## SENATE CONCURRENT RESOLUTION No. 183

# STATE OF NEW JERSEY 218th LEGISLATURE

**INTRODUCED NOVEMBER 18, 2019** 

Sponsored by: Senator NICHOLAS P. SCUTARI District 22 (Middlesex, Somerset and Union) Senator STEPHEN M. SWEENEY District 3 (Cumberland, Gloucester and Salem) Assemblywoman ANNETTE QUIJANO District 20 (Union) Assemblyman JAMEL C. HOLLEY District 20 (Union) Assemblywoman BRITNEE N. TIMBERLAKE District 34 (Essex and Passaic) Assemblywoman ANGELA V. MCKNIGHT District 31 (Hudson)

Co-Sponsored by: Assemblywoman Lopez

#### SYNOPSIS

Proposes constitutional amendment to legalize cannabis for personal, nonmedical use by adults who are age 21 years or older, subject to regulation by Cannabis Regulatory Commission.



(Sponsorship Updated As Of: 12/17/2019)

1 A CONCURRENT RESOLUTION proposing to amend Article IV, 2 Section VII of the New Jersey Constitution by adding a new 3 paragraph. 4 5 **BE IT RESOLVED** by the Senate of the State of New Jersey (the 6 General Assembly concurring): 7 8 1. The following proposed amendment to the Constitution of 9 the State of New Jersey is agreed to: 10 11 PROPOSED AMENDMENT 12 Amend Article IV, Section VII by adding a new paragraph 13 to 13 14 read as follows: 15 13. The growth, cultivation, processing, manufacturing, preparing, packaging, transferring, and retail purchasing and 16 17 consumption of cannabis, or products created from or which include 18 cannabis, by persons 21 years of age or older, and not by persons 19 under 21 years of age, shall be lawful and subject to regulation by 20 the Cannabis Regulatory Commission created by P.L.2019, c.153 21 (C.24:6I-5.1 et al.), or any successor to that commission. (1) The commission's or successor's regulatory authority 22 23 concerning legalized cannabis shall be authorized by law enacted by 24 the Legislature. 25 (2) The receipts from retail purchases of cannabis or products 26 created from or which include cannabis shall only be subject to the tax imposed under the "Sales and Use Tax Act," P.L.1966, c.30 27 (C.54:32B-1 et. seq.), as amended and supplemented, or any other 28 subsequent law of similar effect; provided, however, that a 29 30 municipality, subject to authorization by law enacted by the 31 Legislature, may adopt an ordinance to impose an additional 32 municipal tax on the sale, or any other form of transfer, of cannabis 33 or products created from or which include cannabis by an 34 authorized party located in a municipality. The municipal tax rate 35 shall not exceed two percent of the receipts from each sale of cannabis or products created from or which include cannabis by an 36 37 authorized party or the equivalent value from any other form of 38 transfer by an authorized party. 39 As used in this paragraph: 40 "Cannabis" means all parts of the plant Genus Cannabis L., 41 whether growing or not, the seeds thereof, and every compound, 42 manufacture, salt, derivative, mixture, or preparation of the plant or 43 its seeds. "Cannabis" does not include: cannabis dispensed and 44 consumed for medical purposes pursuant to any law enacted by the 45 Legislature; hemp or hemp products subject to regulation under the 46 "New Jersey Hemp Farming Act," P.L.2019, c.238 (C.4:28-6 et al.),

47 or any successor enactment thereto; or unregulated cannabis,

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referred to as marijuana, and products created from or which
 include marijuana.

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4 2. When this proposed amendment to the Constitution is finally 5 agreed to pursuant to Article IX, paragraph 1 of the Constitution, it shall be submitted to the people at the next general election 6 7 occurring more than three months after the final agreement and 8 shall be published at least once in at least one newspaper of each 9 county designated by the President of the Senate, the Speaker of the 10 General Assembly and the Secretary of State, not less than three 11 months prior to the general election.

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13 3. This proposed amendment to the Constitution shall be14 submitted to the people at that election in the following manner and15 form:

16 There shall be printed on each official ballot to be used at the 17 general election, the following:

a. In every municipality in which voting machines are not used,a legend which shall immediately precede the question as follows:

20 If you favor the proposition printed below make a cross (X), plus

(+), or check (✓) in the square opposite the word "Yes." If you are
opposed thereto make a cross (X), plus (+) or check (✓) in the
square opposite the word "No."

b. In every municipality the following question:

### SCR183 SCUTARI, SWEENEY

YES	CONSTITUTIONAL AMENDMENT TO LEGALIZE MARIJUANA Do you approve amending the Constitution to legalize a controlled form of marijuana called "cannabis"? Only adults at least 21 years of age could use cannabis. The State commission created to oversee the State's medical cannabis program would also oversee the new, personal use cannabis market. Cannabis products would be subject to the State sales tax. If authorized by the Legislature, a municipality may pass a local ordinance to charge a local tax on cannabis products.
NO	INTERPRETIVE STATEMENT This amendment would legalize a controlled form of marijuana called "cannabis." Only persons at least 21 years of age could use cannabis products legally. The Cannabis Regulatory Commission would oversee the new adult cannabis market. This commission was created in 2019 to oversee the State's medical cannabis program. The scope of the commission's new authority would be detailed in laws enacted by the Legislature. All retail sales of cannabis products in the new adult cannabis market would be subject to the State's sales tax. If authorized by the Legislature, a municipality may pass a local ordinance to charge a local tax on cannabis products.

y 1 next following the general election at which it was approved, and the Legislature may take such anticipatory legislative action as may be necessary to effectuate the provisions of the amendment.

#### STATEMENT

This concurrent resolution proposes a constitutional amendment to legalize cannabis for personal, non-medical use by adults who are 21 years of age or older. The Cannabis Regulatory Commission,

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created by P.L.2019, c.153 (C.24:6I-5.1 et al.) to oversee the State's
 medical cannabis program, primarily set forth in the "Jake Honig
 Compassionate Use Medical Cannabis Act," P.L.2009, c.307
 (C.24:6I-1 et al.) (or any successor to that commission), would also
 oversee the new personal use market. The scope of the
 commission's regulatory authority would be established in law by
 the Legislature.

8 As set forth in the proposed amendment, the term "cannabis" 9 would not include: "cannabis dispensed and consumed for medical 10 purposes pursuant to any law enacted by the Legislature; hemp or 11 hemp products subject to regulation under the 'New Jersey Hemp 12 Farming Act,' P.L.2019, c.238 (C.4:28-6 et al.), or any successor 13 enactment thereto; or unregulated cannabis, referred to as 14 marijuana, and products created from or which include marijuana." 15 Passage of the amendment would not affect the State's regulation of

medical cannabis and hemp, and unregulated marijuana wouldremain illegal under the State's laws.

The amendment provides that all receipts from the retail 18 19 purchases of cannabis or products created from or which include 20 cannabis would only be subject to the tax imposed under the "Sales and Use Tax Act," P.L.1966, c.30 (C.54:32B-1 et seq.) (or a 21 22 subsequent enactment of similar effect); provided, however, that a 23 municipality, subject to authorization by law enacted by the 24 Legislature, may adopt an ordinance to impose an additional 25 municipal tax on the sale, or any other form of transfer, of cannabis 26 or products created from or which include cannabis by an 27 authorized party located in a municipality. The municipal tax rate 28 could not exceed two percent of the receipts from each sale of 29 cannabis or products created from or which include cannabis by an 30 authorized party or the equivalent value from any other form of 31 transfer by an authorized party.