



132nd MAINE LEGISLATURE

FIRST SPECIAL SESSION-2025

Legislative Document

No. 1942

H.P. 1301

House of Representatives, May 7, 2025

An Act to Modify Taxes Applying to Adult Use Cannabis, Hemp and Hemp Products

Reference to the Committee on Taxation suggested and ordered printed.

Robert B. Hunt
ROBERT B. HUNT
Clerk

Presented by Representative SAYRE of Kennebunk.
Cosponsored by Senator BICKFORD of Androscoggin.

1 **Be it enacted by the People of the State of Maine as follows:**

2 **Sec. 1. 36 MRSA §1811, sub-§1, ¶D**, as amended by PL 2023, c. 643, Pt. H, §23
3 and affected by §29 and amended by c. 673, §22 and affected by §28, is further amended
4 to read:

5 D. For sales occurring on or after October 1, 2019 and before January 1, 2026, the rate
6 of tax is 5.5% on the value of all tangible personal property and taxable services, except
7 the rate of tax is:

- 8 (1) Eight percent on the value of prepared food;
- 9 (2) Eight percent on the value of liquor sold in licensed establishments as defined
10 in Title 28-A, section 2, subsection 15, in accordance with Title 28-A, chapter 43
11 and liquor sold for on-premises consumption by a licensed brewery, small brewery,
12 winery, small winery, distillery or small distillery pursuant to Title 28-A, section
13 1355-A, subsection 2, paragraph B;
- 14 (3) Nine percent on the value of rental of living quarters in any hotel, rooming
15 house or tourist or trailer camp;
- 16 (4) Ten percent on the value of rental for a period of less than one year of:
- 17 (a) An automobile; or
- 18 (c) A loaner vehicle that is provided other than to a motor vehicle dealer's
19 service customers pursuant to a manufacturer's or dealer's warranty; and
- 20 (5) Ten percent on the value of adult use cannabis, adult use cannabis products
21 and, if sold by a person to an individual who is not a qualifying patient, cannabis
22 and cannabis products beginning on the first day of the calendar month in which
23 adult use cannabis and adult use cannabis products may be sold in the State by a
24 cannabis establishment licensed to conduct retail sales pursuant to Title 28-B,
25 chapter 1.

26 **Sec. 2. 36 MRSA §1811, sub-§1, ¶E** is enacted to read:

27 E. For sales occurring on or after January 1, 2026, the rate of tax is 5.5% on the value
28 of all tangible personal property and taxable services, except the rate of tax is:

- 29 (1) Eight percent on the value of prepared food;
- 30 (2) Eight percent on the value of liquor sold in licensed establishments, as defined
31 in Title 28-A, section 2, subsection 15, in accordance with Title 28-A, chapter 43,
32 and liquor sold for on-premises consumption by a licensed brewery, small brewery,
33 winery, small winery, distillery or small distillery pursuant to Title 28-A, section
34 1355-A, subsection 2, paragraph B;
- 35 (3) Nine percent on the value of rental of living quarters in any hotel, rooming
36 house or tourist or trailer camp;
- 37 (4) Ten percent on the value of rental for a period of less than one year of:
- 38 (a) An automobile; or
- 39 (b) A loaner vehicle that is provided other than to a motor vehicle dealer's
40 service customers pursuant to a manufacturer's or dealer's warranty;

1 (5) Ten percent on the value of adult use cannabis, adult use cannabis products
2 and, if sold by a person to an individual who is not a qualifying patient, cannabis
3 and cannabis products sold by a cannabis establishment licensed to conduct retail
4 sales pursuant to Title 28-B, chapter 1; and

5 (6) Twenty percent on the value of hemp, as defined in Title 7, section 2231,
6 subsection 1-A, paragraph D, and hemp products that contain
7 tetrahydrocannabinol.

8 **Sec. 3. 36 MRSA §1818**, as amended by PL 2021, c. 645, §5 and c. 669, §5, is
9 further amended to read:

10 **§1818. Tax on adult use cannabis and adult use cannabis products**

11 All sales tax revenue collected pursuant to section 1811 on the sale of adult use
12 cannabis and adult use cannabis products must be deposited into the General Fund, except
13 that, before January 1, 2026, on or before the last day of each month, the State Controller
14 shall transfer 12% of the sales tax revenue received by the assessor during the preceding
15 month pursuant to section 1811 to the Adult Use Cannabis Public Health and Safety and
16 Municipal Opt-in Fund established under Title 28-B, section 1101. Beginning January 1,
17 2026, all sales tax revenue collected pursuant to section 1811 on the sale of adult use
18 cannabis and adult use cannabis products must be deposited into the General Fund, except
19 that, on or before the last day of each month, the State Controller shall transfer 6% of the
20 sales tax revenue received by the assessor during the preceding month pursuant to section
21 1811 to the Adult Use Cannabis Public Health and Safety and Municipal Opt-in Fund
22 established under Title 28-B, section 1101.

23 **Sec. 4. 36 MRSA §4921, sub-§1-A** is enacted to read:

24 **1-A. Average wholesale price.** "Average wholesale price" means the median
25 wholesale price per pound or fraction thereof of cannabis flower or cannabis trim that is
26 sold or transferred from cultivation facility licensees to other licensees in the State, as
27 determined by the department on an annual basis by routine technical rulemaking as
28 described by Title 5, chapter 375, subchapter 2-A.

29 **Sec. 5. 36 MRSA §4921, sub-§9-A** is enacted to read:

30 **9-A. Products manufacturing facility.** "Products manufacturing facility" has the
31 same meaning as in Title 28-B, section 102-A, subsection 51.

32 **Sec. 6. 36 MRSA §4923**, as amended by PL 2023, c. 679, Pt. C, §13, is repealed.

33 **Sec. 7. 36 MRSA §4923-A**, as enacted by PL 2021, c. 323, §5 and amended by c.
34 669, §5, is repealed.

35 **Sec. 8. 36 MRSA §4923-B** is enacted to read:

36 **§4923-B. Excise tax imposed; beginning January 1, 2026**

37 **1. Excise tax on average wholesale price.** Beginning January 1, 2026, a cultivation
38 facility licensee shall pay an excise tax at the rate of 10% of the average wholesale price of
39 adult use cannabis, including cannabis flower, cannabis trim, immature cannabis plants and
40 seedlings, mature cannabis plants and cannabis seeds, sold to other licensees in this State.

