

Nevada Cannabis Compliance Board

Meeting Minutes

June 18, 2025

The Nevada Cannabis Compliance Board (CCB) held a public meeting at 700 E. Warm Springs Road, Las Vegas, Nevada and 9850 Double R Boulevard, Suite 101, Reno Nevada beginning at 9:00 a.m. on June 18, 2025.

Cannabis Compliance Board Members Present:

Adriana Guzmán Fralick, Chair

Riana Durrett, Vice Chair

Dr. Vicki Mazzorana

Jerrie Merritt

Ondra Berry

Chair Adriana Guzmán Fralick called the meeting to order at 9:00 a.m. and Executive Director James Humm took roll.

Chair Guzmán Fralick, Vice Chair Durrett, Member Merritt and Executive Director Humm were present in Las Vegas. Member Mazzorana and Member Berry were present via Zoom.

Instructions to join the meeting via Zoom were read aloud.

I. Public Comment

There were no in person or online comments.

II. Consent Agenda

A. Consideration of Approval of the May 15, 2025 Meeting Minutes

B. Consideration of Approval to Extend Final Inspection Deadline to December 01, 2025 for Happy Cabbage LLC (C035)

C. Consideration of Approval to Extend Final Inspection Deadline to December 01, 2025 for ACON-A22-00105 Kora Cannabis Lounge, LLP Social Equity Consumption Lounge Application Extension Request

Chair Guzmán Fralick asked for a motion to approve the Consent Agenda as a single collective motion.

Member Mazzorana moved to approve **Consent Agenda Items A, B and C.**

Member Berry seconded the motion. All members said aye. Motion carried.

III. Request for Transfer of Interest

A. CSNLV, LLC (C180, P113) (TOI #2400056) transferring licenses C180 and P113 to CASA MJ, LLC

David Staley, Division Chief – Investigations and Enforcement presented an overview of the transfer of interest. Mr. Staley advised the board that no areas of concern were developed during the investigation and introduced Kimberly Maxson-Rushton representing CSNLV, Florence Jameson, Gard Jameson and Diana Ritchie of Casa MJ to the board.

Chair Guzmán Fralick welcomed presenters and asked for an affirmative presentation or for any questions regarding the transactions.

Ms. Jameson provided a brief statement regarding the Tree of Life, clinic patient visits during the prior 15 years and the associated Nevada certified board pharmacy which provides free medications to those who are in need, in addition to a new dental clinic.

Chair Guzmán Fralick commended the group for the positive impact they are making in the community and asked the board for additional questions or for a motion.

Member Merritt moved to approve Agenda Item III A, **Request for Transfer of Interest for CSNLV, LLC (C180, P113) (TOI #2400056) transferring licenses C180 and P113 to CASA MJ, LLC.**

Member Berry seconded the motion.

All members said aye. Motion carried.

IV. Petition filed Pursuant to NRS 678B.633

A. Damon Stevenson Jr.

The Board went into closed session for this matter. The Board came back on record following the closed session.

Chair Guzmán Fralick asked for a motion. Member Durrett made a motion to grant approval of cultivation, production and dispensary agent cards on the condition that Mr. Stevenson Jr.'s employer provides a verification letter of employment within 90 days with an acknowledgement of Mr. Stevenson Jr.'s background. CCB staff is to update the board when the letter is received. If the letter is not received within 90 days, Mr. Stevenson Jr. will be called back for status. Member Berry seconded.

Member Merritt asked Mr. Stevenson to restate his understanding of the terms of the conditional approval. He restated and a brief discussion occurred.

Executive Director Humm said that once the letter is received, the application will be processed as quickly as possible.

Chair Guzmán Fralick asked for vote on the motion. All Members said aye. Motion carried.

V. Briefing from the Chair and Executive Director

Chair Guzmán Fralick introduced Executive Director Humm.

A. Update on Nevada's 83rd Legislative Session and CCB's BDR from Executive Director James Humm

Executive Director Humm greeted the board and said Governor Lombardo assigned 518 bills during the legislative session and much was accomplished. Mr. Humm reminded the board that six bills directly pertained to the CCB and its operations.

Written guidance will be shared with licensees regarding bill implementation and timelines. CCB remains committed to hosting workshops and providing additional guidance. Mr. Humm stated immediate changes are not required but he recommends interested parties read the bills and begin implementing practices for the bills that are now effective.

Mr. Humm confirmed Governor Lombardo signed **AB76**, sponsored by CCB, and this bill addresses necessary administrative fixes and changes to the complaint process. The bill was approved unanimously in the Senate, with one member abstaining and approved unanimously in the Assembly. Of note, there is a requirement for a study regarding regulation of hemp and hemp-derived intoxicating THC products and beverages in Nevada. A second study is required to consider changes to the cannabis tax structure.

AB76 became effective upon passage and approval; there will be regulation changes relating to administrative holds and testing, changes related to packaging and labeling. Workshops will likely begin in August, with internal meetings occurring and notifications sent via Listserv.

AB504 signed by Governor Lombardo, becomes effective October 1, 2025. This bill establishes provisions relating to deceptive trade practices and sale of certain hemp products. The bill requires individuals who do not hold a cannabis establishment license and who sell or offer to sell hemp products intended for human consumption to display a sign in a conspicuous location notifying customers they are not a licensed cannabis establishment. The bill also prohibits individuals from making false, misleading or deceptive statements and advertising regarding their license status, nature of their location or hemp products being sold. Violations of the provisions constitute deceptive trade practice subjecting violators to civil and criminal penalties. The CCB enforcement team, led by Chief David Staley, will establish regulations and procedures and will develop an implementation strategy to enforce this legislation.

Continuing, Mr. Humm advised that **SB25** is now effective. This bill expands the list of facilities for which a state fire marshal enforces laws and regulations and now includes cannabis production facilities. It does not affect CCB directly but will impact production licensees.

SB41 becomes effective January 1, 2027. The Department of Taxation (DOT) will prepare for implementation. The 2027 effective date provides an opportunity for licensees to adapt and for Taxation to roll out the implementation. This bill requires a cannabis tax permit to be obtained from the DOT by any business wishing to engage in the sale of cannabis. The new permit must be obtained by any licensee of the CCB engaged in the business of selling cannabis of any kind, in addition to any other permit required by law. SB41 lays out the permit process and authorizes the DOT to revoke and suspend a tax permit for businesses that fail to comply with state tax law and regulation. If the tax permit is suspended for

outstanding tax liability, the CCB is required to revoke the business' cannabis license until the tax liability is paid. Mr. Humm noted that although it is an additional step to get the tax permit, this will give the licensees the opportunity to appeal to the DOT and tax commission to work out payment plans if needed.

SB157 becomes effective October 1, 2025, and requires CCB to adopt regulations setting requirements relating to testing of cannabis and cannabis products and sets forth requirements for the contents of the regulations. Mr. Humm provided additional detail and advised the bill addresses lot size testing, stating the board will work with industry and labs to conduct workshops to update the testing requirements. He noted that lot sizes can go from five up to fifteen pounds, with step increases in the number of grams that those will need to be tested at the higher levels.

Chair Guzmán Fralick asked what the worst-case scenario is for 15-pound lot size. Mr. Humm said there could be more fail at the higher level, requiring more destruction and 15-pound lot is not required, but it is allowed.

Member Durrett asked for a prepared list of changes or summary of the bills with actionable items. Mr. Humm said CCB staff will prepare a summary.

SB168 is in effect and increases the maximum quantities of usable cannabis, THC and concentrated cannabis that a single package of certain types of adult-use cannabis products may contain. The bill requires CCB to adopt regulations setting forth procedures and requirements for the issue of a hold order for a cannabis or cannabis product and allows a board agent only to issue such a hold order in accordance with the regulations. Mr. Humm noted that the industry can begin implementing procedures now or wait until regulations are adopted.

Lastly, Mr. Humm reminded the board that the CCB budget was presented on March 14, 2025 and unanimously approved on April 15, 2025. He said CCB looks forward to implementing the main bills that pertain to CCB and its operation and is available for questions.

Chair Guzmán Fralick thanked Executive Director Humm and CCB staff for the positive session and for their professionalism. Mr. Humm expressed appreciation for the team effort and extended a nod to the legislators, industry and those who collaborated during the legislative session.

VI. Next Meeting Date

The Next Board Meeting is scheduled for July 17, 2025.

VII. Items for Future Agendas

There were no matters stated for future agenda items.

VII. Public Comment

New Deputy Attorney General Stephanie Itkin was introduced to the board. No additional public comment was presented during this period.

IX. Adjournment

Meeting adjourned at 9:50 a.m.