

1.1 Senator ..... moves to amend S.F. No. 1730 as follows:

1.2 Page 1, after line 6, insert:

1.3 "Section 1. Minnesota Statutes 2024, section 3.9224, subdivision 3, is amended to read:

1.4 Subd. 3. **Terms of compact; rights of parties.** (a) A compact agreed to under this  
1.5 section may address any issues related to the medical cannabis industry, including medical  
1.6 cannabis flower, medical cannabis products, extracts, concentrates, and artificially derived  
1.7 cannabinoids that affect the interest of both the state and Minnesota Tribal government or  
1.8 otherwise have an impact on Tribal-state relations. Indian Tribes are not required to enter  
1.9 into compacts pursuant to this section in order to regulate the medical cannabis industry,  
1.10 or engage in medical cannabis businesses or activities on Tribally regulated land or participate  
1.11 as a licensee in the state's legal medical cannabis market.

1.12 (b) The state shall not, as a condition for entering into a compact under this section:

1.13 (1) require any Minnesota Tribal government to waive any right, privilege, or immunity  
1.14 based on their status as independent sovereigns;

1.15 (2) require that any revenue generated by a medical cannabis business located on a  
1.16 reservation or Tribally regulated land and licensed by a Minnesota Tribal government be  
1.17 subject to any state cannabis gross receipt taxes or state and local sales or use taxes on sales  
1.18 of cannabis;

1.19 (3) require any taxes collected by Minnesota Tribal governments for business activities  
1.20 occurring on a reservation or Tribally regulated land to be shared in any manner with the  
1.21 state or any subdivisions thereof;

1.22 (4) require a Minnesota Tribal government to consent to state licensing of a medical  
1.23 cannabis business on the Tribally regulated land of the Minnesota Tribal government;

1.24 (5) require the Office of Cannabis Management to consent to Tribal licensing of a medical  
1.25 cannabis business on Minnesota land which is outside of a reservation or Tribally regulated  
1.26 land;

1.27 (6) require any Minnesota Tribal government or any medical cannabis business licensed  
1.28 by a Minnesota Tribal government pursuant to a compact agreed to under this section to  
1.29 comply with specific state law or regulations on Tribally regulated land; or

1.30 (7) allow any Minnesota Tribal government or any medical cannabis business licensed  
1.31 by a Minnesota Tribal government pursuant to a compact agreed to under this section to

not comply with state or local law or regulations on Minnesota land which is outside of a reservation or Tribally regulated land;

~~(6)~~ (8) impose, or attempt to impose, and shall not require or attempt to require any Indian Tribe to impose, any taxes, fees, assessments, and other charges related to the production, processing, sale, purchase, distribution, or possession of medical cannabis flower and medical cannabis products on Minnesota Tribal governments, or their members, on a reservation or Tribally regulated land; or

(9) require the Department of Revenue to not impose, or not attempt to impose, and require or attempt to require any Indian Tribe to impose, any taxes, fees, assessments, and other charges related to the production, processing, sale, purchase, distribution, or possession of medical cannabis flower and medical cannabis products on Minnesota Tribal governments, or their members, on Minnesota land that is not a reservation or Tribally regulated land.

(c) Compacts agreed to under this section may allow an exemption from any otherwise applicable tax for: (i) sales to a Minnesota Tribal government, a Tribal medical cannabis business, or Tribal members, of medical cannabis flower and cannabis products grown, produced, or processed as provided for in said compacts; or (ii) for activities of Tribal medical cannabis businesses.

Sec. 2. Minnesota Statutes 2024, section 3.9228, subdivision 3, is amended to read:

Subd. 3. **Terms of compact; rights of parties.** (a) A compact agreed to under this section may address any issues related to the cannabis industry including adult-use cannabis flower, adult-use cannabis products, extracts, concentrates, and artificially derived cannabinoids that affect the interest of both the state and Minnesota Tribal government or otherwise have an impact on Tribal-state relations. Indian Tribes are not required to enter into compacts pursuant to this section in order to: regulate the cannabis industry, or engage in cannabis businesses or activities on Tribally regulated lands; or participate as a licensee in the state's legal cannabis market.

(b) The state shall not, as a condition for entering into a compact under this section:

(1) require any Minnesota Tribal government to waive any right, privilege, or immunity based on their status as independent sovereigns;

(2) require that any revenue generated by cannabis businesses located on a reservation or Tribally regulated land and licensed by a Minnesota Tribal government be subject to any state cannabis gross receipt taxes imposed under section 295.81 or state and local sales or use taxes on sales of cannabis;

(3) require any taxes collected by Minnesota Tribal governments for business activities occurring on a reservation or Tribally regulated land to be shared in any manner with the state or any subdivisions thereof;

(4) require a Minnesota Tribal government to consent to state licensing of cannabis businesses on the Tribally regulated land of the Minnesota Tribal government;

(5) require the Office of Cannabis Management to consent to Tribal licensing of cannabis businesses on Minnesota land which is outside of a reservation or Tribally regulated land of the Minnesota Tribal government;

(6) require any Minnesota Tribal government, or any cannabis business licensed by a Minnesota Tribal government pursuant to a compact agreed to under this section, to comply with specific state law or regulations on Tribally regulated land; ~~or~~

(7) allow any Minnesota Tribal government or any medical cannabis business licensed by a Minnesota Tribal government pursuant to a compact agreed to under this section to not comply with state or local law or regulations on Minnesota land which is outside of a reservation or Tribally regulated land;

~~(6)~~ (8) impose, or attempt to impose, and shall not require or attempt to require any Indian Tribe to impose, any taxes, fees, assessments, and other charges related to the production, processing, sale, purchase, distribution, or possession of adult-use cannabis flower and adult-use cannabis products on Minnesota Tribal governments, or their members, on a reservation or Tribally regulated land; or

(9) require the Department of Revenue to not impose, or not attempt to impose, and require or attempt to require any Indian Tribe to impose, any taxes, fees, assessments, and other charges related to the production, processing, sale, purchase, distribution, or possession of adult-use cannabis flower and adult-use cannabis products on Minnesota Tribal governments, or their members, on Minnesota land that is not a reservation or Tribally regulated land.

(c) Compacts agreed to under this section may allow an exemption from any otherwise applicable tax for: (i) sales to a Minnesota Tribal government, a Tribal cannabis business, or Tribal members, of cannabis flower and adult use cannabis products grown, produced, or processed as provided for in said compacts; or (ii) for activities of Tribal cannabis businesses."

Renumber the sections in sequence and correct the internal references

Amend the title accordingly