Michigan Office of Administrative Hearings and Rules

611 W. Ottawa Street Lansing, MI 48909

Phone: 517-335-8658 Fax: 517-335-9512

AGENCY REPORT TO THE JOINT COMMITEE ON ADMNINISTRATIVE RULES (JCAR)

1. Agency Information

Agency name:

Licensing and Regulatory Affairs

Division/Bureau/Office:

Marihuana Regulatory Agency

Name of person completing this form:

Jessica Fox

Phone number of person completing this form:

517-284-9294

E-mail of person completing this form:

FOXJ12@michigan.gov

Name of Department Regulatory Affairs Officer reviewing this form:

Elizabeth Arasim

2. Rule Set Information

MOAHR assigned rule set number:

2019-70 LR

Title of proposed rule set:

Marihuana Sampling and Testing

3. Purpose for the proposed rules and background:

To provide one, cohesive set of rules for regulating marihuana licenses for both adult use and medical marihuana in the State of Michigan.

4. Summary of proposed rules:

The proposed topic-based rule sets are intended to provide clarity/consistency to those working in both the medical and adult use markets. The rule sets provide for the implementation of a program to license medical/adult use marihuana businesses. The rule sets implement, administer, and enforce appropriate standards for marihuana businesses and associated equipment and establish regulations ensuring the safety, security, and integrity of the operation of marihuana businesses.

5. List names of newspapers in which the notice of public hearing was published and publication dates:

The Flint Journal (Pub: 1/28/20), The Grand Rapids Press (Pub: 1/28/20), The Mining Journal (Pub: 1/16/20)

6. Date of publication of rules and notice of public hearing in Michigan Register:

2/1/2020

7. Date, time, and location of public hearing:

2/12/2020 09:30 AM at Auditorium, 525 West Ottawa Street, Lansing, Michigan

8. Provide the link the agency used to post the regulatory impact statement and cost-benefit analysis on its website:

https://dtmb.state.mi.us/ARS Public/Transaction/RFRTransaction?TransactionID=14

9. List of the name and title of agency representative(s) attending public hearing:

Executive Director Andrew Brisbo, Legal Analyst Kelly Kronner, Legal Analyst Jessica Fox, Legal Analyst Joshua Galicki

10. Persons submitting comments of support:

Jim LaPorte

Choice Laboratories

Michigan Coalition of Independent Cannabis Testing Laboratories

PSI Labs

Dykema Gossett, PLLC

North Coast Testing Laboratories of Michigan, LLC

Michigan Cannabis Industry Association

Cannabis Legal Group

Michigan Cannabis Manufacturers Association

Roma Thurin

Warner Norcross + Judd, LLP

Dragonfly Michigan

11. Persons submitting comments of opposition:

None.

12. Identify any changes made to the proposed rules based on comments received during the public comment period:

1 Jim LaPorte Live resin is made from fresh frozen. Live resin reference resin" to "fresh	Name Orgai		Comments made at public hearing	Written Comments	Agency Rationale for change	Rule number & citation changed
should be to fresh frozen". frozen.	1 Jim La	aPorte		made from fresh frozen. Live resin reference should be to fresh	with comment. Changed "live resin" to "fresh	

2	Choice	"active The agency agrees 420.301(1)(b)
2	Laboratories	ingredient" with this comment
	Laboratories	excludes and has modified
		industrial hemp this section
		and only accordingly.
		determines active
		based upon THC
		level.
3	PSI Labs, LLC	The definition of The agency agrees 420.301(h)
		final package is that the definition
		unclear. needs clarification.
4	Michigan	The definition of The agency agrees 420.301(h)
	Coalition of	final package is that the definition
	Independent	unclear. needs clarification.
	Cannabis	
	Testing	
	Laboratories	
5	Choice	The definition of The agency agrees 420.303(10)
	Laboratories	final package and has modified
		includes final the rule for clarity.
		package and final
		form.
6	Michigan	It is difficult for a The agency 420.304(2)(b)
	Coalition of	lab to obtain a partially agrees
	Independent	truly and has modified
	Cannabis	representative the rule.
	Testing	sample without a
	Laboratories	batch limit.
	Laboratories	batch limit.
	2	

7	Dykema	should be The agency agrees	420.304(2)(b)
	Gossett, PLLC	amended to state: that the lab should	
	,	"The agency may ensure that sample	
		publish sample increments are	
		sizes for other taken from	
		marihuana throughout the	
		products being batch.	
		tested, and may	
		provide for a	
		maximum harvest	
		batch size." and	
		also amend: The	
		laboratory must	
		have access to the	
		entire batch for	
		the purpose of	
		sampling and	
		shall ensure that	
		the sample	
		increments are	
		taken from	
		throughout the	
		batch.	
8	North Coast	Removing the The agency	420.304(2)(b)
	Testing	batch size limit is partially agrees	
	Laboratories of	a risk to patient and has modified	
	Michigan, LLC	health and safety. the rule.	
9	PSI Labs	Supports the The agency	420.304(2)(b)
		older version of partially agrees	
		the rule that and has modified	
		included a batch the rule.	
		limit.	
10	Terrapin	Unlimited batch The agency	420.304(2)(b)
	Michigan	size leaves partially agrees	
		sample to large, and has modified	
		there should be the rule.	
1.1	N. 1 .	intervals.	420.204(2)(1)
11	Michigan	It is better to The agency	420.304(2)(b)
	Cannabis	maintain a batch partially agrees	
	Industry	limit because and has modified	
	Association	contamination the rule.	
		can spread out in	
		a heterogenous	
		manner, and this	
		provides better	
		data.	
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12	Great Lakes	9	Supports the	The agency	420.304(2)(b)
	Cannabis		older version of	partially agrees	0.00 .(_)(0)
	Chamber of		the rule that	and has modified	
	Commerce		ncluded a batch	the rule.	
			imit.		
13	Michigan	•	'batch" is	The agency	420.304(2)(b)
	Cannabis		difficult to define	partially agrees	
	Manufacturers	7	without a limit.	and has modified	
	Association			the rule.	
14	PSI Labs]	It is unreasonably	The agency agrees	420.305(12)
			ourdensome to		
			require the filing		
			of COAs as well		
			as entry into		
			METRC.		
15	Michigan		It is unreasonably	The agency agrees	420.305(12)
	Coalition of		ourdensome to		
	Independent		require the filing		
	Cannabis		of COAs as well		
	Testing		as entry into		
1.6	Laboratories		METRC.	TOTAL CONTRACTOR OF THE PARTY O	420.205(12)
16	Michigan		It is unreasonably	The agency agrees	420.305(12)
	Cannabis		ourdensome to		
	Industry		require the filing of COAs as well		
	Association				
			as entry into METRC.		
17	PSI Labs		There is no	The agency agrees	420.306(2)
1 ,	1 SI Luos		scientific	to remove this	120.300(2)
			evidence to	portion.	
			support the	p o rui o rui	
			requirement that		
			a lab that reported		
			failed results		
			cannot perform		
			further testing.		
18	Michigan		There is no	The agency agrees	420.306(2)
	Coalition of	S	scientific	to remove this	
	Independent	le	evidence to	portion.	
	Cannabis		support the		
	Testing		requirement that		
	Laboratories		a lab that reported		
			failed results		
			cannot perform		
		1	further testing.		
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19	Michigan	There is no	The agency agrees	420.306(2)
	Cannabis	scientific	to remove this	
	Industry	evidence to	portion.	
	Association	support the	•	
		requirement that		
		a lab that reported		
		failed results		
		cannot perform		
		further testing.		
20	Cannabis Legal	The provision	The agency agrees	420.306(3)
	Group	includes the	and removed this	
	1	resolution and not	portion.	
		the new bulletin		
		and is confusing.		
21	Michigan	This is unduly	The agency agrees	420.306(3)
	Cannabis	restriction.	and removed this	
	Industry		rule.	
	Association			
22	Dykema	Remediation	The agency agrees	420.306(3)
	Gossett, PLLC	should be	and removed this	
		allowed for	portion.	
		chemical residue.		
23	Dykema	Correction from	The agency agrees	420.304(2)(i)
	Gossett, PLLC	"the" to "this".	that the suggestion	
			is correct.	
24	Michigan	GMP does not	The agency agrees	420.301(h)
	Cannabis	apply to growers,	and has added a	
	Manufacturers	GACP should be	definition.	
	Association	used.		
25	Michigan	GMP does not	The agency agrees	420.305(5)
	Cannabis	apply to growers,	with this	
	Manufacturers	GACP should be	comment.	
	Association	used.		
26	Dykema	 Permission for	The agency agrees	420.303(5)
	Gossett, PLLC	sale of	with this	
		remediated	comment.	
		product should		
		not be required.		
27	Dykema	 METRC results	The agency agrees	420.304(2)(h)
	Gossett, PLLC	should be relied	with this	
		 upon not COAs.	comment.	
28	Roma Thurin	 More than 2	The agency agrees	420.306
		retests should be	with this	
		 allowed.	comment.	

29	Warner	The rule is	The agency agrees	420.306
	Norcross +	unduly restrictive	with this	
	Judd, LLP	and repeated	comment.	
		remediation and		
		testing should be		
		allowed.		
30	Dragonfly	Restesting	The agency agrees	420.306
	Michigan	without	with this	
		destruction	comment.	
		should be		
		allowed with		
		TYM.		
31	Michigan	This requirement	The agency agrees	420.305
	Coalition of	puts undue	with this	(12/13)
	Independent	pressure on staff.	comment.	
	Cannabis			
	Testing			
	Laboratories			

13.Date report completed:

3/24/2020