

**RESOLUTION ADOPTING PENALTIES FOR ADULT-USE CANNABIS
RETAILERS AND LOWER-POTENCY HEMP EDIBLE RETAILERS**

WHEREAS, the City Council of the City of Mankato adopted an ordinance establishing registration requirements for the sale of Lower-Level Intoxicating Hemp products, and the sale of Adult-Use Cannabis products on November 25, 2024; and

WHEREAS, Minnesota State Statute 342.22, Subd. 4, requires a local unit of government to conduct annual compliance checks of every cannabis business and hemp business with a retail registration issued by the local unit of government, and Subd. 5., addresses registration suspension and cancellation; notice to the Office of Cannabis; and penalties; and

WHEREAS, in Mankato City Code Chapter 6, Division 10, Sec. 6-388. Violations, the determined consequences for a violation, may include either an administrative or criminal penalty, in addition to a possible denial, suspension or revocation of a registration.

NOW THEREFORE BE IT RESOLVED by the City Council for the City of Mankato that the following administrative penalties be and are hereby adopted:

- First violation \$500
- Second violation (on the same premise within a 36-month period) \$1,000
- Third violation (on the same premise within a 36-month period \$2,000 and a retail registration suspension of at least 30 consecutive days

BE IT FURTHER RESOLVED by the City Council for the City of Mankato that in addition to the above administrative penalties, subject to Minnesota State Statute 342.22, Subd. 5 (e), that a civil penalty of \$2,000 be imposed for each violation, on any cannabis retail business of low-potency hemp edible retailer who makes a sale to a customer or patient without a valid retail registration and a valid license from the Office of Cannabis Management.

This Resolution shall become effective upon its passage and without further publication.

Dated this 13th day of July 2026.

Najwa Massad
Mayor

Attest: _____
Rena Kopischke, MMC
City Clerk