



REGULAR COMMITTEE MEETING

New Mexico Cannabis Regulatory Advisory Committee (C-RAC) New Mexico Regulation & Licensing Department: Rio Grande Conference Room 2550 Cerrillos Road, Santa Fe, New Mexico - 87505 July 18, 2024, at 1:00 PM

DRAFT MEETING MINUTES

CALL MEETING TO ORDER I.

Vice Chair Lopez called the New Mexico Cannabis Regulatory Advisory Committee meeting to order at 1:08 p.m.

A. Roll Call

Roll call was taken, and a quorum was determined present.

MEMBERS PRESENT:

Bart Faris Chris Duvall Dr. Steven Jenison Esther Lopez Ginger Baker Harold Trujillo

Lou Ann Branch Nina Wells Phillip Sanchez

Debbi Moore (virtual attendance) Kim Stewart (virtual attendance)

Eric Speegle (Proxy for: Rachael Speegle)

MEMBERS ABSENT:

Bennett Baur

Christopher Williams David McDermid Mary Carmack-Altwies Nathaniel Paolinelli

NMRLD STAFF PRESENT: Todd Stevens, CCD Director

Eden Sayers, CCD Counsel

Joone Tena, CCD Secretary

APPROVAL OF AGENDA – July 18, 2024, C-RAC Meeting Agenda II.

Member Dr. Steven Jenison made a MOTION to approve the July 18, 2024, Special Board Meeting Agenda. Member Harold Trujillo SECONDED the motion. Motion PASSED by UNANIMOUS APPROVAL.

APPROVAL OF MINUTES - April 11, 2024, C-RAC Meeting Minutes III.

Member Bart Faris made a MOTION to approve the April 11, 2024, Special Board Meeting Minutes. Member Kim Stewart SECONDED the motion. Motion PASSED by UNANIMOUS

PUBLIC COMMENT IV.

There was no public comment.





V. ANNOUNCEMENTS

1. July 1, 2024: New Statutes Effective Immediately

Director Todd Stevens detailed the new rules that were successfully passed during the Legislative Session in February that recently went into effect—emphasis on the new authorities the Cannabis Control Division has obtained.

2. NM-Plus Software Updates

Director Todd Stevens detailed the new methods involving NM-Plus such as going paperless and fully electronic for payments, amendments, etc. Mentioned the challenges with renewals and data migration whilst highlighting the ease with new applications. Director Todd Stevens also detailed the new information required upfront including business registration, water rights, energy use plans, etc. Summarized League of Municipality meeting in Las Vegas, New Mexico.

VI. DIVISION REPORT

A. Licensing Update

Director Todd Stevens reported the following licensing initiatives taken by the Division:

Between April 1, 2022, and July 12, 2024, New Mexico cannabis retailers reported the following sales:

Medical Sales: \$386,301,274.10Recreational Sales: \$846,049,399.90

• Total: \$1,232,350,673.94

Between July 12, 2023, and July 12, 2024, New Mexico cannabis retailers reported the following sales:

Medical Sales: \$150,801,693.22Recreational Sales: \$435,264,561.47

• Total: \$586,066,254.69

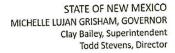
Top Cities for Market Sales: April 1, 2022 - July 12, 2024

City	<u>Medical</u>	Recreational	Total
Albuquerque	\$156,149,512	\$248,366,826	\$404,516,339
Santa Fe	\$33,442,685	\$53,681,287	\$87,123,972
Sunland Park	\$4,960,995	\$76,909,058	\$81,870,053
Las Cruces	\$29,801,843	\$51,698,827	\$81,500,671

Top Cities for Market Sales: July 12, 2023 - July 12, 2024

Medical	<u>Recreational</u>	<u>Total</u>
\$61,346,298	\$120,478,263	\$181,824,562
	\$48,006,843	\$50,072,991
\$12,213,281	\$25,652,025	\$37,865,306
\$12,044,353	\$24,561,090	\$36,605,443
	\$61,346,298 \$2,066,148 \$12,213,281	\$61,346,298 \$120,478,263 \$2,066,148 \$48,006,843 \$12,213,281 \$25,652,025







Total Pending Applications: 282

Vertically Integrated: 18

Micro Integrated: 47

Retailer: 3

Retailer: 14

Manufacturer: 4

Manufacturer: 18

Producer: 11

Producer Microbusiness: 15

Independent Licenses: 217

Retailer: 34

Consumption Area: 29

Manufacturer: 51

Courier: 12

Producer: 40

Testing Laboratory: 4

Producer Microbusiness: 47

Research Laboratory: 0

Total Approved Applications: 3,342

Vertically Integrated: 169

Micro Integrated: 323

Retailer: 420

Retailer: 209

Manufacturer: 329

Manufacturer: 284

Producer: 162

Producer Microbusiness: 224

Independent Premise License: 1,222

Retailer: 377

Consumption Area: 26

Manufacturer: 289

Courier: 55

Producer: 238

Testing Laboratory: 7

Producer Microbusiness: 230

Research Laboratory: 0

B. Compliance Update

Compliance Initiatives Taken by the Division

Director Todd Stevens reported the following compliance initiatives taken by the Division:

Total Inspections Conducted Between July 12, 2023 - July 12, 2024: 2,584

Retail Inspections: 1,100 Producer Inspections: 902 Manufacturer Inspections: 575

Total Notices of Contemplated Action Issued in 2024: 24

Settlements Entered: 8

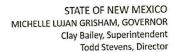
Pending Settlement Negotiation: 6

Pending Hearings: 0 Revoked Licenses: 6 Preliminary Injunctions: 4

C. Legislative Update

Director Todd Stevens reported the following RLD Legislative changes for 2024:

Removed tiers for Microbusinesses. Now allowed (1) of each function: production, manufacturing, and retail with the option for delivery (courier). The cost is \$2,500 with/ no premise fees.





VII. OLD BUSINESS

Update on U.S Customs & Border Seizures

Director Todd Stevens reported on the ongoing seizures and how it continues to be an issue. Reiterated that New Mexico seems to be the only state where this is happening. The committee requested a follow-up on the injunction filed with the governor's office. Between February 14, 2024, to July 12, 2024, the U.S. Customs and Border Protection seized the following product value from licensed cannabis establishments:

Est. Retail Value: \$415,404Est. Wholesale Value: \$327,978

VIII. NEW BUSINESS

• Las Cruces New Testing Lab

Director Todd Steven detailed the new operational premise in Las Cruces. Mentioned the ability to test batch samples without the risk of crossing the southern CBP checkpoint. Reduces the chances of ongoing seizures and detainment.

IX. FUTURE MEETING DATE TBD

X. ADJOURNMENT

The meeting adjourned at 2:37 p.m.

11/26

Approved by:

Debbi Moore, Chair

Date

