North Carolina Advisory Council on Cannabis

Lawrence H. Greenblatt

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Tuesday, July 29, 2025



Welcome & Call to Order





Ethics Awareness & Conflict of Interest

Under North Carolina law, "public records and public information compiled by the agencies of North Carolina government or its subdivisions are the property of the people." N.C. Gen. Stat. § 132-1(b).

- Providing access to government records in accordance with state law is an important part of the everyday duties of office holders, government employees, and appointed and elected members of government boards and commissions.
- The Public Records Act defines public records broadly to include any document that is related to public business.
- Records related to public business that are created or transmitted through non-governmental accounts may nevertheless be public records. Thus, public business conducted using text messages from a Council member's personal mobile phone or emails from a personal email account may be public records.
- The Governor's Office General Counsel team will provide upcoming training on public records for Council members.

Ethics Awareness & Conflict of Interest Cont.

In accordance with the State Government Ethics Act, it is the duty of every Council member to avoid both conflicts of interest and the appearance of conflicts of interest.

If any Council member has any known conflict of interest or is aware of facts that might create the appearance of such conflict, with respect to any matters coming before the Council today, please identify the conflict or the facts that might create the appearance of a conflict to ensure that any inappropriate participation in that matter may be avoided.

If at any time, any new matter raises a conflict during the meeting, please be sure to identify it at that time.

Roll Call and Member Introductions

Council Responsibilities & Timeline

Executive Order 16: Duties



State of North Carolina JOSH STEIN GOVERNOR

June 3, 2025

EXECUTIVE ORDER NO. 16

ESTABLISHING THE NORTH CAROLINA ADVISORY COUNCIL ON CANNABIS

WHEREAS, the safety and well-being of North Carolinians, particularly our youth, is paramount, and

WHEREAS, cannabis with intericating levels of tetrahydrocannabinol (THC) is widely available and unregulated in the state of North Carolina; and

WHEREAS, the current lack of regulation, including age, potency, and purity limitations, poses a threat to all North Carolinians, puricularly our youth; and

WHEREAS, in recent years, the rate of emergency department visits in North Carolina for into interacting cannabis ingestion among children and youth ages 17 and under increased more than 600 percent, and among older teens, the rate increased more than 1000 percent; and

WHEREAS, despite various legislative efforts to address cannabis, the cannabis market remains unregulated and unsafe in North Carolina; and

WHEREAS, according to recent polling in North Carolina, there is widespread support for legalizing medical marijuans, with 71 percent in favor and only 19 percent opposed, and 63 percent supporting adult recreational use of intosicating THC; and

WHEREAS, more than 325,000 people have a miodemeaner marijuana conviction in the North Carolina court system, and for 80 percent of those people, the misdemeanor marijuana offense was the most serious charge in the case; and

WHEREAS, rather than allowing this unsafe and unregulated market to continue, smart and balanced regulation presents an opportunity not only to protect the health and well-being of our people, but also to generate revenue that can benefit our state, and

WHEREAS, the creation of an advisory council provides the structure and opportunity for North Carolina to develop a thoughtful and thorough approach to cannabis that is grounded in public safety and public health and that incorporates the expertise of relevant leaders and advocates; and

WHEREAS, pursuant to Article III of the North Carolina Constitution and N.C. Gen. Stat. §§ 143A-4 and 143B-4, the Governor is the richiff executive officer of the state and is responsible for formulating and administering the policies of the executive branch of state government, and

WHEREAS, pursuant to N.C. Gen. Stat. § 147-12, the Governor has the authority and the duty to supervise the official conduct of all executive and ministerial officers.

Section 3. Duties:

- Protecting our youth, including laws regarding age limits, advertising directed at youth, packaging that appeals to children, and child-resistant packaging.
- Ensuring adequate cannabis use prevention models for youth and cannabis treatment models for youth and adults are available in community.
- Supporting public safety, including enforcement of laws against impaired driving and additional tools for law enforcement.

Executive Order 16: Duties Cont.

Section 3. Duties, Continued:

- Promoting public health considerations, including public education campaigns, surveillance to monitor public health harms, and potential marijuana prescriptions for treatment.
- Elevating regulatory considerations such as potency and flavor limits, purity standards, and retail restrictions.
- Advancing justice, including expunging past convictions that do not align with the recommendations of the Council, including for simple possession of marijuana.
- Recommending appropriate government regulatory structure, including sales restrictions and taxation, and staffing to effectively implement the Council's recommendations to the benefit of the state.

Executive Order 1: Timeline

Section 4. Meetings and Deliverables

- Beginning in July 2025, the Council shall meet as a body of the whole at least every other month through December 2026 and at other times at the call of the chair or the Governor.
- The Council shall submit its preliminary recommendations for a comprehensive cannabis policy, including any proposed legislation, to the Governor by March 15, 2026, and its final recommendations by December 31, 2026.

New Advisory Council On Cannabis Website

North Carolina Advisory Council on Cannabis

Background

In June 2025, Governor Stein announced the <u>creation of the North Carolina Advisory Council on Cannabis</u>. Recognizing that intoxicating THC is accessible across the state to all ages, the governor charged the new council with recommending a comprehensive approach to regulate cannabis sales and create a safe, legal market for adults that protects kids.

Throughout the coming months, council members will study best practices and learn from other states to develop a system that protects youth, allows adult sales, ensures public safety, promotes public health, supports North Carolina agriculture, expunges past convictions of simple THC possession, and invests the revenue in resources for addiction, mental health, and drugged driving detection.

Meeting Schedule

 Tuesday, July 29 from 1:30 to 5 p.m. (in-person, Albemarle Building, 325 N. Salisbury Street, Raleigh, NC)

Submit Your Comments

Please fill out this public comment form.

Resources

- Council Membership
- Council State
- Executive Order No. 16 Establishing The North Carolina Advisory Council on Cannabis
- Press Release Announcing Council

North Carolina Advisory Council on Cannabis: Submit Your Comments

The N	orth Carolina Advisory Council on Cannabis, created by Governor Josh Stein in Executive Orde
No. 16	5, seeks comments from the public on the cannabis policy issues that are important to you and
your c	community.
To sub	bmit your comments, please fill out each of the fields in the form below.
* Ind	licates required field
First N	lame *
Last N	ame *
Phone	Number
Email	
	S 1995 - 1
Your O	rganization *
Your C	omments *
_	
	Verifying - eLeverLast

Website: https://www.ncdhhs.gov/about/department-initiatives/north-carolina-advisory-council-cannabis

Agenda

Agenda

- The Legal Landscape of Cannabis
- North Carolina Landscape
- National Landscape
- Next Steps

Legal Landscape



NC DEPARTMENT OF HEALTH AND HUMAN SERVICES

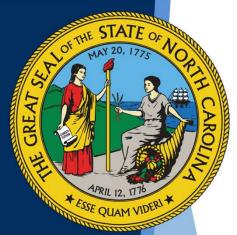
The Legal Landscape of Cannabis

Kaycee Deen, JD, MA Agency Legal Consultant North Carolina DHHS, Division of Public Health

North Carolina Advisory Council on Cannabis July 29, 2025

TODAY'S DISCUSSION

- Definitions of cannabis, THC, CBD, hemp and marijuana
- Cannabis-related legislative history and the practical results in the marketplace
- Current federal, state and tribal legal status
- A word about preemption



TERMINOLOGY

What is cannabis?

"All products derived from the plant Cannabis Sativa."

CBD (cannabidiol) and THC (tetrahydrocannabinol) are both cannabinoids.

THC: is psychoactive, meaning it can induce a "high"

CBD: generally does not produce intoxicating effects

TERMINOLOGY

What is the difference between marijuana and hemp?

Marijuana is defined by its high content of delta-9 THC, a cannabinoid that produces a high.

Hemp contains very little delta-9 THC but can contain a large amount of CBD, a cannabinoid that does not produce a high.

^{*}Note: we will not be referring to prescription drugs that contain cannabis or are cannabis-derived and have been approved by the U.S. Food and Drug Administration.

LEGISLATIVE HISTORY

The Marihuana Tax Act (1937)
The Controlled Substances Act (1970)

Drug Scheduling Guide United States Sched Most potential for abuse and dependence No medicinal qualities Heroin, LSD, Marijuana Ecstasy, Peyote Schedule II High potential for abuse and dependence Some medicinal qualities Vicodin, Cocaine, Meth, OxyContin, Adderall Schedule III Moderate potential for abuse/dependence Acceptable medicinal qualities Doctor's prescription required Tylenol with Codeine, Ketamine, Steroids, Testosterone Schedule IV Low potential for abuse and dependence Acceptable medicinal qualities Prescription required - fewer refill regulations Xanax, Darvon, Valium, Ativan, Ambien, Tramadol Schedule V Lowest potential for abuse/dependence Acceptable medicinal qualities Prescription required - fewest refill regulations Robitussin AC, Lomotil, Motofen, Lyrica Source: United States Drug Enforcement Agency

LEGISLATIVE HISTORY

The Agricultural Improvement Act (The 2018 Farm Bill)

- Removed hemp from the Controlled Substances Act
- Legalized industrial hemp production.
- New definition of hemp:

Hemp: The plant Cannabis sativa L. and any part of that plant, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol concentration of not more than 0.3 percent on a dry weight basis.

Marijuana: Any part or derivative of the same plant that has a delta-9 tetrahydrocannabinol concentration of more than 0.3 percent on a dry weight basis.

THE POST FARM BILL LANDSCAPE



Consideration 1: Measuring THC on a Dry-Weight Basis

0.3% delta-9 THC, measured by weight, can be a small amount of THC in a flower hundreds of milligrams in a heavier hemp-derived product:

1g hemp flower
0.3% of 1g = 0.003g

or

3mg THC

50g chocolate bar
0.3% of 50g = 0.15g

or

150mg THC

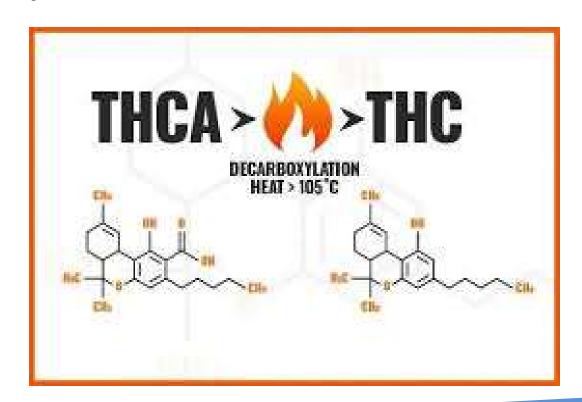
So, a consumable that weighs 22 grams and contains 50 milligrams of delta-9 THC and measures 0.23% by weight is well under the Farm Bill's threshold, but the total THC content is 5 to 10 times as high as the legal per-serving limit in many of the states with legalized recreational marijuana.

Slide 21

[@Deen, Kaycee L] 0.3 or 0.03?
 McGee, Emily, 2025-07-24T18:56:32.491
 DK1 0 Oops - great catch - it's .3
 Deen, Kaycee L, 2025-07-24T19:11:45.014
 EM2 Can we make this match the 50g chocolate bar example above? Might be easier to follow.
 McGee, Emily, 2025-07-24T18:58:17.535
 DK2 0 I get that. I did a different number that would actually be well below the threshold to show that it's still much more intoxicating than legal MJ Deen, Kaycee L, 2025-07-24T19:12:44.702

Consideration 2: Latent Potential of THC-A

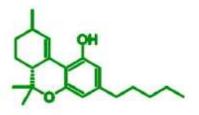
THC-A (tetrahydrocannabinolic acid) is a non-psychoactive precursor to THC found in raw cannabis plants. When heated (through processes like smoking or vaping), THC-A converts to psychoactive THC.



Consideration 3: Semi-Synthetic and Synthetic Cannabinoids

DELTA 8 THC

DELTA 9 THC



DELTA 10 THC

By focusing only on delta-9 THC, the Farm Bill's definition of hemp overlooked the multitude of other cannabinoids present in the cannabis plant, which can be psychoactive when isolated and concentrated, leading to the current proliferation of synthetic cannabinoid products.

The law inadvertently allows these intoxicating, hempderived cannabinoid products to be sold without the same level of regulation and oversight applied to traditional cannabis products. As a result of these considerations, people anywhere in the U.S. can access intoxicating hemp-derived THC without breaking federal law.

LEGAL STATUS OF CANNABIS IN NORTH CAROLINA

Medical Cannabis

Illegal under state law.

Recreational Cannabis

Illegal under state law.

Hemp-Derived Products

Legal but minimally regulated.

TRIBAL LAND EXCEPTION

The Eastern Band of Cherokee Indians have sovereignty on their tribal land, the Qualla Boundary.

In 2024, the EBCI opened the Great Smoky Cannabis Company.



Federal Preemption Does Not Apply

Preemption: When a higher level of government invalidates or overrides state laws on a specific issue, preventing the state from regulating in that area.

Marijuana: States are *not* preempted from regulating (or even legalizing) marijuana.

Hemp: States have authority to regulate hemp within their own borders as long as their laws do not conflict with federal rights or interfere with interstate commerce of a federally legal product.

Questions?

Kaycee Deen cannabis.council@dhhs.nc.gov



North Carolina Landscape





Tobacco and Vape Shops: A Closer Look

North Carolina Advisory Council on Cannabis July 29, 2025

Josh Batten
Assistant Director
Alcohol Law Enforcement

Law Enforcement Perspective





"Straight Up Weed"



Video shown during meeting

Types of Products Sold in Vape/Tobacco Shops



- Tobacco (nicotine) products
- Hemp/THC/CBD products (Flower, Gummies, Vapes, Beverages)
- Kratom
- Whippets, CO2 Products
- Drug Paraphernalia
- Urine Adulterant
- Stash Cans
- Prescription medicine (mostly imported)
- WEAPONS

No Age Requirement for ANY Product above other than Tobacco

Law Enforcement Goals



How to Protect and Serve Regarding these Locations and Products

• Protect *all consumers* by ensuring the products they purchase are as advertised

• Protect our youth from dangerous or intoxicating products

Law Enforcement Obstacles



Oversight of a Nonregulated Industry

- No licensing requirement
- One of only 7 states that have no requirement for "tobacco" locations
- Unknown locations
 - No reliable database that identifies locations or ownership
 - Limited Data on specific counties (mostly from DHHS contract)
 - Thousands (estimated) unpermitted locations statewide that identify as "tobacco" or "vape" shops and sell products containing THC

Law Enforcement Obstacles



- No legal right for ANY law enforcement to enter or inspect; same rights as the general public
- Impossible to distinguish by appearance/label between legal and non-legal products regarding THC content
- Need for undercover purchase and testing
- Search Warrant requirement
- Cost of Testing
- For ALE specifically, limited manpower vs complaints received

Law Enforcement Obstacles

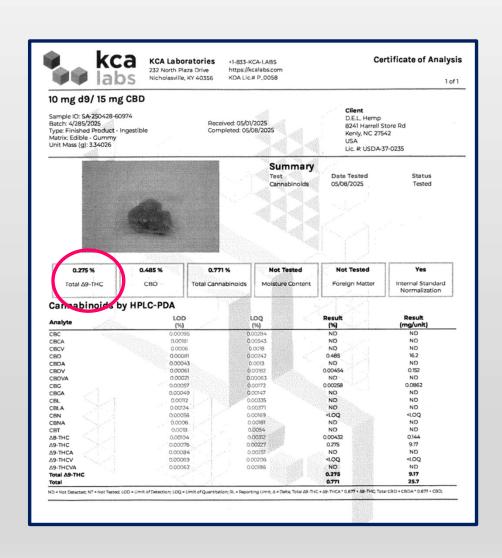


Uneducated or Noncompliant Owners and Employees

- Reliability on Certificate of Analysis
- No education on products
- Revenue driven
- Unfamiliarity with laws and regulations on products they sell

COA Example





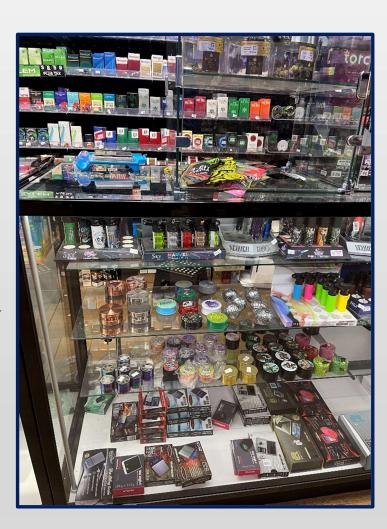
Testing Results (FY24/25)



- In FY 24-25, ALE seized and submitted 293 samples for testing with 269 of those items (92%) testing above .3% Delta-9 THC
- 92% tested would be defined as Marijuana
- Percentages ranged up to 68.03% Delta-9 THC



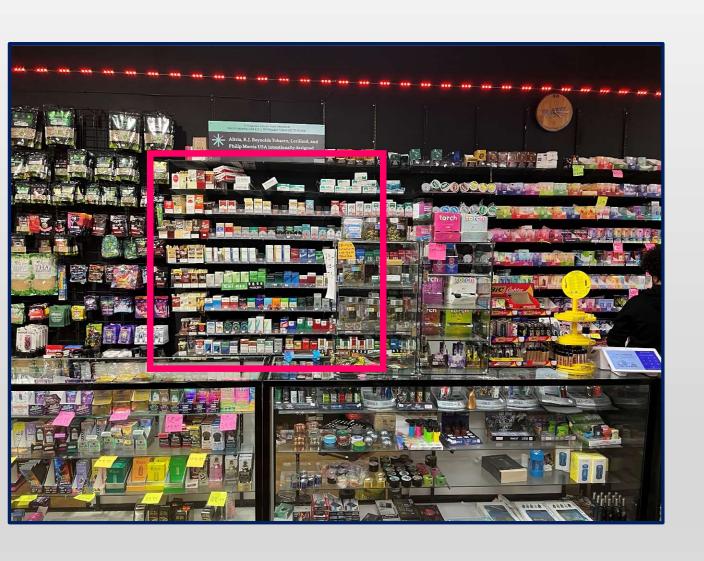
Items
commonly
used as Drug
Paraphernalia
are legally
sold



Shift from Nicotine Products







Note the amount of actual Nicotine Products in this "Tobacco Shop"





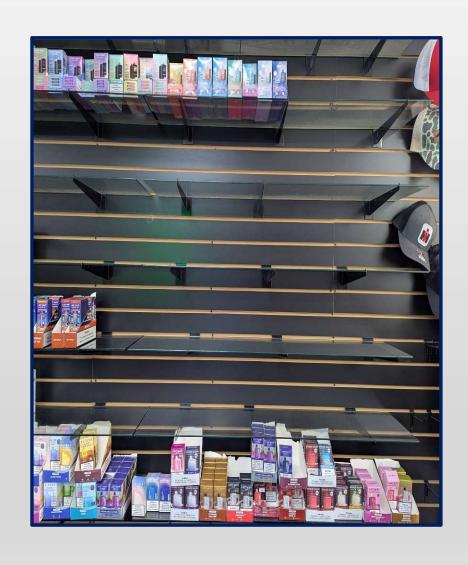
Pipes for "Tobacco Use"

Flowers



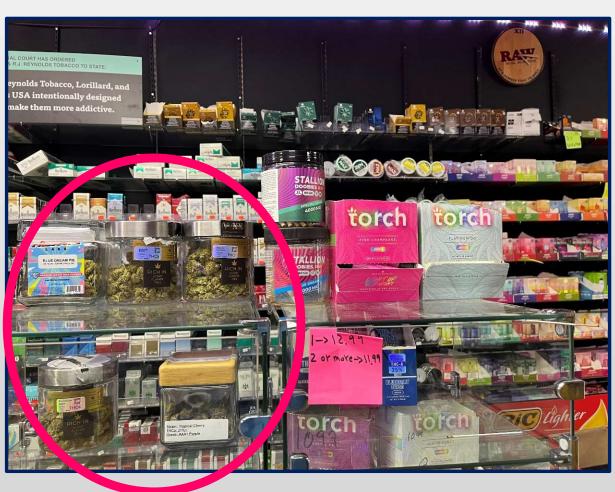
Vape Trends: THC Overtaking Nicotine

















What Would a Child See?







What Would an Uneducated Consumer See?





Trademark Infringement



Video shown during meeting

Various Gummies











Employee Knowledge



Two Types of Employees/Owners

- 1. Those who use the law and lack of regulation to their advantage to purposefully sell dangerous and illegal substances.
- 2. Those who are trying to make an honest living and have little knowledge of the products sold, nor of the laws that may be violated.

Vape Shop Interaction Video



Video shown during meeting

Customer Service





Investigation Example





More Great Customer Service

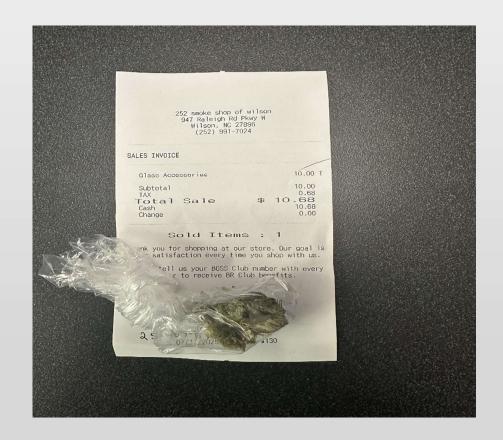


Video shown during meeting

Misleading Receipt



- What Does the Intentional Misrepresentation Show?
 - Knowledge
 - Intent
 - Defense



Latest Trend: Rise in THC Beverages



- Many cannabis-infused drinks list THC as an ingredient
- No standard dose but most contain between 5 and 20 milligrams (some up to 200)
- No standard on "serving size" which provides confusion and danger for consumer
- Cannabinoids found in beverages are specially formulated to dissolve in liquid. This means they are more easily and rapidly absorbed into the body's soft tissues

Latest Trend: Rise in THC Beverages



Video shown during meeting

Various Products Sold



Video shown during meeting

Dare County- Anecdotal



- Concerned County Employee
- Local Coffee Shop
- Uneducated owner
- Teenager in Emergency Room
- Thought it was "Sparkling Water"



THC DRINKS

















Advertising





Local State Employees Credit Union Cash Point

Advertising and Free Products are on the Rise





Kratom: Used for Opioid withdrawal and often as a substitute for Opioid users



Kratom Infused Beverages



- Store Owner Unaware of Contents
- Became Ill after Consumption
- Product Provided Free of Cost



Nitrous Oxide; Laughing Gas (Whippets)



- The use of Nitrous Oxide is a popular method for getting a quick high is by misusing laughing gas.
- One producer is a company called Galaxy Gas
- Trend became so dangerous that now videos are banned on TikTok and YouTube. (If you search Galaxy Gas on TikTok, you will be directed to a substance abuse site).
- Nonetheless, they are extremely popular in Vape Shops and often sold out















Nitrous Oxide



Video shown during meeting

Current ALE Focus



- Complaint Driven
- Received from SRO's, Principals, Parents, District Attorneys,
 Concerned Citizens, and Law Enforcement Partners
- Focus on Protecting our Youth and Consumer Safety
- Education and Communication with Industry Members



Discussion

National Landscape

Separate slide deck

Next Steps

Next Steps

Survey

 Be on the lookout for upcoming survey via email

Next Meeting

September 30, 2-5pm, held virtually

Thank You