

## Navigating Hemp Licensing

Hemp-derived cannabinoid products (HDCP) to lower-potency hemp edibles (LPHE) activities

After the adoption of rules, hemp-derived cannabinoid products and sales will be regulated under <u>Minnesota Statutes</u>, section <u>342.46</u>, which requires that the only approved hemp-derived products that can be sold with a lower-potency hemp license are edibles, including beverages and tinctures. The sale of all other products (i.e., vapes, flower, etc.) will require a cannabis business license. Therefore, the only license types eligible for the registration conversion process are the lower-potency hemp manufacturer or lower-potency hemp retailer licenses.

Hemp Activity	Licensing Requirements	Other Requirements
Hemp Cultivation	Licensed under Minn. Stat. § 18K for growing industrial hemp. Regulated by the Minnesota Department of Agriculture.	Not applicable
Wholesaling: Lower- potency hemp edibles	Cannabis wholesaler license (Minn. Stat. § 342.33).	Not applicable
Importing: Lower- potency hemp edibles from out of state	Cannabis wholesaler license (Minn. Stat. § 342.33).	Not applicable
Manufacturing: Lower- potency hemp edibles including beverages and tintures under 0.3% THC	<ul> <li>Allowed under the following license types:</li> <li>Cannabis microbusiness with production of customer products endorsement (Minn. Stat. § 342.28).</li> <li>Cannabis mezzobusiness with production of customer products endorsement (Minn. Stat. § 342.29).</li> <li>Cannabis manufacturer (Minn. Stat. § 342.31).</li> <li>Lower-potency hemp edible manufacturer* (Minn.Stat. § 342.45).</li> <li>*Applications accepted fall 2025.</li> </ul>	Must also obtain an edible cannabinoid product handler endorsement (Minn. Stat. § 342.07, subd. 3).
Retail sales: Lower- potency hemp edibles including beverages and tinctures under 0.3% THC	<ul> <li>Allowed under the following license types:</li> <li>Cannabis microbusiness with retail operations endorsement (Minn. Stat. § 342.28).</li> <li>Cannabis mezzobusiness with retail operations endorsement (Minn. Stat. § 342.29).</li> <li>Cannabis retailer (Minn. Stat. § 342.32).</li> <li>Lower-potency hemp edible retailer* (Minn. Stat. § 342.46).</li> <li>*Applications accepted fall 2025.</li> </ul>	Must also obtain local retail registration (Minn. Stat. § 342.22, subd. 1).

Hemp Activity	Licensing Requirements	Other Requirements
Retail sales: Hemp-derived consumer products such as vapes, flowers or tinctures	<ul> <li>Allowed under the following license types:</li> <li>Cannabis microbusiness with retail operations endorsement (Minn. Stat. § 342.28).</li> <li>Cannabis mezzobusiness with retail operations endorsement (Minn. Stat. § 342.29).</li> <li>Cannabis retailer (Minn. Stat. § 342.32).</li> </ul>	Must also obtain local retail registration (Minn. Stat. § 342.22, subd. 1).
On-site consumption of lower-potency hemp edibles.	Allowed with a lower-potency hemp edible retailer license* with an on-site consumption endorsement (Minn. Stat. § 342.46).  * Applications accepted fall 2025.	Not applicable
Events: Offering sale and/or consumption of lower-potency hemp products.	Event hosting allowed with a cannabis event organizer license** (Minn. Stat. § 342.39).  Lower-potency hemp edible sales at a licensed cannabis event allowed under the following license types:  • Cannabis microbusiness with retail operations endorsement (Minn. Stat. § 342.28).  • Cannabis mezzobusiness with retail operations endorsement (Minn. Stat. § 342.29).  • Cannabis retailer (Minn. Stat. § 342.32).  ***Applications accepted fall 2025.	Must also receive local approval, including obtaining any necessary permits or licenses issued by a local unit of government.
Delivery: Lower- potency hemp products directly to consumers	Allowed with a cannabis delivery license (Minn. Stat. § 342.41).	Products being delivered must be purchased by consumers from a licensed cannabis microbusiness with a retail endorsement, cannabis mezzobusiness with a retail endorsement, cannabis retailer, or medical cannabis combination business only.

