / / / / /	Contact Phon	Contact Phone Number (Optional)		nail A	Email Address (Optional)	
5 Select one of the following and provide the required information*	the required in or Montana II	formation* J and that num	nber is			
☐ I do not have a Montana Driver's License or MT ID card. The last 4 digits of my SSN are	icense or MT	ID card. The la	ast 4 digits of	f my S	SN are	
I do not have a Montana Driver's License or MT ID card, or a Social Security Number. I have attached a copy of a photo ID that shows my name, or acceptable ID that shows my name and current address (paycheck stub; utility bill; bank statement; tribal ID; or government document). ID numbers provided above are kept confidential and are not available for public inspection.	ense or MT ID on the coptable ID that document). Confidential and confiden	card, or a Socia t shows my nar d are not availa	al Security Nume and currer	ımber. nt addı <i>inspe</i> e	I have attached a ress (paycheck stub, ction.	copy of a utility bill;
6 Montana Residence Address*		City*		County*		Zip Code*
$m{7}$ Mailing Address (required if differs from residence address)	dence address)	City		State		Zip Code
8 If applicable, check one of the following: Military Domestic (or military spouse or dependent) – only if on active duty and will be absent from place of registration Military Overseas (or overseas military spouse or dependent) D.S. Citizen Overseas	or dependent or dependent) – only if on ac lependent)	xtive duty and □ ∪.s.	will be	luty and will be absent from place □ U.S. Citizen Overseas	of registration
PREVIOUS REGISTRATION INFORMATION — will be used to provide cancellation information to former jurisdiction REQUIRED IF NAME CHANGED OR IF PREVIOUSLY REGISTERED TO VOTE IN ANOTHER MT COUNTY OR IN ANOTHER STATE	ORMATION -	- will be used to p	orovide cancella OTE IN ANOTHE	tion in	formation to former ju	risdiction HER STATE
9 Previous City, County and State	Residence Ad	Residence Address of Previous Registration	ous Registrati	9	Previous Registration Name	tration Name
Z	ECEIVE YOUR	RECEIVE YOUR BALLOT IN THE MAIL	THE MAIL			
☐ Yes, I request an absentee ballot to be mailed to me for ALL elections in which I am eligible to vote as long as I reside at the address listed on this application. I understand that if I file a change of address with the U.S. postal service, I must complete, sign, and return a confirmation notice mailed to me by the county election office.	mailed to me to that if I file a that if I file a	for ALL election change of addroin office.	s in which I a ess with the U	m eligi .S. pos	ible to vote as long stal service, I must c	as I reside at the omplete, sign, and
If your mailing address differs during certain times of the year please add the seasonal mailing address information in this space, or contact your county election office. Seasonal mailing address for the period of	rtain times of the year price. Seasonal mailing Seasonal Malling Address:	the year please al mailing addre ing Address:	add the seas	onal m	nailing address info	rmation in this
I affirm under penalty of perjury that the information on this application is true, that I am a citizen of the United States, that I will be at least 18 years old on or before the next election, that I will have been a resident of Montana for at least 30 days prior to the next election, and that I am not serving a felony conviction in a penal institution nor have been found to be of unsound mind by a court. I understand that if I have given false information on this application, I may be subject to a fine or imprisonment, or both, under federal	nation on this ap tion, that I will h nnviction in a per on on this applice	on this application is true, that I a at I will have been a resident of n in a penal institution nor have to is application, I may be subject t	that I am a citi dent of Monta r have been fou ubject to a fine	zen of na for a ind to b or impi	tion is true, that I am a citizen of the United States, that I will be been a resident of Montana for at least 30 days prior to the nex stitution nor have been found to be of unsound mind by a court. I I may be subject to a fine or imprisonment, or both, under federal	hat I will be at r to the next r a court. I nder federal
Signature*				_Date*	*	
THE AFFIRMATION ON THIS APPLICATION FOR VOTER REGISTRATION MUST BE SIGNED BY THE APPLICANT – FAILURE TO DO SO WILL PREVENT APPLICATION FROM BEING PROCESSED	RATION MUST BE SIG	NED BY THE APPLICAN	IT – FAILURE TO DO	SO WILL	PREVENT APPLICATION FRO	M BEING PROCESSED.
Date Senate House	Pre	Precinct / Split	Ward	"	School	



Application for Absentee Ballot Including Absentee List Request, Election Specific Absentee Ballot Request, Request for Absentee Ballot Due to Illness or Health Emergency or to be removed from receiving an Absentee Ballot.

Fields marked with an asterisk (*) are required fields.

Please type or use black or blue pen only and print clearly. COMPLETE FORM AND SUBMIT TO COUNTY ELECTION OFFICE BY NOON THE DAY BEFORE ELECTION DAY

APPLICANT IDENTIFYING AND CONTACT INFORMATION			
Last Name*	First Name*	Middle Name (Optional)	
Birthdate* (MM/DD/YYYY)	Phone Number (Optional)	Email Address (Optional)	
County where you reside and are registered to vote*	Montana Residence Address*	City*	Zip Code*
Mailing Address (required if differs from residence address*)	City and State	Zip Code	
Check if the mailing address listed above is for part of the year only and if so, complete the information below (for absentee ballot list only). Clearly print the complete mailing address(es) and specify the applicable time periods for address (add more addresses as necessary).	of the year only and if so, complete the inform the applicable time periods for address (add n	nation below (for absentee ballot list or nore addresses as necessary).	nly).
Seasonal Mailing Address (Optional)	City and State		Period (mm/dd/yyyy-mm/dd/yyyy)
BALLOT REQUEST OPTIONS AND VOTER AFFIRMATION	NOI		
Yes, I request an absentee ballot to be mailed to me for ALL elections in which I am eligible to vote as long as I reside at the address listed on this application. I understand that if I file a change of address with the U.S. postal service, I must complete, sign, and return a confirmation notice mailed to me by the county election office;	alled to me for ALL elections in which ile a change of address with the U.S. I election office;	ו am eligible to vote as long as postal service, I must complete,	I reside at the address, sign, and return a
OR I hereby request an absentee ballot for the upcoming election (check only one):	he upcoming election (check only on	e):	
☐Primary ☐General ☐Mur	Municipal Other	election to be held on	
By signing below, I understand that I am officially requesting an absentee ballot and affirm that I will have met the 30-day Montana residency requirement before voting my absentee ballot. (Also sign affidavit at bottom of page if requesting due to illness or health emergency.)	ially requesting an absentee ballot a ntee ballot. (Also sign affidavit at botto	nd affirm that I will have met : om of page if requesting due to illr	the 30-day Montana ness or health
*Signature of Elector	*D	*Date Signed	
Optional – Voter Information Pamphlet Request (An electronic version of this pamphlet can be found at sosmt.gov/elections.	est (An electronic version of this pamp	hlet can be found at sosmt.gov	/elections.)
Please send current Voter Information Pamphlet, if applicable to this election	amphlet, if applicable to this election		
Optional – Designate another person to pick up your absentee ballot	ıp your absentee ballot		
I, the elector who signed below, hereby designate	ate		to pick up my absentee ballot.
uenely or assentee same shapes to exercise the assentee same to the abburant of	ואבת נוום מאסנוונים אמוולר ולו נוום מאס	Date ballot received	ļ
Signature of Designee	Signature of Elector	Date Signed	
Optional—Revert to Non-Absentee Voter (This would revert you to only voting at your local polling place.) Please check this box to affirm that you do NOT want to receive an absentee ballot and instead want to vote at your local polling place on election day.	is would revert you to only voting at to only voting at to not want to receive an absentee	your local polling place.) ballot and instead want to vot	e at your local polling
Optional – Affidavit of elector (due to illness or health emergency) Optional: I hereby declare that I am prevented from voting at the polls due to illness or health emergency occurring between 5:00 p.m. on the Friday preceding the election and 8 p.m. on election day.	or health emergency) d from voting at the polls due to illne: n. on election day.	ss or health emergency occurrir	ng between 5:00 p.m.
Signature of Elector	Date Signed		

Please place in envelope, affix postage, and send to your county Election Administrator office

County	Mailing Address	City/State/Zip
Beaverhead	2 S Pacific St No 3	Dillon MT 59725
Big Horn	PO Box 908	Hardin MT 59034
Blaine	PO Box 278	Chinook MT 59523
Broadwater	515 Broadway St	Townsend MT 59644
Carbon	PO Box 887	Red Lodge MT 59068
Carter	Box 315	Ekalaka MT 59324
Cascade	Box 2305	Great Falls MT 59403
Chouteau	Box 459	Fort Benton MT 59442
Custer	1010 Main	Miles City MT 59301
Daniels	Box 247	Scobey MT 59263
Dawson	207 West Bell	Glendive MT 59330
Deer Lodge	800 Main	Anaconda MT 59711
Fallon	Box 846	Baker MT 59313
Fergus	712 W Main	Lewistown MT 59457

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Flathead	40 11th St W Ste 230	Kalispell MT 59901
Gallatin	311 W Main Rm 210	Bozeman MT 59715
Garfield	PO Box 7	Jordan MT 59337
Glacier	512 E Main	Cut Bank MT 59427
Golden Valley	PO Box 10	Ryegate MT 59074
Granite	Box 925	Philipsburg MT 59858
Hill	315 4th St	Havre MT 59501
Jefferson	Box H	Boulder MT 59632
Judith Basin	Box 427	Stanford MT 59479
Lake	106 4th Ave E	Polson MT 59860
Lewis & Clark	316 N Park Ave Rm 168	Helena MT 59623
Liberty	Box 459	Chester MT 59522
Lincoln	512 California	Libby MT 59923
Madison	Box 366	Virginia City MT 59755
McCone	Box 199	Circle MT 59215
Meagher	Box 309	White Sulphur Springs MT 59645
Mineral	Box 550	Superior MT 59872

Misserile	4.40 N. D	Missaula MT 50004
Missoula	140 N Russell St	Missoula MT 59801
Musselshell	506 Main	Roundup MT 59072
Park	414 E Callender St	Livingston MT 59047
Petroleum	Box 226	Winnett MT 59087
Phillips	Box 360	Malta MT 59538
Pondera	20 4th Ave SW	Conrad MT 59425
Powder River	Box 200	Broadus MT 59317
Powell	409 Missouri	Deer Lodge MT 59722
Prairie	Box 125	Terry MT 59349
Ravalli	215 S 4th St Ste C	Hamilton MT 59840
Richland	201 W Main	Sidney MT 59270
Roosevelt	400 2nd Ave S	Wolf Point MT 59201
Rosebud	Box 47	Forsyth MT 59327
Sanders	Box 519	Thompson Falls MT 59873
Sheridan	100 W Laurel Ave	Plentywood MT 59254
Silver Bow	155 W Granite Rm 208	Butte MT 59701
Stillwater	Box 149	Columbus MT 59019

Sweet Grass	Box 888	Big Timber MT 59011
Teton	Box 610	Choteau MT 59422
Toole	226 1st St S	Shelby MT 59474
Treasure	Box 392	Hysham MT 59038
Valley	501 Court Sq Box 2	Glasgow MT 59230
Wheatland	Box 1903	Harlowton MT 59036
Wibaux	PO Box 199	Wibaux MT 59353
Yellowstone	Box 35002	Billings MT 59107

Notes:		

MONTANA SECRETARY OF STATE ELECTIONS ADMINISTRATOR PO BOX 202801 HELENA, MT 59620-2801



November 3, 2020

Election Day - County Election Offices open 7:00 a.m. - 8:00 p.m.

VOTER INFORMATION can be found at:

https://sosmt.gov/