

PHILLIP D. MURPHY Governor

SHEILA Y. OLIVER *Lt. Governor* 

P.O. BOX 216

TRENTON, N.J. 08625-0216

SAMUEL DELGADO, Vice Chair

KRISTA NASH, Commissioner

MARIA DEL CID-KOSSO, Commissioner

CHARLES BARKER, Commissioner
JEFF BROWN, Executive Director

**Public Meeting Minutes** 

June 30, 2022

DIANNA HOUENOU - Chair

SAMUEL DELGADO - Commission Co-Chair MARIA DEL

CID-KOSSO - Commissioner KRISTA NASH - Commissioner

CHARLES BARKER - Commissioner JEFF BROWN 
Executive Director

WESLEY McWHITE - Director of Diversity and Inclusion

1	CHAIRWOMAN HOUENOU: Good afternoon,
2	everyone. My pleasure to welcome you to the public
3	meeting of the New Jersey Cannabis Regulatory
4	Commission. The time is now 1:04 p.m. on my watch,
5	and I am calling this meeting to order.
6	As we begin, I want to remind everyone, as we
7	always do, that public comments can be submitted to
8	the Cannabis Regulatory Commission during and after
9	this meeting, in writing via our website,
10	www.nj.gov/cannabis/meetings. The deadline to
11	submit written comments for this meeting is
12	tomorrow, Friday, July 1st at 5:00 o'clock p.m.
13	Director McWhite, please read the notice of
14	the public meeting.
15	DIRECTOR McWHITE: Good afternoon,
16	Madam Chairwoman. This is a special meeting of the
17	New Jersey Cannabis Regulatory Commission. Adequate
18	notice of this meeting has been provided in
19	according with the Senior Byron M. Baer Open Public
20	Meetings Act.
21	Notice of the meeting was provided to the
22	Asbury Park Press, Atlantic City Press, Bergen
23	Record, Courier Post, Star Ledger and the Trenton

- Times on April 4th, 2022.
- The agenda and information regarding the

Page 3 1 virtual nature of the meeting, due to the COVID-19 2 pandemic, was also provided for publication and 3 posted on the CRC website. The meeting time and 4 location has also been posted on the website of the 5 New Jersey Cannabis Regulatory Commission and with 6 the Office of the Secretary of the State. 7 CHAIRWOMAN HOUENOU: Thank you. Can 8 you please take roll call? 9 DIRECTOR McWHITE: Commissioner. 10 Barker? 11 COMMISSIONER BARKER: Present. 12 DIRECTOR McWHITE: Commissioner Del 13 Cid-Kosso. 14 COMMISSIONER DEL CID-KOSSO: Present. 15 DIRECTOR McWHITE: Vice Chair Delgado? 16 VICE CHAIR DELGADO: Present. 17 DIRECTOR McWHITE: Commissioner Nash? 18 COMMISSIONER NASH: Present. 19 DIRECTOR McWHITE: Chairwoman Houenou? 20 CHAIRWOMAN HOUENOU: Present. 21 DIRECTOR McWHITE: All members of the 22 Commission are present and we now have a quorum.

23	The fir	st order	of busine	ess is for the

- 24 Commission to go into executive session to discuss
- legal matters and litigation updates. These are

		Page 4
1	discussions that are not shared with the public, and	
2	we believe the executive session should take about	
3	30 minutes.	
4	CHAIRWOMAN HOUENOU: Thank you,	
5	Director McWhite. Do I have a motion to go into	
6	executive session?	
7	COMMISSIONER BARKER: Madam Chair, I	
8	move to go into executive session.	
9	COMMISSIONER DEL CID-KOSSO: I second	
10	that.	
11	CHAIRWOMAN HOUENOU: Moved by	
12	Commissioner Barker Barker and seconded by	
13	Commissioner Del Cid-Kosso.	
14	Thank you. Is there any discussion on this	
15	motion? Hearing none, all those in favor of going	
16	into executive session say aye?	
17	COMMISSIONER BARKER: Aye.	
18	COMMISSIONER DEL CID-KOSSO: Aye.	
19	COMMISSIONER NASH: Aye.	
20	VICE CHAIR DELGADO: Aye.	
21	CHAIRWOMAN HOUENOU: Aye.	
22	All those opposed say nay. Are there any	

23	abstentions?	All right, the motion passes.
24	The	Commission will now go into

The Commission will now go into executive

session. As Director McWhite mentioned, we expect

		Page 5
1	the executive session to last approximately 30	
2	minutes. We will leave this live stream running	
3	during that time and will return once the executive	
4	session is done. So we can expect to complete we	
5	can expect to resume the open public session at	
6	about 1:37 p.m.	
7	Thank you, everyone, for your patience.	
8	(Executive session was held.)	
9	CHAIRWOMAN HOUENOU: All right. We are	
10	back. Thank you all for your patience. The	
11	executive session has ended, it is now 1:39 and we	
12	will resume the open public portion of this meeting.	
13	Director McWhite, can you please announce the	
14	next agenda item?	
15	DIRECTOR McWHITE: Sure, Madam Chair.	
16	But first, at this time I would like to correct the	
17	record. Original notice for the public meetings	
18	went out late 2021 that the new date and time for	
19	today's meeting was provided on June 23rd, 2022.	
20	Thank you.	
21	So, the next item on today's agenda is	
22	approving the minutes of both the Commission's open	

- session and executive session held On May 24th,
- 24 2022. The minutes have been shared and reviewed by
- 25 the members of the Commission prior to this meeting.

	Page 6
CHAIRWOMAN HOUENOU: Thank you. If	C
there are no requests for corrections to the meeting	
minutes, I will ask for a motion.	
COMMISSIONER DEL CID-KOSSO: So moved,	
Madam Chair.	
COMMISSIONER NASH: Seconded.	
CHAIRWOMAN HOUENOU: Moved by	
Commissioner Del Cid-Kosso to adopt the meeting	
comments for May 24th, and seconded by Commissioner	
Nash.	
Is there any discussion on this motion?	
Hearing none, all those in favor of approving the	
May 24th meeting minutes say aye.	
COMMISSIONER BARKER: Aye.	
COMMISSIONER DEL CID-KOSSO: Aye.	
COMMISSIONER NASH: Aye.	
VICE CHAIR DELGADO: Aye.	
CHAIRWOMAN HOUENOU: Aye. All those	
opposed to approving the minutes say nay. Are there	
any abstentions? All right. Hearing none, the ayes	
have it and the motion is carried.	
Director McWhite, could you please announce	
	minutes, I will ask for a motion.  COMMISSIONER DEL CID-KOSSO: So moved,  Madam Chair.  COMMISSIONER NASH: Seconded.  CHAIRWOMAN HOUENOU: Moved by  Commissioner Del Cid-Kosso to adopt the meeting  comments for May 24th, and seconded by Commissioner  Nash.  Is there any discussion on this motion?  Hearing none, all those in favor of approving the  May 24th meeting minutes say aye.  COMMISSIONER BARKER: Aye.  COMMISSIONER DEL CID-KOSSO: Aye.  COMMISSIONER NASH: Aye.  VICE CHAIR DELGADO: Aye.  CHAIRWOMAN HOUENOU: Aye. All those  opposed to approving the minutes say nay. Are there  any abstentions? All right. Hearing none, the ayes  have it and the motion is carried.

- the next item?
- DIRECTOR McWHITE: The next item on
- 25 today's agenda is the Chair's report.

		Page 7
1	CHAIRWOMAN HOUENOU: Thank you.	
2	I just have one piece of news to share with	
3	everyone today, this being the in advance of	
4	that, before I share that news, I want to wish	
5	everyone a happy pride and happy end of the fiscal	
6	year 2022.	
7	So the CRC plans to move our public board	
8	meetings from in virtual only, to in person starting	
9	this fall, starting with our September 22nd board	
10	meeting. The remainder of this year's regular	
11	meetings will be held in person.	
12	I'll be working with the executive director to	
13	finalize the board meeting logistics. The details	
14	of those details for those in-person meetings	
15	will be shared once they're confirmed. They will be	
16	updated to our website and notice publicized as	
17	appropriate.	
18	And that is all I have for today's Chair's	
19	remarks.	
20	VICE CHAIR DELGADO: Thank you for that	
21	notice, madam chairwoman.	
22	CHAIRWOMAN HOUENOU: Of course, Vice	

- 23 Chair.
- DIRECTOR McWHITE: Next item on the
- agenda, we have our executive director's report.

		Page 8
1	CHAIRWOMAN HOUENOU: Thank you.	
2	Director Brown, you have the floor.	
3	DIRECTOR BROWN: Thank you, Madam	
4	Chair. Thank you, members of the Commission,	
5	everybody who's joined to watch the meeting.	
6	Next slide, please. So on the agenda for	
7	today's report are four things. Number one, an	
8	update on license and permit applications. Number	
9	two, gonna present some high-level information on	
10	the CRC's proposed budget; this is in accordance	
11	with the governor's proposed budget and the budget	
12	being considered by the the legislature.	
13	Given that this is we're near the end of	
14	the second quarter of 2022, as I've previously	
15	shared, we'll be presenting some data on	
16	recreational licensees today, and then finally gonna	
17	be going over some anticipated future releases here,	
18	some high priority future releases.	
19	So next slide, please. First we're gonna	
20	cover update on permit and license applications.	
21	Next slide. So starting with medicinal cannabis	
22	permits, and gonna talk about the 2019 RFA, I'm	

- happy to report that the Commission has issued the
- first 2019 permit from that RFA.
- These were issued towards the end of last

- year, so congratulations to Hillview Med, they're a
- 2 cultivator in the northern region, they were issued
- 3 the first permit from the 2019 RFA and they
- 4 actually, you know, now hold the record for the
- 5 fastest implementation from both the 2018 and 2019
- 6 RFAs as far as the timeline from award to permit
- 7 issuance. So congrats to Hillview Med. And that's
- 8 the first of -- of many here to -- to come in the
- 9 future.
- Otherwise on the 2019's investigations and
- applicant verification are progressing. I know
- entities who are -- were awarded or focused on
- building out their facilities and working with our
- team to make sure we have everything that we need.
- We have received some inquires, and I wanted
- to note, you know, the deadlines in those FADs and
- those deadlines for getting operational were
- included in the original RFA that was issued back in
- 2019; those deadlines are the deadlines, and so
- applicants need to adhere to those.
- Next slide, please. Turning now to
- recreational business applications. We've shown

- this before, this shows the applications submission
- over time. You can see that, you know, there was
- initial rush on December 15th, another big rush on

March 15th when we opened up for retailers, and then 2 there's been a pretty steady submission thereafter. 3 Next slide, please. We have roughly 200 --4 1,200 applications received so far. There're only 5 350 that have not received an initial review; so 6 staff are moving through these as quickly as 7 possible. 8 We are still seeing that we're issuing more 9 cure letters than approvals, so, i.e., there're 10 applications that are coming in that need to cure 11 deficiencies before they can move forward in the 12 process. 13 But, one thing I did want to share, because I 14 know there -- there are a lot of -- you know, 350 is 15 still a big number, there are a lot applicants who 16 are -- who are waiting to hear one way or another. 17 That -- you know, we do expect to -- to wrap 18 up reviews of all the remaining applications over 19 the coming months here. We've put a strong team on 20 this, you know, people who are working on

applications normally, as well as a -- a team of

folks who -- who are jumping in to assist to get

21

22

- these processed, get them reviewed and get those
- that are eligible approved as -- as quickly as
- possible. So we're going all hands on deck over the

- summer here; as I've said to the staff, it's the
- 2 summer of licensing.
- Next slide, please. I do want to talk about a
- 4 few things, because these are factors that are
- 5 impacting our overall review time and able to get
- 6 through that full list.
- 7 So we are still seeing a lot of incomplete
- 8 applications. So -- so applicants are submitting
- 9 without all the required information. We've
- highlighted this before, but we have a lot of
- information on our website.
- The notice of application acceptance is -- is,
- you know, kind of the -- the tome here, the guiding
- document, that's what you want to start with, and
- then look at all the other resources on our website
- to -- to find out what you need to submit.
- Secondly, we're seeing a number of
- applications attesting to a priority designation,
- i.e., saying they're a social equity business or a
- diversely owned business without submitting either
- 21 the proof that they qualify as a social equity
- business; or, in the case of a diversely owned

- business, applying without having the certificate --
- the certification from the Division of Revenue and
- Enterprise Services in hand.

	$\epsilon$	
1	So when you apply you need to have the	
2	requisite information to prove your priority. That	
3	includes, if you're a social equity business, the	
4	attestation that's on our website, as well as the	
5	underlying proof that you qualify as noted in that	
6	attestation.	
7	And then for a diversely owned business, the	
8	actual certification as minority owned, women owned	
9	or disabled veteran owned per the Division of of	
10	Revenue and Enterprise Services.	
11	They are able to process applications fairly	
12	quickly; and, in fact, you can get a certification	
13	even when you're not generating revenue. I know	
14	that we've certainly received some feedback that	
15	there folks believe that you can't, but you can.	
16	So contact DORES and and make sure you have that	
17	certification in hand when you submit, if you're	
18	submitting for a diversely owned business	
19	application.	
20	Another thing that we're seeing is and this	
21	isn't a huge number, but certainly there are a	
22	number of applicants who received a cure lever	

- letter and then -- and then resubmit without
- 24 actually curing the deficiencies and so that -- you
- know, they come back in, we re-review, that's time

1 spent.

- 2 So, you know, I -- I just encourage all
- 3 applicants, the -- the -- one of the main reasons we
- 4 went to rolling application review with this
- 5 priority destination, is so that people didn't have
- 6 to rush to meet a specific deadline, that you can
- 7 come and apply to us when you're ready to apply.
- 8 So don't rush it, make sure you have all your
- 9 ducks in a row, make sure you have everything that
- you need to -- to submit that application, because
- if you do, then you will ultimately be recommended
- for approval. So just a -- a little plea there.
- And again, you know, really spend some time
- going through our website and Director McWhite is
- on, his office is -- is certainly available to help
- and has been doing outreach with potential
- applicants and doing, you know, educational events
- and such.
- So next slide, please. Next I'm gonna cover
- projected fiscal year 2023, CRC's budget. Next
- slide, please. And again, this is in accordance
- 22 with what's -- you know, was proposed by the

- governor was being considered by the -- by the
- legislature.
- So for fiscal year 2023, the Cannabis

- 1 Regulatory Commission has an expected appropriated
- budget of \$17 million. That's up from close to
- about 10 million, I think we'll end this fiscal year
- 4 around \$10 million.
- 5 A breakdown of the budget is there's
- 6 approximately 11.5 million for staffing,
- 7 approximately two million for administrative program
- 8 costs, such as technology, customer service, legal
- 9 service, office supplies, a host of everything we
- 10 need to make the operationals -- operations of the
- Commission go.
- 12 Approximately two minute -- two million for
- work group planning and development -- which I'll
- cover on the -- on the next slide in more detail.
- Approximately a million for software systems. This
- includes seed to sale tracking, reporting systems,
- case management systems, and then half a million
- dollars for communication and outreach campaigns.
- Next slide, please. Some notes here. The CRC
- 20 has more than tripled our -- our original staff of
- six to over 50 during the 2022 fiscal year to
- accommodate the expanding program. So we've

- increased that 264 percent over this fiscal year,
- and that expansion is only slated to continue
- heading into FY '23.

1 The budget as proposed would allow for 2 continued pers -- personnel expansion. This will 3 help us ensure timely licensing review, compliance, 4 evaluations, investigations, and make sure we have 5 everything we need from an operational perspective 6 to be successful in our work. 7 That -- that \$2 million I mentioned for work 8 group planning, that is gonna be used -- it's 9 dedicated in the form of -- to support work that --10 a lot of which is being coordinated through Director 11 McWhite's office, but work groups to address access 12 to capital, business development and workforce 13 development programmings. 14 We did a -- a lot of really good preliminary 15 work over this -- this fiscal year; that's only 16 gonna -- gonna expand through next fiscal year, as 17 is the office of -- the regional office of Diversity 18 and Inclusion here at the CRC. 19 Not included in this budget, but noted here, 20 is the -- the fact that now that we're generating 21 tax revenue, there's money that's going into what's 22 called The Underage Deterrence and Prevention Fund.

- That's a fund that is able to be used for
- initiatives to deter underaged use, fund prevention
- efforts.

1 And so that's something that we're gonna be 2 delving into very quickly. That is outside of the 3 CRC's budget, that is -- that is money that the CRC 4 will be -- certainly be providing input on and --5 and, you know, assisting with -- with what it's used 6 for. 7 Next slide, please. And I will -- I will note 8 that the -- the detailed budget has been provided 9 to -- detailed projected bucket has been provided to 10 the Audit Committee for review, and once it is 11 finalized, then we'll provide -- provide that to 12 the -- to the full Commission. 13 Okay. Next is data reporting on license 14 holders and -- and awardees. So again we're at the 15 end of a quarter here, we're doing quarterly 16 reporting on -- on New Jersey's market and -- and 17 who's been issued licenses, how things are going. 18 So to start off looking at the licenses 19 issued, and these are -- these are all conditional 20 licenses so far. I can tell you that we do have 21 conditional conversion applications under review

22

currently.

23	But thus far the lion's share, two thirds have
24	been cultivators. Of those approved, 92, 30 percent
25	manufacturers; and 11, or 8 percent retailers. Now,

- we did only start accepting retailers in March, so
- 2 that's why that number is much lower. We expect
- 3 that to go up as -- as -- as we move forward here.
- 4 Next slide, please. Thinking about how many
- of these applicants qualify as social equity
- 6 businesses, those are applicants who either have
- 7 past cannabis convictions or are owned by
- 8 individuals who have lived in economically
- 9 disadvantaged areas around the state; ZIP codes with
- 10 lower than average median household income, higher
- than average rates of uninsurance, health
- uninsurance. They are about 64 percent of these
- license -- the conditional licensees do qualify as
- social equity businesses.
- Next slide, please. Those who attest to being
- diversely owned, those -- there it's a little less
- than half, so 69 out of the 148 do attest to being
- diversely owned.
- 19 Next slide, please. Looking within that a
- little bit, 22 percent minority owned, 12 percent
- woman owned and 12 percent woman and minority owned.
- Next slide. When we break it down by majority

- owner, the race and ethnicity of majority owner --
- the majority owners, this is the breakdown. You can
- see one majority owner, American Indian or Alaska

- 1 native; ten Asian; 52 black or African American; and
- 2 21 Hispanic or Latino; and then some that have noted
- 3 "other", or a combination of different owners making
- 4 up the majority; and then 36 white.
- Next slide, please. And I will note, these
- 6 slides will be available post -- after the meeting
- on our website to review, so don't worry if you're
- 8 moving quickly through here, because we've got a
- 9 pretty packed agenda. But these slides will be
- available for review on our website, as well as the
- recording of this -- of this meeting.
- As far as those who attest to having past
- marijuana convictions and have -- have shown that as
- part of the social equity business designation,
- approximately 38 percent of our conditional
- licensees do attest that they have past marijuana
- 17 convictions.
- Next slide, please. And again, broken down by
- the different categories of license, this is how
- that -- that -- that shakes out.
- Next slide. So, important to note, the CREAMM
- Act contains a number of benchmarks that the

- Commission has to meet, and these are related to
- 24 micro businesses, they're related to conditional
- licenses, they're also related to minority owned

- businesses, as well as woman owned and disabled
- 2 veteran owned business.
- 3 So we're gonna run through how, with these the
- 4 conditional licensees, we're doing against those
- benchmarks. So when it comes to micro businesses,
- 6 they represent 39 percent of the current license
- 7 holders; that's 14 percent over the -- the benchmark
- 8 that's in the statute of 25 percent. There's a
- 9 benchmark of also 15 percent for each license
- category, and we are beating that as well in each
- 11 license category.
- Next slide, please. When it comes to minority
- owned or woman or disabled veteran owned, there we
- are -- we are beating those benchmarks as well;
- 34 percent to a 15 percent benchmark for minority
- owned, and a 24 percent to a 15 percent benchmark
- for women or disabled veteran owned.
- Next slide, please. When we're talking about
- conditional licensees given that they're prioritized
- in the licensure process, you know, this is as we
- 21 would expect to see, they do represent 97 percent of
- the licenses issued right now.

The only issue -- license issued by the CRC right now that are not conditional, are the testing laboratory licenses. We do expect that to start

- 1 changing in the near future here.
- Next slide, please. Okay. So looking ahead,
- 3 there're certainly some high priority items that are
- 4 still on our agenda, and I wanted to highlight some
- 5 of those.
- 6 So you can go to the next slide. So, you
- 7 know, one of them -- and we've certainly heard from
- 8 stakeholders that there's a lot of concern about
- 9 sort of guidelines or regulations around how to deal
- with -- with workplace impairment.
- So, you know, we're in the process of
- finalizing some guidance that would be effective
- immediately upon issuance that we'll outline to
- employers exactly the steps that they can take today
- to protect their right under the law to have a drug
- free workplace and to ensure that their employees
- are not using cannabis while at work. So that is
- coming very imminently here.
- Secondly, we do expect in -- you know,
- sometime, either by the end of July or early August,
- 21 to release April to June, essentially the second
- quarter of 2022, but the first quarter of

- recreational sales, sales total, from the market.
- And then finally, we'll have our next licensee
- data reporting in September, so we'll release

- similar data to that we released today in September
- 2 again.
- And again, the slides that I presented today
- 4 will be available following this meeting so
- 5 interested parties can download them, look at them,
- 6 and certainly, you know, submit any questions to us
- 7 as -- as appropriate.
- 8 So thank you, Madam Chair; thank you, members
- 9 of the Commission. With that, that concludes my
- report for today.
- 11 CHAIRWOMAN HOUENOU: Thank you,
- Director Brown. Great to see that we -- the budget
- does propose some funds -- some funding for some of
- our work group initiatives, because we know that
- this Commission has been putting a priority and put
- a -- put in a lot of work for -- towards, you know,
- creating efforts, creating initiatives that can help
- boost equity and representation within the cannabis
- industry, so I want to thank all of our
- 20 Commissioners and all of our staff who have been a
- part of that. And it's great to see that some
- funding -- we hope to see some funding be put

- towards those efforts in making those things a
- reality.
- Director McWhite, can you please announce the

		Page 22
1	next agenda item?	
2	DIRECTOR McWHITE: Yes. The next item	
3	on today's agenda is consideration of proposed	
4	readoption of rules and proposed new rules	
5	concerning adult personal use cannabis.	
6	CHAIRWOMAN HOUENOU: Thank you.	
7	We have both Executive Director Brown and	
8	Chief Counsel Chris Riggs to who will be	
9	presenting details about these proposed rules.	
10	So, Executive Director Brown, please proceed.	
11	DIRECTOR BROWN: Thank you, Madam	
12	Chair. And, as our Chair mentioned, I'm joined by	
13	Chief Counsel Chris Riggs; we're gonna tag team	
14	this.	
15	So next slide, please. So our our	
16	initial rules were which were effective for one	
17	year, were adopted in August of 2019 pursuant to the	
18	statute.	
19	Our our our authorizing statutes are	
20	Jake Honig Compassionate Use Medical Cannabis Act	
21	and the New Jersey Cannabis Regulatory Enforcement	
22	Assistance and Marketplace Modernization Act; and	

- then under those acts we have the regulations
- established by the Commission.
- So the regulations adopted last year were

- effective for one year, so they expire this August;
- 2 and the regulations under consideration today, if --
- if approved, would be proposed for -- for -- would
- be proposed for adoption in -- in the New Jersey
- 5 Register at a future date, and Chief Counsel Riggs
- 6 will cover that process in more detail. It does
- 7 differ than the process we had when -- when the
- 8 Commission adopted the rules in August of 2021, and
- 9 Chief Counsel Riggs will -- will talk about some of
- those differences.
- 11 Next slide, please. So as far as -- as I
- mentioned, the initial rules were adopted last year;
- they're only in effect for a period not to exceed
- one year. There is a little bit of flexibility
- there which Chief Counsel Riggs will -- will cover.
- But essentially after that, these rules and
- regulations, the ones initially adopted will be
- adopted, amended or readopted, and then the -- the
- rules today will follow the standard Administrative
- 20 Procedure Act process.
- So, I'm gonna cover some -- some very high
- level aspects of these rules, and Chief Counsel

- 23 Riggs will -- will cover some others, and he'll --
- he'll talk a little bit about the APA process and --
- and essentially what we can share today and why

- 1 we're sharing it and -- and when the public can
- 2 expect more detail.
- Next slide, please. So some important -- some
- 4 key points from what's under consideration from the
- 5 Commission today. So the rules up for proposal,
- 6 importantly they -- they codify our licensing
- 7 process, including the priority review and approval
- 8 for applications from target groups, like those with
- 9 past marijuana convictions.
- We have heard from stakeholders from day one
- that it is vital to ensure that people with past
- marijuana convictions have a leg up in this market.
- The data that I presented showed that our process is
- giving them that. Granted, it's preliminary, we
- need to make sure people can convert and -- and get
- full annual licenses, but initially promising.
- So it ensures that our licensing process can
- continue to work the way that it is working. We
- continue low application fees and competitive
- licensing fees. We have some of the lowest
- application fees in the country. That will
- 22 continue.

- Adds -- it adds details for new license types,
- which Chief Counsel Riggs will cover; wholesalers,
- distributors and delivery services.

1 Next slide, please. One of the things that we 2 propose to do is expand flexibility for micro 3 businesses. One example is by clarifying that 4 things like bathrooms and break rooms don't factor 5 into the 2,500 square feet consideration, codifying 6 regulation purchase limits that we've issued via 7 guidance for recreational consumers, which is one 8 ounce of flower equals four grams of concentrates 9 equals 1,000 milligrams of THC in edible form. 10 That's what a recreational consumer can purchase 11 in -- in -- purchase in one transaction. 12 And they improve safety by making THC and CBD 13 levels clearer on labels and requiring retailers to 14 provide info on safe use to consumers at the point 15 of sale. 16 Next slide, please. Importantly, the -- the 17 proposed rules would also fully establish the Social 18 Equity Excise Fee as -- as passed by the 19 legislature, signed by the governor as -- as is in 20 law, and as the retail price of cannabis drops over 21 time, then the excise fee charged on cultivation per 22 ounce will increase in accordance with this -- this

- fee schedule.
- So right now, and Vice Chair Delgado's gonna
- cover this a bit later when -- with the Social

- Page 26 1 Equity Excise Fee Report, but right now it's set at 2 a low level, which is good, and it will increase 3 over time as -- as prices decrease. 4 Next slide, please. And with that, I'm gonna 5 pass it over to Chief Counsel Riggs. And I do want 6 to acknowledge for the Commission, and for those 7 listening, just the exceptional work by the chief 8 counsel, as well as his team, I want to especially 9 note Deputy Counsel Dave Toyson, as well as 10 Regulatory Officer Noah Mamber, who put in a lot of 11 work on this, and, you know, put together a really 12 solid proposal. So Chief Counsel Riggs? 13 MR. RIGGS: Thank you, Executive 14 Director Brown. 15 Madam Chair, may I proceed? 16 CHAIRWOMAN HOUENOU: Absolutely. The
- floor is yours.
- 18 MR. RIGGS: Thank you, Madam Chair.
- 19 And I echo those thanks to -- to my team here
- in the Office of Chief Counsel. Very good work by
- 21 Deputy Counsel Toyson, Regulatory Officer Noah
- 22 Mamber and our now director of investigations and

- compliance, Paul Urbish.
- Before I get into the general and review the
- 25 three license types, I want to first make a note

- that because of the administrative rule-making
- 2 process, the CRC cannot make these proposed draft of
- 3 rules public on the website, these regulations will
- 4 not be on the website immediately, but we will make
- 5 them available to the public as soon as possible
- 6 when they're posting in the register, or if -- if
- 7 there's a time before that, as soon as possible.
- 8 So to go over these three new license classes,
- 9 just -- just to note, this is gonna be a high level
- overview, it's not an exhaustive list of everything
- that these new license types can or cannot do, it's
- just basically a quick summary to give the public an
- idea of where we're going.
- First, the Class 3 wholesaler license. A
- wholesaler can purchase usable cannabis, cannabis
- products from another cannabis wholesale, cultivator
- or manufacturer for the purpose of resale to another
- wholesaler, manufacturer or retailer. They can
- store and warehouse cannabis and they can transport
- usage cannabis and cannabis products to a
- wholesaler, manufacturer or retailer.
- A Class 3 wholesaler cannot cultivate or

- package cannabis on their own, they cannot produce,
- 24 manufacture cannabis products, and they cannot
- transport, transfer, sell cannabis or cannabis

1 products or paraphernalia directly to a consumer.

For Class 4 distributers, what they can do is transport unusable and usable cannabis between cultivators and manufactures. They can transport usable cannabis and cannabis products between other cannabis establishments, and they can possess and engage in temporary storage of unusable and usable cannabis and cannabis products as necessary to carry -- carry out their transportation activities.

What a Class 4 distributor cannot to is cultivate, manufacture or package cannabis or cannabis products, they cannot sell cannabis products paraphernalia directly to consumers, and they cannot purchase or resell cannabis products.

And a Class 6 delivery service can -- based on a purchase order from a consumer, can obtain cannabis items, cannabis paraphernalia and related supplies from a cannabis retailer to deliver it to a consumer, they can transport that usable cannabis and cannabis products directly to a consumer, and they can return unsold usable cannabis and products and paraphernalia back to its original cannabis

- 23 retailer.
- What the delivery service cannot do is
- cultivate, package, manufacture cannabis products,

- they can't transport, transfer or sell cannabis
- 2 products or paraphernalia to other cannabis
- businesses, other than a return to the cannabis
- 4 retailer where the purchase order was filled, and
- 5 they cannot store any cannabis or cannabis products
- 6 at their administrative office.
- 7 And just to note, that these are just some --
- 8 some highlights of what these license classes can
- 9 do. There's also some other technical edits in the
- existing regulations that were effective upon filing
- that were -- we made some edits and and changes to
- make -- for clarity purposes. So I encourage, you
- know, the public to review all the regulations and
- feedback after they're published in the New Jersey
- 15 Register.
- Next slide, please. So this is -- as far as
- the timeline and the process goes, as Executive
- Director mentioned, our rules became effective upon
- filing on August 19th of 2021. They're set to
- expire on August 19th of this year.
- 21 What the CREAMM Act requires is that those
- rules be amended or readopted prior to their

- expiration date, which is August 19th of 2022.
- So today, on June 30th, we're gonna file them
- on -- with the Office of Administrative Law they'll

- be filed the Office of Administrative Law, and under
- 2 the Administrative Procedures Act, what that does is
- it triggers 180 day extension on the rules as they
- 4 exist.
- 5 So those rules will still be effective for 180
- 6 days, which extends that -- that timeline to
- February 15th of 2023. During that time period --
- 8 during the process once they're published in The
- 9 Register, about 30 days from now on August 1st;
- that's when the -- the public comment period opens
- up. And the public comment period will remain
- opened up for about 60 -- for 60 days. It's set to
- expire on September 30th of 2022.
- So during that time period, that is when, you
- know, the public'll be able to comment, provide
- feedback on the rules, and they'll be -- we'll
- provide the website, it'll be electronic form
- comments, but you can also provide them via regular
- mail to our P.O. box. We'll provide all that
- information once they're published in The Register
- so that we can get comments to the rules.
- So lastly, I just want to say that the

- regulations are just another milestone for the CRC,
- these -- these are foundational regulations that,
- you know, staff did extensive research on, they

		Page 31
1	talked to various stakeholders and and basically	
2	we just wanted to ensure that the regulations	
3	continued to lay the foundation that we've laid for	
4	a safe and equitable cannabis market, and we're	
5	gonna continue to to monitor that, monitor the	
6	comments, and move forward through that process.	
7	And with that, I will turn it back to you,	
8	Madam Chair.	
9	CHAIRWOMAN HOUENOU: Thank you, Chief	
10	Counsel, and thank you, Director Brown.	
11	Yes, our legal team has done tremendous work	
12	to help us get to this place where we can now	
13	consider our permanent rules with you know, in	
14	just over a year, so so thank you to the legal	
15	team and all the folks who have helped the CRC get	
16	to this monumental place.	
17	So with that, do I hear a motion to adopt the	
18	resolution concerning the approval of proposed	
19	readoption of the specially adopted rules with	
20	amendments and new rules?	
21	COMMISSIONER NASH: Madam Chair, I move	
22	to approve the resolution for proposed readoption of	

- the specially adopted new rules with amendments.
- 24 COMMISSIONER BARKER: I second that,
- 25 Madam Chair.

		Page 32
1	CHAIRWOMAN HOUENOU: All right. Moved	
2	by Commissioner Nash and seconded by Commissioner	
3	Barker.	
4	Is there any discussion on this motion?	
5	Hearing none, Director McWhite, can you please call	
6	the vote.	
7	DIRECTOR McWHITE: Commission Barker?	
8	COMMISSIONER BARKER: Aye.	
9	DIRECTOR McWHITE: Commissioner Del	
10	Cid-Kosso?	
11	COMMISSIONER DEL CID-KOSSO: Yes.	
12	DIRECTOR McWHITE: Vice Chair Delgado?	
13	VICE CHAIR DELGADO: Yes.	
14	DIRECTOR McWHITE: Commissioner Nash?	
15	COMMISSIONER NASH: Yes.	
16	DIRECTOR McWHITE: Chairwoman Houenou?	
17	CHAIRWOMAN HOUENOU: Yes.	
18	DIRECTOR McWHITE: The resolution	
19	passes.	
20	Next up on today's agenda is consideration of	
21	the Commission's report on recommended uses of	
22	Social Equity Excise Fees.	

- 23 CHAIRWOMAN HOUENOU: Thank you,
- Director McWhite.
- This item is being presented to the Commission

Page 33 1 the Audit Committee, which includes staff, myself 2 the chair of the Commission, and the vice chair the Commission, the honorable Vice Chair Delgado, 3 4 and he has offered to -- to provide a summary for 5 the full board, as well as the public, about this 6 recommend -- about this report on recommended uses 7 of the Social Equity Excise Fee. 8 So with that, Vice Chair Delgado, you have the 9 floor. 10 VICE CHAIR DELGADO: Thank you, Madam 11 Chairwoman. 12 I'd like to start with the first slide, 13 please. It's the -- our statutory requirement. 14 Because the CREAMM Act requires cannabis revenues, 15 including revenues from the Social Equity Excise Fee 16 to be the deposited into the Cannabis Regulatory 17 Enforcement Assistance and Marketplace Modernization 18 Fund, 15 percent of the moneys in the fund is 19 required to be dedicated to a subaccount within the 20 fund known as the Underage Deterrence and Prevention 21 Account, which Director Brown mentioned earlier in

22

his presentation.

23	Going on to the next slide. So I'd like to
24	explain the Social Equity Excise Fee very briefly
25	for the the public. In addition, the CREAMM Act

- 1 names the New Jersey Cannabis Regulatory Commission
- 2 as the entity required to make recommendations to
- 3 the governor and legislature with social equity
- 4 appropriations for any revenue collected during the
- 5 current fiscal year for the Social Equity Excise
- 6 Fee.
- 7 The Social Equity Excise Fee is a per ounce
- 8 flat fee assessed on all cannabis cultivated and
- 9 sold in the Garden State in the Garden State
- 10 recreational cannabis market.
- The New Jersey Cannabis Regulatory Commission
- adopted the regulations last year, on August 19th,
- that set the social equity fee at the statutory
- required rate of one third of one percent of the
- average retail price of cannabis.
- We also, on April 21st, issued guidance based
- on the analysis of past sales and established the
- initial Social Equity Excise Fee as \$1.10 per ounce.
- 19 The New Jersey Cannabis Regulatory Commission
- estimate -- estimates, and again this -- these are
- estimates, that the equity excise fee will bring in
- roughly \$191,250 before the end of the year --

- fiscal year 2022.
- Now, keep in mind that this is -- these are
- 25 the sales between April 21st of 2022 and June 30th,

- which ends our fiscal year 2022. And we also
- estimate 3.5 million in fiscal year 2023.
- So if we can go on to the next slide? We --
- 4 the Commission held three regional meetings, which
- 5 were required -- which were required, according to
- 6 the law, we -- North Jersey, Central Jersey and
- 7 South Jersey to solicit input from community
- 8 members, organizations, and other key stakeholders,
- 9 with regional meetings completed, this -- this
- report, the report that we will be turning in,
- summarizes the public input received during those
- meetings.
- The -- I want to say that the regional
- hearings generated a -- a wide variety of ideas and
- considerations, and we thank the public and our
- stakeholders for that. However, it is noted that
- all hearings demonstrated some common themes
- throughout those -- the input.
- The Commission has organized the common themes
- communicated by the participants of the regional
- 21 hearings into the following four key public policy
- categories in recommending the distribution of

- revenues from the Social Equity Excise Fee.
- Those themes are: One, economic development;
- 25 two, justice reinvestment; three, public health; and

- 1 four, workforce development and education.
- 2 So let's go to our core -- the next slide,
- which is our core recommendation. Based on public
- 4 comments received and the projected amount of
- 5 expected revenue to be raised by the Social Equity
- 6 Excise Fee, the Cannabis Regulatory Commission
- 7 recommends investing the funds from fiscal year 2022
- 8 and fiscal year 2023 in grants and lo-interest loans
- 9 for aspiring entrepreneurs in impact zones and
- economically disadvantaged areas, or areas with
- other economic designations that overlap with impact
- zones, or such as urban enterprise zones.
- We can go on to the next slide, please. So
- let's look at the -- our first recommendation, first
- category, economic development. Every public
- hearing featured participating high -- high lined
- that the challenges involved in assessing capital
- for cannabis business, the need to assist aspiring
- entrepreneurs from diverse backgrounds, with past
- 20 marijuana convictions with starting capital, and the
- 21 need to target such efforts to individuals'
- 22 geographic regions and communities most negatively

- 23 impacted by marijuana prohibition.
- 24 That is why the Commission is prioritizing
- 25 financial assistance as a key priority in its

- 1 recommendation by investing cannabis revenue in a
- 2 program to provide grants and low-interest loans to
- 3 social equity applicants or to other individuals.
- 4 New Jersey would -- could extend already
- 5 successful equity initiatives to spur a diverse and
- 6 equitable cannabis industry. We prioritize -- we
- 7 want to prioritize targeting revenue to support
- 8 individuals and communities, grants, and alleviate
- 9 expenses such as rents, mortgages and utilities, and
- also utilize place base qualifiers and other
- criterias.
- 12 Included in our economic development
- recommendation, we are recommending funding a
- 14 housing component through homeownership
- opportunities program for first time home buyers
- program for families most harmed by the war on
- 17 drugs.
- Let's go on to our next category, justice
- reinvestment. I have to say that many
- 20 participants -- excuse me -- in the regional
- 21 hearings expressed opinions that no revenue should
- fund law enforcement efforts.

23	While law enforcement is critical is a
24	critical element of public safety and criminal laws
25	are written to be race neutral, advocacy groups

- 1 noted that arrest data indicate disparitive
- 2 enforcement of those laws.
- So points to be made. No -- no money for law
- 4 enforcement; however, only use revenue for cannabis
- sales to fund law enforcement purposes where
- 6 statutory required.
- 7 Special consideration efforts to disrupt
- 8 cycles of violence, diffuse confrontations and offer
- 9 healing and support services, and also re-entry
- services, such as housing needs, job trainings and
- skill development.
- Let's go on to our next public slide, which is
- the public health category. We know that healthcare
- is one of the most fundamental necessities.
- Participants shared insights into a range of
- healthcare services that can be funded through
- 17 revenue from cannabis sales, including but not
- limited to the creation of -- of black maternal
- healthcare centers, the expansion of post -- post --
- pre and postnatal services to support overall
- improvement of wellness and healthcare needs.
- Members of the public also discussed the

- creation of restorative health -- healthcare centers
- that offer mental health, conflict resolution, harm
- reductions therapy and other services, and support

- 1 expansion of HIV services were also raised. So
- 2 those are -- are the recommendations they were
- 3 making.
- 4 Next slide. Because our -- because our core
- 5 value is in equity and -- and safety, public health
- 6 and safety messages outlining through Public Service
- 7 announcements, data collection for educational
- 8 health resources, clinical research studies, and
- 9 creation of technology -- support creation of -- of
- technologies to identify cannabis impairment, was
- some of our recommendations in the report.
- We can go on to the next slide, which is the
- workforce development and education slide.
- Participants in our public -- during those public
- 15 hearings expressed significant interest in seeing
- revenue go towards a host of educational services,
- they shared suggestions for services that offered
- people opportunities to learn more about cannabis
- and the different career paths within the cannabis
- industry, whether they are plant touching or
- 21 ancillary in nature.
- As a point of reference, I want to point out

- that according to a 2022 Leafly job report, there
- are currently 428,059 cannabis related jobs in
- America, and over 3,000 cannabis related jobs here

- in New Jersey, with the latter number expected to
- 2 grow with the expansion of the -- the personal use
- 3 market here in New Jersey.
- 4 With that in mind, the Commission recommended
- 5 funding programs that promote personal and
- 6 professional development through scholarships,
- 7 vocational training, professional certification,
- 8 apprentices program, -- thank you Labor Director
- 9 Bill Wells for that suggestion -- business
- development, and finally financial literacy.
- Also we're suggesting youth services by
- funding at least one community resource center in
- each county, with wraparound services, which include
- recreational tutoring, mental services and after
- school enrichment.
- That concludes my presentation, but I do want
- to thank Commissioner Nash and Commissioner Barker
- for their insights and hard work in establishing the
- foundation for this important report, and also the
- 20 heavy lifting of Chairwoman Houenou, Director Brown
- and his staff in getting this report over the goal
- line. Thank you very much.

- 24 Chair Delgado.
- 25 And, yes, I'll -- I'll echo those -- that

		Page 41
1	appreciation for Commissioner Nash and Commissioner	8
2	Barker for getting the regional hearings done,	
3	executed, and a reminder to folks, those hearings	
4	are available on our website on our public meetings	
5	page, at the top you'll see a tab for the regional	
6	hearings.	
7	And thank you to all of the participants who	
8	submitted comments, whether it be orally during the	
9	regional hearings, or in writing.	
10	So with that, do I hear a motion to adopt the	
11	resolution concerning the approval of the	
12	Commission's report on the recommended uses of	
13	Social Equity Excise Fees?	
14	COMMISSIONER DEL CID-KOSSO: Madam	
15	Chair, I move to adopt this resolution concerning	
16	the approval of the Commission's report on	
17	recommended uses of Social Equity Excise Fees.	
18	VICE CHAIR DELGADO: Madam Chair, I	
19	second that.	
20	CHAIRWOMAN HOUENOU: All right. Moved	
21	by Commissioner Del Cid-Kosso and seconded by Vice	
22	Chair Delgado.	

23	Is there any discussion on this motion?	
24	COMMISSIONER BARKER: Yes. Madam	
25	Chair, may I please have the floor briefly?	

		Page 42
1	CHAIRWOMAN HOUENOU: Commissioner	
2	Barker, yes, you may.	
3	COMMISSIONER BARKER: Thank you, Madam	
4	Chair. I want to also piggyback on the sentiments	
5	that Commissioner Delgado said, and thank	
6	Commissioner Nash and the staff here at the CRC for	
7	all of their hard work and input drafting this	
8	recommendation memo, especially the Audit Committee	
9	and the public engagement and indication committee	
10	members.	
11	There is still significant financial need to	
12	support our cannabis industry, and as you will read,	
13	the Social Equity Excise Fee is just a small start.	
14	It is encouraging to see the latest actions by the	
15	legislature to assist EDA in their attempt to serve	
16	the industry.	
17	I believe that the governor and legislature	
18	understand the significant capital required to apply	
19	for and maintain a sustainable cannabis business or	
20	ancillary opportunity, and I hope, I sincerely hope	
21	that both the branches consider seriously allocating	
22	additional revenue from the potential tens and	

- 23 hundreds of millions of dollars in the CREAMM fund
- and overall budget to meet this need, especially for
- people in communities that have been most harmed,

		Page 43
1	and continue to be most harmed, by the failed war on	
2	drugs.	
3	I am also confident that the public will	
4	continue to monitor how text revenue is allocated to	
5	ensure that our cannabis industry lives up to our	
6	core values of equity and safety, while reflecting	
7	the homegrown diversity in our Garden State.	
8	Thank you, Madam Chair. I yield my the	
9	floor.	
10	CHAIRWOMAN HOUENOU: Thank you.	
11	Is there any further discussion on this	
12	motion?	
13	All right. Hearing no further discussion,	
14	Director McWhite, can you please call the vote?	
15	DIRECTOR McWHITE: Commissioner Barker?	
16	COMMISSIONER BARKER: Nay.	
17	DIRECTOR McWHITE: Commissioner Del	
18	Cid-Kosso?	
19	COMMISSIONER DEL CID-KOSSO: Yes.	
20	DIRECTOR McWHITE: Vice Chair Delgado?	
21	VICE CHAIR DELGADO: Yes.	
22	DIRECTOR McWHITE: Commissioner Nash?	
23	COMMISSIONER NASH: Yes.	

24	DIRECTOR McWHITE: Chairwoman Houenou?
25	CHAIRWOMAN HOUENOU: Yes.

		Page 44
1	DIRECTOR McWHITE: The resolution	
2	passes.	
3	Next up on today's agenda is considering of	
4	applications for conditional licenses.	
5	CHAIRWOMAN HOUENOU: Thank you,	
6	Director McWhite. Director Brown, can you please	
7	provide a summary of the conditional license	
8	applications received the recommendations from	
9	staff?	
10	DIRECTOR BROWN: Absolutely. Thank	
11	you, Madam Chair.	
12	And thank you to everyone who worked on the	
13	SEEF report, glad to see that that passed and	
14	is is on its way to to the governor and	
15	legislature, so appreciate all the hard work from	
16	all the commissioners and and staff who that	
17	went into that. And, as our Chair mentioned, to	
18	everybody who commented.	
19	So looking at these recreational cannabis	
20	applications, so the Commission has before it 81	
21	additional applications up for approval. These are	
22	broken down: 41 percent standard businesses,	

- 59 percent micro businesses. Next slide, please.
- All conditional license -- licenses today.
- Looking at the different license types, 22 of

- these applications are Class 1 cultivators, 11 are
- 2 Class 2 manufacturers, and 48 are Class 5 retailers.
- 3 So these applications have gone through the
- 4 standard review, they've been assessed for priority,
- 5 reviewed for completeness, scored. There's been an
- 6 initial look at financial limitations and, you know,
- 7 qualifications for the owners and -- and the
- 8 entities involved in the funding or operation of
- 9 these entities.
- We've undertaken quality control processes,
- and these are all deemed compliant with our regs,
- with the notice of application and ready for
- approval by this -- this -- by the Commission and
- ready to move forward in the process and ultimately
- work to get a -- an annual license.
- So I'm gonna ask that we run through the list
- of applicants up for consideration today. We're
- gonna go through the slides. Again, these slides
- are gonna be available after, so we'll just pause
- for about 30 seconds on each slide, and there are, I
- believe, four -- four or five slides covering the
- 81, and then we'll turn it back over to our Chair

- to -- to move to the vote.
- So next slide, please. Next slide, please.
- Next slide please. Next slide, please. And one

	Page 46
1	more. There might be one more after this. There we
2	go.
3	All right. As you can see, our staff's doing
4	a tremendous job, 81 more conditional licenses up
5	for approval today.
6	With that, I'll hand it back to you, Madam
7	Chair.
8	CHAIRWOMAN HOUENOU: Thank you,
9	Director Brown. I'm happy to see that we are, you
10	know, chugging through all those applications that
11	have been submitted by our New Jersey aspiring
12	entrepreneurs that want to get involved in this
13	space.
14	Do I hear a motion to adopt the resolution
15	concerning the conditional license applications for
16	Class 1, cannabis cultivator; Class 2 cannabis
17	manufacturer; and Class 5, cannabis retailer
18	licenses?
19	VICE CHAIR DELGADO: Madam Chair, I
20	move that we adopt the conditional licenses
21	proposed.
22	COMMISSIONER BARKER: Second that,

- 23 Madam Chair.
- 24 CHAIRWOMAN HOUENOU: Moved by Vice
- 25 Chair Delgado, seconded by Commissioner Barker, who

Page 47 1 was the first to get to that second. 2 Is there any discussion on this motion? 3 Hearing no discussion, Director McWhite, can you 4 please call the vote? 5 DIRECTOR McWHITE: Commissioner Barker? 6 COMMISSIONER BARKER: Aye. 7 DIRECTOR McWHITE: Commissioner Del 8 Cid-Kosso? 9 COMMISSIONER DEL CID-KOSSO: Yes. 10 DIRECTOR McWHITE: Vice Chair Delgado? 11 VICE CHAIR DELGADO: Yes. 12 **DIRECTOR McWHITE:** Commissioner Nash? 13 COMMISSIONER NASH: Yes. 14 DIRECTOR McWHITE: Chairwoman Houenou? 15 CHAIRWOMAN HOUENOU: Yes. 16 DIRECTOR McWHITE: The resolution 17 passes. 18 CHAIRWOMAN HOUENOU: Congratulations to 19 those 81 applicants. We expect great things. 20 DIRECTOR McWHITE: Next we have the 21 open public comment period. 22 CHAIRWOMAN HOUENOU: All right. So as

- we move into the comment -- public comment period, I
- want to remind everyone again, members of the public
- can submit their public comments both during and

- after this meeting in writing via our website,
- www.nj.gov/cannabis/meetings. The deadline for
- 3 submitting written comments is tomorrow,
- 4 5:00 o'clock on Friday, July 1st. Written comments
- 5 are shared with the Commission -- Commission members
- and are made public along with the meeting minutes.
- We will here from those individuals who have
- 8 signed up to speak in the order in which they signed
- 9 up. Public speakers, per usual, will be limited to
- three minutes. Please keep your remarks focused on
- matters that pertain to the Commissions work or
- items that the Commission should be aware of.
- Director McWhite will call out the names of
- the speakers, and when it is your turn to speak, we
- will ask that you unmute yourself, if you are
- dialing in by phone. We don't have anybody joining
- us by phone, it seems, so that's great. It's a
- 18 little bit easier.
- But for everyone else, in order for our staff
- to unmute you, your full name, as it appears on
- Zoom, must match the name or -- that you used when
- you registered to speak.

23	If you need to change your name on the Zoom
24	platform, exit the Zoom meeting and immediately
25	relaunch the Zoom meeting, which should prompt you

- the enter your name. We will not be able to
- 2 correctly identify you as a speaker if your name
- does not match what you used to sign up.
- 4 So, for example, I see several Allens, several
- Daves, we can never have too many Michaels. So if
- 6 you have a -- a name that you have used to sign up
- 7 that does not match the name that appears on Zoom,
- 8 I'm so sorry, we are not telepathic just yet, but we
- 9 will not be able to identify you as a speaker.
- So with that, I will turn it over to Director
- McWhite to call on our first set of speakers.
- DIRECTOR McWHITE: Good afternoon
- again. I will be calling out the first five
- speakers. When you hear your name, please raise
- your hand so that you may -- so that I may unmute
- 16 you. And if you can please state your name, first
- and last name for the record before you begin;
- greatly appreciate that.
- So the first five are Gaetano Lardieri, Joseph
- Waters, Edward Grimes, Ronald Murphy and Hrishikesh
- Vimadalal. That's Gaetano Lardieri, Joseph Waters,
- Hrishikesh Vimadalal, Edward Grimes and Ronald

- 23 Murphy.
- 24 Again, Mr. Gaetano, I believe, you have to
- sign out and sign back in with your first and last

- 1 name. Seeing none of those participants, we'll move
- 2 on to the next five.
- 3 Michael Lawrence Zalewski, Paula Patrice,
- 4 Chirali Patel, Shergoh -- Shergoh Alkilani and David
- 5 Feder.
- 6 I see Chirali Patel. And you may proceed.
- 7 MS. PATEL: Thank you, Director. Good
- 8 afternoon, members of the Cannabis Regulatory
- 9 Commission. Thank you for the updates. A lot of
- exciting news. A little bit troubling because I got
- a lot of social equity folks that got conditional'd
- today.
- But my name is Chirali Patel on behalf of
- Blaze Responsibly. I really wanted to request the
- consideration of potentially expanding the timeframe
- to convert for conditional licenses, solely based on
- the fact that the real estate market in New Jersey
- has become predatory for really anybody seeking out
- cannabis property.
- And I understand that regulating the real
- estate industry from, you know, price gouging is
- beyond the scope of the CRC's regulatory authority,

- but extending the timeframe for individuals to
- 24 convert to account for these present conditions
- would be extremely beneficial for many applicants,

- and so I hope that's taken into consideration as we
- 2 get closer to end of that timeframe and individuals
- are asking for the CRC to use their discretion to
- 4 extend that time.
- 5 There's also plenty of municipalities that
- 6 continue to set their own rules, despite CRC
- 7 guidance. For example, the CRC doesn't exclude
- 8 applicants from being within a mini or a strip mall
- 9 setting, but a -- a town just told someone that they
- can be in a mini mall, but that they can be in a
- strip -- strip store, which I don't know the
- difference.
- And the client found an affordable spot within
- an appropriate zone in a mini mall, but then was
- told of another multimillion dollar property that
- was being built elsewhere that's probably gonna be
- unaffordable for this social equity applicant and is
- gonna take months to complete the build-out.
- So either the social equity applicant
- 20 (indiscernible) now, pays out of pocket for an
- 21 unknown period of time, or waits for the property to
- be done to secure, but now is beyond that

- conditional timeframe to convert.
- So I think that we still need a lot of
- education in place, specifically for municipalities,

- because they're not sure how to proceed. And to
- 2 their credit, it is still new territory for a lot of
- people, and so if the education doesn't stream down
- from the state budget, I hope that the CRC
- 5 considered continued more county wide informational
- 6 sessions, in person to educate council members,
- 7 mayors on what this industry is supposed to look
- 8 like and how it's meant to work.
- 9 So I know there's a lot on your plates with
- 10 (indiscernible), but if we don't get municipalities
- to regulate at the local level with accurate and
- equal standards across the board, we're just setting
- people up to fail.
- So I just wanted to mention that. But thank
- you for everything that you are doing and for all
- the progress.
- DIRECTOR McWHITE: Chirali Patel, can
- you just state your name really quickly, and spell
- it for the record?
- MS. PATEL: Yep. Chirali Patel,
- 21 C-H-I-R-A-L-I, P-A-T-E-L.
- DIRECTOR McWHITE: Thank you.

23	MS. PATEL: Thank you.
24	DIRECTOR McWHITE: So again that is
25	Shergoh Alkilani, David Feder and Scott Paul and

- Paula Patrice. Seeing none of those, we'll move on
- 2 to the next five.
- 3 It's Jason Irizarry, Tracy McHugh, David Matis
- 4 and Russ Hudson. I see Scott -- Scott Paul, you may
- 5 proceed.
- 6 MR. PAUL: Okay, great. Can you hear
- 7 me?
- 8 DIRECTOR McWHITE: Yes. Please state
- 9 your name for the record.
- MR. PAUL: Great. This is Scott Paul.
- Yes, and I'm -- so I'm the -- I'm the owner of
- Newton Agriculture an application -- an applicant
- for a cultivator license, and I just had a question.
- I know that there was a -- there was a -- a
- breakdown of all the approved applications and, you
- know, the demographic breakdown of everybody.
- So have all the licenses approved so far, have
- they all been priority applications, social equity
- or diversely owned? Because I -- I -- we put in our
- application over five months ago. I've been told
- 21 for a couple months that we're being -- that the
- application is being reviewed.

23	But like every month I'm just like confused as
24	to why, you know, ours hasn't been there's no
25	decision on ours yet. I have municipal approval

- already, I had a letter from the mayor endorsing our
- 2 application.
- 3 It's just, you know, as a -- as a minority
- 4 business, I know a major consideration is that black
- 5 applicants generally don't have the immediate access
- 6 to capital as others might, and the -- the license's
- 7 like sort of a golden ticket to be able to confirm
- 8 investors.
- 9 So as, you know, someone mentioned earlier,
- there's a lot of predatory behavior going on from
- business owners and -- and just real estate. And
- now like we're in a position where we're getting
- boxed out of the space that we had because we can't
- pay for it because we don't have the license.
- And -- and -- yeah, I just -- I don't really
- understand what the holdup is. I don't know if
- everybody is waiting, you know, five months for
- their applications to go through.
- I know you guys are going through a lot of
- applications, and there's a lot of stuff to consider
- there, I'm just kind of at a loss and I don't know
- what to tell anybody, I don't know what else to do.

Yeah. I'm a certified minority business
and -- yeah. Yeah, that was -- that's my -- my
question, just: Are all of the applications that

- 1 have been approved so far, have they all been social
- equity, have they all been diversely owned, and is
- 3 everybody, you know, waiting this long.
- 4 Or I guess what can I do to have mine actually
- 5 be reviewed? Because I've been told the last couple
- 6 months that it's being reviewed.
- 7 CHAIRWOMAN HOUENOU: Thank you.
- 8 MR. PAUL: Thank you.
- 9 CHAIRWOMAN HOUENOU: Thank you for your
- comment Mr. Paul. Just the note for questions
- respect -- regarding your particular application,
- all applicants are directed to submit their inquiry
- to the CRC licensing email address. And staff check
- that on a regular basis, and so that is the -- the
- best way to get information specific to your --
- specific to your application. So that is
- 17 CRC.licensing@crc.nj.gov.
- DIRECTOR McWHITE: I see David Matis.
- You may proceed.
- MR. MATIS: Hi. Can you guys hear me?
- DIRECTOR McWHITE: Yes.
- MR. MATIS: Awesome, thank you. My

- name is David Matis, M-A-T-I-S. I am the co-owner
- and president of Dirty Jersey Kids. First I would
- just like to thank the Commission for approving our

- 1 conditional licensing today, it is a dream come
- 2 true, definitely.
- I did have a question, though, for the
- 4 Commission. There is a -- an issue that seems to be
- 5 going around the entire state, as far as pop-up
- 6 shops with gifting, particularly in the town of
- 7 Sussex Borough where we are gonna be setting up
- 8 shop.
- 9 There has already been one store that has been
- fined for illegally selling cannabis. There has
- been a store raided and arrested an individual for
- setting up shop and selling. There is another store
- that just currently opened up last week.
- My question is, is what is the CRC doing, if
- anything, to stop these stores from popping up? I
- find that it is turning a lot of potential customers
- in the future off to real legal stores and it's
- gonna really cause an issue for our -- our
- businesses when we do open up.
- And if there's something that we can do, how
- do we combat these illegal stores opening up and,
- quote, unquote, gifting their products?

23	Thank you. That's the question I had.
24	DIRECTOR McWHITE: Thank you.
25	The next five on our list are is Robert Carp,

- 1 Hugh Giordano, Jennifer Condron, Aleksandr
- 2 Kleynshvag and Kristofer Marsh. If those
- 3 individuals are here, please raise your hand so that
- 4 we may unmute you. I believe I see Aleksandr.
- 5 So, Aleksandr, it looks like you're using an
- 6 older version of Zoom and it won't allow you to
- 7 talk. You can dial in and follow the instructions
- 8 that the Chair gave us -- gave you earlier. Let me
- 9 just see if I can -- yes.
- So you want to dial in and press six to unmute
- yourself, and we'll get you right in. But you're
- using an older version of Zoom and it won't allow
- 13 you to talk.
- So I also see Hugh Giordano.
- MR. GIORDANO: Hello. Can you hear me?
- Can you hear me?
- DIRECTOR McWHITE: Yeah.
- 18 MR. GIORDANO: Excellent. Thank you,
- 19 Vice Chairperson -- Vice Director. I want to say
- first hello to Executive Director Brown, Chairperson
- Houenou, Vice Chair Delgado and Commissioner Nash,
- Barker and Del Cid-Kosso. Hugh Giordano H-U-G-H,

- Giordano, G-I-O-R-D-A-N-O of the UFCW Local 360.
- I first want to say congratulations to the 81
- conditionals approved today. As the official

- cannabis labor union under the guise of the AFL-CIO,
- 2 we look forward to working with you.
- I also want to say it was nice to hear that
- 4 the Commission has hired more workers for the
- 5 Commission directly, very proud of that, because I
- 6 know that the CWA, our brother and sisters at the
- 7 CWA represent the public sector workers, so thank
- 8 you to the Commission for keeping your word on
- 9 equity and justice in creating more good union
- careers at the Commission itself. You should be
- applauded for that.
- Wanted to give just an update to the
- Commission and to the public, because I think it's
- important for the Commission to know who -- which
- employee -- employer partners are actually following
- the LPA laws and also bargaining in good faith, and
- I actually have some really good news, and some
- happy news.
- We are begin the card-check process for
- 20 Harmony Dispensary. So Harmony go -- soon enough
- 21 the workers have already chosen under our LPA
- legislation, to join and form a union with the UFCW,

- so we're happy to announce that Harmony workers have
- chosen to do that, and that will be solidified ASAP
- with Harmony, so I want to thank Shia and Yosef and

- 1 Rob Maroney for their leadership and doing the right
- thing. And we're proud of those workers for
- 3 standing up for social equity and justice.
- We're beginning negotiations with GTI and the
- botanists as well, who have been good partners so
- 6 far and good conversation. Again, abiding by the
- 7 labor peace requirements of the state. We will
- 8 beginning conversations with the cannabis soon
- 9 enough.
- I wanted to also say that we've been having
- lots of conversations with our union members and --
- in these dispensaries in regards to patient access,
- and we're having conversations to make sure that
- patients access is protected, workers are the first
- line of defense.
- Very excited about the future. Want to thank
- everybody for the hard work at the CRC. I want to
- thank specifically the good employers who are coming
- forward. We have a lot coming down the pipe in
- regards to not only LTAs, but project labor
- agreements with our union brothers and sisters at
- 22 the trades. You know, thank you for -- to

- 23 Commissioner Nash and Barker for caring about
- 24 apprenticeship programs. Thank you very much.
- Bye-bye.

		Page 60
1	DIRECTOR McWHITE: Thank you.	C
2	I see Kristofer Marsh. And you may proceed.	
3	MR. MARSH: Thank you. Good afternoon,	
4	everybody, members of the Commission. My name is	
5	Kristofer Marsh, K-R-I-S-T-O-F-E-R, Marsh,	
6	M-A-R-S-H, and I'm here today representing the New	
7	Jersey Cannabis Associations' laboratory testing	
8	committee.	
9	We are a group comprised of scientific	
10	professionals who represent independent testing	
11	labs, biotech companies standard organizations,	
12	investigations and others who are here and ready to	
13	help the CRC wherever laboratory testing is	
14	involved.	
15	To date we've advised the CRC on best	
16	practices pertaining to remediation. We're also	
17	currently working with the CRC to propose a robust	
18	set of ready to adopt regulations regarding testing	
19	for the State of New Jersey. And I know that we	
20	have a a meeting in a couple of weeks to discuss	
21	that further.	
22	Today I just I wanted we wanted to	

- present to the Committee that the Laboratory Testing
- Committee is here to help the CRC with lab shopping,
- 25 if -- if so desired. The concept of lab shopping

- 1 exists in many states and markets where cannabis and
- 2 marijuana is -- is legal, both medically and
- 3 recreationally.
- 4 This is something like if -- you know,
- 5 whoever -- whichever lab produces the highest THC or
- 6 CBD numbers, or maybe the lowest failure rates, is
- 7 the one that, you know, most clients go to and
- 8 whether that lab is right or wrong.
- 9 And that practice, you know, it really does
- not ensure that patients are getting safe and
- effective products. And so multiple states have
- developed mechanisms to identify such testing,
- including looking at trending of statewide data,
- looking for atypical results, the state providing
- blinded samples to laboratories, sort of a
- secret-shopper kind of program, if you will. And
- the creation of state testing laboratories to
- operate as a reference lab.
- We think it's very important that the state
- and the CRC and everyone involved at the LTC work
- 21 together to ensure that labs are generating accurate
- and reliable data in order to ensure patients and

- customers get safe and effective medicines.
- So with that, I want to thank you for your --
- 25 the time today, and thank you for the work you're

		Page 62
1	doing.	1 age 02
2	DIRECTOR McWHITE: Thank you so much.	
3	The next three on the list will be Robert	
4	Allen, Raymond Cantor, and Chris T. I see Ray	
5	Raymond Cantor. If you could just state your first	
6	and last name for us for the record.	
7	MR. CANTOR: Thank you. My name is	
8	Raymond Cantor with the New Jersey Business and	
9	Industry Association. I want to thank you for the	
10	opportunity to allow me to speak here today.	
11	NJBIA is the largest state employer	
12	organization in New Jersey and we have, and have	
13	had, a keen interest the issue of workplace	
14	impairment. We were working with the legislature	
15	when the law was first enacted and we've been	
16	working with this Commission and its staff since	
17	that point in time to try to come up with workable	
18	workplace impairment regulations and for the	
19	certification of wires.	
20	We are disappointed that the regulations that	
21	were approved here today do not include the	

22

regulations to certify wires. We -- we do

- appreciate all the work that the Commission has been
- doing in setting up a new industry, in doing the
- 25 impossible by adopting regulations that -- now twice

1 within a short period of time.

But the issue of workplace impairment, as I am sure you all recognize, is significant, not only to the employer community, but also to the public at large. We do not want accidents to happen on our work sites, especially in areas where we have a significant potential for harm. We want to make sure the community is protected and we need those regulations in place.

We are encouraged by Director Brown's statement today that the Commission will be issuing guidelines very eminently. We would ask that the Commission and staff meet with NJBIA before those guidelines are issued to make sure that we understand what they are and that we could hopefully clarify any types of problems that may be, you know, in that, and they are as workable as possible.

We will also remind the Commission that while
we appreciate that you are moving forward with
guidelines to try to solve some of the employer, you
know, issues that we were having, that guidelines
are not the same as regulations, you know, we

- 23 understand that -- again, guidelines will be
- helpful, and we've asked for them, you know, in the
- 25 interim.

		Page 64
1	But regulations are legally binding, they are	
2	what is expected, you know, through the	
3	Administrative Procedure Act, and required by law.	
4	So while guidelines may be helpful in the short	
5	period of time, we would still recommend that the	
6	Commission work on a longer term regulatory fix.	
7	And again, we would, you know, like to know	
8	when will we see those guidelines and when we could	
9	expect those regulations.	
10	And again, as always, we offer our assistance.	
11	I look forward to working with the Commission and	
12	its staff.	
13	DIRECTOR McWHITE: Thank you.	
14	So I see Alex Aleksandr, rather,	
15	Kleynshvag. See if you are good to go. Ah, there	
16	we are. You may proceed, just please state your	
17	first and last name.	
18	MR. KLEYNSHVAG: Sure. How are ya?	
19	Can you guys hear me?	
20	DIRECTOR McWHITE: Yes.	
21	MR. KLEYNSHVAG: It's Aleksandr	
22	Kleynshvag. Good afternoon, honorable CRC, my	

- name's Aleksandr Kleynshvag, I am a veteran who
- served as a Navy FMF corpsman during Operation
- Unified Protector, and now I am the president of

1 North Lake Supply, LLC.

- We are a conditional Class 1 cultivation
- 3 applicant. We are majority woman owned, currently
- 4 have land secured that's shovel ready, have all of
- 5 the necessary township and zoning approvals, and we
- 6 also have signed labor peace agreements with the
- 7 Local UFCW 152.
- 8 As well as bonus point, including state
- 9 residency of over five years, because we are an
- actual local business looking to enter the New
- Jersey recreational market.
- We first submitted our conditional application
- on December 15th, which was the first day allowed
- for submissions. In 90 days later we were notified
- that we needed to (audio distortion) and we needed
- to provide personal history disclosures of our
- passive investors.
- Seven days later we had all of the information
- submitted. It is now over six months since we have
- submitted our conditional approval. So far the
- 21 people from New Jersey's recreational sales and all
- of the previous MSOs, while all the small business

- owners, minority business owners and female business
- owners are once again being left behind.
- We would all greatly appreciate more

- 1 communication and clarity on how applications are
- being reviewed and how each individual's merits are
- being evaluated.
- 4 New Jersey has a historic opportunity to
- 5 create an industry that benefits its disadvantaged
- 6 communities and small businesses. Our hope is that
- 7 this does not get turned into the hands of large
- 8 corporations whose only goal is to enrich their out
- 9 of state (audio distortion.) Thank you so much.
- DIRECTOR McWHITE: Thank you.
- I to call one more time registered speakers,
- folks that have registered with their first and last
- name that might have missed their opportunity to
- speak. That is Joseph Waters, Hrishikesh Vimadalal,
- Edward Grimes, Ronald Murray, Michael Lawrence
- Zalewski, Paula Patrice, Shergoh Alkilani, David
- Feder, Jason Irizarry, Tracy McHugh, Russ Hudson,
- Robert Carp, Jennifer Con -- Condron, Robert Allen,
- 19 Chris T. I see Robert Allen. You may proceed.
- MR. ALLEN: Thank you, everyone. My
- 21 name is Robert Allen, my professional affiliation is
- with Canna Pop-up, but I'll be speaking as a medical

- cannabis patient today.
- I'd like to wish my entire cannabis family a
- very happy 4th of July holiday weekend.

		18.
1	I have two concerns today. One is regarding	
2	the dispensary's websites. Most of the dispensaries	
3	are not keeping their websites up to date with	
4	current availability.	
5	I know many patients are using the website,	
6	not to necessarily place online orders, but to to	
7	figure out what they want in advance so they don't	
8	have to spend extra time once they reach the	
9	dispensary.	
10	There are many dispensaries that are just not	
11	displaying product that they have, they're not	
12	displaying current THC levels consistently, some	
13	dispensaries are displaying them, some are not. And	
14	it makes it very, very difficult.	
15	So I would like, if possible, for someone at	
16	the CRC to take an occasional look at the websites	
17	to make sure that they are, indeed up to date and	
18	accurate.	
19	When I've inquired at the dispensaries, I've	
20	been told that there's a third-party company that	
21	that handles that and it's very difficult for them	
22	to keep the website up to date. Unfortunately, I	

- don't believe that to be a valid reason.
- 24 My second concern is regarding a product that
- I believe, and please correct me if I'm wrong, a

- 1 product that was pulled by your governing body,
- which are the PAX pods vaporizer pods, and I'm not
- 3 sure if that's accurate, but according to my
- 4 dispensary, they've been pulled for whatever reason.
- 5 Which I find dismaying, because it is
- 6 currently the only delivery method that is actually
- 7 measurable by dose. Okay? So for -- you know, if
- 8 indeed that it's accurate that the CRC has pulled
- 9 the PAX pods from availability, I am very concerned
- about that and would -- would love to hear any input
- that you might be able to share regarding that
- particular product.
- And I'd like the wish all of you a very happy
- holiday weekend as well.
- So it's there anyone that -- you know, I don't
- know if you have any information about that or
- anything regarding that, but if you could share
- that, that would be great.
- 19 DIRECTOR McWHITE: Thank you. Thank
- you for your comments.
- So I'm going to call on Gaetano Lardieri. And
- please state your first and last name for the

- 23 record.
- 24 MR. LARDIERI: Gaetano Lardieri. Can
- you hear me?

		Page 69
1	DIRECTOR McWHITE: Yes. You may	_
2	proceed.	
3	MR. LARDIERI: Chair Houenou, Executive	
4	Director Brown and Commissioners, these public	
5	comments today are followup to public comments made	
6	to the CRC at its meeting on the 24th of May.	
7	Comments today in general are to advocate for the	
8	advancement of cannabis research in New Jersey, as	
9	specifically relating to the clinical registrant	
10	application permits referenced by Senator President	
11	Scutari in the senate judiciary hearings held in	
12	Trenton on May 12th.	
13	In response to Senator Scutari's question in	
14	reference to the status of clinical clinical	
15	registrant permits, Director Brown pointed out that	
16	this was on the CRC list of high priorities.	
17	Selection of diverse clinical registrants	
18	should be a high priority. This application permit	
19	process is complex and capital intensive. These	
20	make for intensive barriers for of entry.	
21	It has been well documented that racial bias	
22	exists in healthcare field, it is one of the	

- 23 underlining factors preventing diversity in clinical
- research. Diversity in cannabis research is
- important, as you are all well aware and strongly

1	support.
2	Diversity in research will help break these
3	barrier to address and provide answers and solutions
4	to the harms done by the war on drugs and other very
5	important socioeconomic questions of inequity and
6	inequality.
7	Through the guidance of the CRC, New Jersey
8	should be a leader in cannabis technology, science,
9	education and development. Let's work together and
LO	try to have New Jersey's clinical registry program
L1	as robust as our neighbor to the west. Pennsylvania
L2	currently has seven major institutions up and
L3	running in their program.
L4	Also, may I add, am well aware that at this
L5	time it is not within the CRC's purview that in
L6	conjunction with legislators and with the next draft
L <b>7</b>	of regulation, what should be taken into serious
L8	consideration is entheogenic medicines; that is,
L9	plant medicines. And yes, you heard it here first,
20	nevchedelice

In my opinion, from the research I have reviewed out of John's Hopkins, Harvard, Yale, and

21

22

- other prestigious institutions, these plant
- 24 medicines will have a profound and major impact on
- all of mental health in general.

I believe we have several potential New Jersey champions in this respect. The first being from my own city of Newark, and our junior senator from New Jersey, Cory Booker. Senator Bookkeeper recently sent a letter to the acting director of the NIH and commissioner of the FDA advocating for psychedelic research.  Our second is a New Jersey senate president,	
own city of Newark, and our junior senator from New  Jersey, Cory Booker. Senator Bookkeeper recently  sent a letter to the acting director of the NIH and  commissioner of the FDA advocating for psychedelic  research.	
Jersey, Cory Booker. Senator Bookkeeper recently sent a letter to the acting director of the NIH and commissioner of the FDA advocating for psychedelic research.	
sent a letter to the acting director of the NIH and commissioner of the FDA advocating for psychedelic research.	
commissioner of the FDA advocating for psychedelic research.	
research.	
Our second is a New Jersey senate president,	
Nicholas Scutari, who recently filed a Suicide	
Behavior Access Services Act.	
Champion number three is Governor Phil Murphy	
who, back in February of 2021 signed signed the	
(indiscernible) bill to immediately reduce penalties	
for possession.	
We encourage you to objectively consider the	
recent research and strong political advocacy for	
entheogenic medicine within the purview of patient	
advocacy.	
The future of the industry lies in a full	
spectrum of research and development that is	
inclusive of diversity from the farmer to the nail	
metably of diversity from the farmer to the hair	
	Champion number three is Governor Phil Murphy who, back in February of 2021 signed signed the (indiscernible) bill to immediately reduce penalties for possession.  We encourage you to objectively consider the recent research and strong political advocacy for entheogenic medicine within the purview of patient advocacy.  The future of the industry lies in a full

Everything you need is right here in front of you in the talent and diversity of the people of New Jersey. In this light, calls the -- the action for

- 1 the CRC arc to form a diversive inclusive advisory
- board expeditiously, include New Jersey subject
- 3 matter experts in the areas of research,
- 4 pharmaceuticals, (indiscernible) business and
- 5 advocacy, consider research for entheogenic
- 6 medicines in the next legislative and regulatory
- 7 guidelines.
  - 8 DIRECTOR McWHITE: Thank you far your
- 9 comments. Thank you.
- And lastly, I see SetivaCross.org. I believe
- that is Edward Grimes. Just for future public
- meetings, please register with your full name and
- not your affiliated organization.
- Please state your name for the record before
- you proceed.
  - MR. GRIMES: Good afternoon. This is
- Edward Lefty Grimes. Sorry about that, I actually
- changed it again, but it wasn't correct. Sorry
- 19 about that.
- Thank you for all your hard work. You're kind
- of up against it sometimes with the legislate, and I
- get that. So one thing I'd like to say though,

- we -- well, first of all, we'd like to invite you
- all to the State House on July 10th, it's for
- cannabis patient awareness day, it's gonna be a

- 1 national holiday. We're trying to make it a
- 2 national holiday where patients get the
- 3 representation they deserve here in New Jersey and
- 4 across the other states.
- We're having the State House from Oregon take
- 6 part and the State House of California taking part.
- 7 And we're also in New Jersey. So we'd like to
- 8 invite you all to come out to the State House on
- 9 7-10 to celebrate cannabis patients.
- Because my 501(c)(3) -- we're SteviaCross
- 501(c)(3), advocating for patients' rights and for
- wheelchair access. We have been rallying at Senator
- Scutari's office trying to encourage him to be
- 14 (audio distortion) cannabis bills up for a vote.
- The bills I'm talking about are the Home Grow
- bills and the Insurance Coverage bills. And I guess
- after today it's gonna have to wait, but hopefully
- in September you'll put those up for a vote.
- Now, here's -- here's the deal, though, what
- I'm not -- (audio distortion). I have a sign, it's
- a huge license plate and it says Home Grow, hashtag
- Jeff's Law. And when I have the sign up, a lot of

- people are coming up to me and they're asking me,
- 24 why are you here protesting? It's legal. We voted
- for it, it's legal.

		Page 74
1	I'm like, no, you go to jail if you grow weed.	
2	And every person I talk to in Linden couldn't	
3	believe that you go to jail for growing weed and	
4	selling weed, because they didn't vote for that.	
5	And they feel like they've been bamboozled and	
6	hoodwinked, because this is not what we voted for.	
7	We voted for I voted for Constitutional right to	
8	grow. So what's happening is, the social justice	
9	we're talking about is creating a whole new class of	
10	Jim Crow Jim Grow, where people think you can	
11	grow weed, and you actually can't.	
12	And like the guy was just talking about, the	
13	mushroom bill, the mushroom bill includes home grow	
14	for mushrooms. (audio distortion).	
15	DIRECTOR McWHITE: Mr. Grimes, I'm	
16	sorry, we we're unable to hear you. Thank you,	
17	Mr. Grimes, we we're really unable to hear you.	
18	Thank you for your comments. You can submit written	
19	comments to us as well.	
20	I see Paula Patrice. You may proceed.	
21	MS. PATRICE: Hi. Thank you. Good	
22	afternoon, members of the CRC. My name is Paula	

- Patrice, P-A-T-R-I-C-E, I'm representing Illtown
- Growers, a cultivation applicant.
- We submitted December 15th as a social equity

- business. I'm looking for clarity on how to
- 2 communicate with the Commission as far as
- 3 applications status and how to update documents.
- I have attended all of the webinars, I am up
- 5 to date on information and recommended ways to
- 6 communicate.
- 7 In my case, when the Commission came back at
- 8 the beginning of March and asked for additional
- 9 documentation to many applicants for the SEB
- affidavit, there was one tax form that I had been
- missing. So in my case I waited a couple of weeks
- and then thought, because we always have this
- rolling process, that I would be able to reopen my
- portal and update my documents.
- That did not seem to be the case. I have not
- been successful in requesting that the portal be
- reopened, and given that we have had, you know, six
- months now of time, of course there are documents
- that we want to update or submit with our
- application.
- So I'm just wondering, what is the best way to
- up those -- update those documents? Because I've

- been sending tax returns and other documents by
- email; this does not seem like a secure channel of
- communication.

		rage , o
1	And then additionally, I do see that my emails	
2	are read, but I don't get any replies. So just to	
3	manage expectations, can you tell me how quickly new	
4	documents are applied to an application? And maybe	
5	just illustrate the rolling process a little bit	
6	better by by rolling does it mean, you know, a	
7	couple of a couple of months later, you know, my	
8	social equity standing would have gone back into	
9	place? Or, you know, how how does that priority	
10	process work when an SEB updates documents that	
11	purportedly should put them higher up in the	
12	priority where other, you know, applicants who	
13	aren't an SEB or maybe just a standard applicant,	
14	are getting their conditionals?	
15	CHAIRWOMAN HOUENOU: Thank you, Miss	
16	Patrice. Since your question is specific to your	
17	application, we'll have staff our follow up with you	
18	off line.	
19	DIRECTOR McWHITE: Last, but certainly	
20	not least, is Hrishikesh Vimadalal. Please state	
21	your name first and last name the record. And	
22	you may proceed.	

- MR. VIMADALAL: Hi. My name is
- Hrishikesh Vimadalal, I'm speaking on behalf of A

23

Greater Purpose as one of the co-founders and the

1	CEO.
2	Greater Purpose has applied for a Class 2
3	processing condition license. Greater Purpose is a
4	minority owned business with over 80 percent equity
5	owned by long time New Jersey residents. We have a
6	signed resolution from our town that supports our
7	application. We have a zoning permit from for
8	the proposed location from the town. We have
9	complete control of the proposed location. We have
10	everything else that we need to get started.
11	But what we do not have is an update on the
12	status of our application. It's been over 134 days
13	since our application was submitted on February
14	10th, 2022. We've we've sent several emails
15	asking for status, or at least any indication on how
16	long we would have to wait to here back about our
17	application, but we've not received anything.
18	We we really hope there is a way a
19	better way for us applicants to find out how long
20	before we have to get everything else ready to get
21	going, this would really help applicants that were
22	not able to submit right away and have no idea how

23	long they have to wait. And thank you.
24	DIRECTOR McWHITE: Thank you.
25	CHAIRWOMAN HOUENOU: Again, since your

		Page 78
1	question was about a specific application, we'll ask	
2	our staff to follow up with you off line. Thank	
3	you.	
4	DIRECTOR McWHITE: Madam Chair, this	
5	concludes the public comment portion of today's	
6	agenda.	
7	CHAIRWOMAN HOUENOU: Thank you,	
8	Director McWhite, and thank you to everyone who	
9	spoke today. This concludes the business that we	
10	have before us this afternoon.	
11	Do I hear a motion to adjourn?	
12	COMMISSIONER BARKER: Madam Chair, I	
13	move to adjourn today's meeting.	
14	CHAIRWOMAN HOUENOU: Thank you,	
15	Commissioner Barker. For a moment there I thought	
16	everybody wanted to stick around for a little bit	
17	longer. So moved by	
18	COMMISSIONER NASH: I second it.	
19	CHAIRWOMAN HOUENOU: Commissioner	
20	Barker Barker, seconded by Commissioner Nash.	
21	Thank you.	
22	Is there any discussion on this motion to	

23	adjourn?	Hearing none, all those in favor say aye.	
24		COMMISSIONER BARKER: Aye.	
25		COMMISSIONER DEL CID-KOSSO:	Aye.

		Page 79
1	COMMISSIONER NASH: Aye.	ruge //
2	VICE CHAIR DELGADO: Aye.	
3	CHAIRWOMAN HOUENOU: Aye. All those	
4	opposed say nay. Are there any abstentions?	
5	Hearing none, the ayes have it and the motion	
6	passes.	
7	Thank you all for joining today's meeting,	
8	congratulations again to the 81 conditional license	
9	awardees. For members of the public, please visit	
10	our website to view the approved 2022 calendar of	
11	meetings, and again, beginning in September our	
12	meetings are planned to be in person, so more	
13	details on that will follow.	
14	The time is now 3:11 and we are adjourned.	
15	Have a great evening, everyone.	
16	*****	
17		
18		
19		
20		
21		
22		
	<del>156</del>	

## **CERTIFICATION**

I hereby certify that the foregoing minutes represent a true and complete summary of the public meeting held by the Cannabis Regulatory Commission on **June 30, 2022.** 

Christopher Riggs
Chief Counsel

Daniel Said
Board Secretary

Date: July 6, 2022 Date: July 6, 2022