

### Let's Go Shopping!

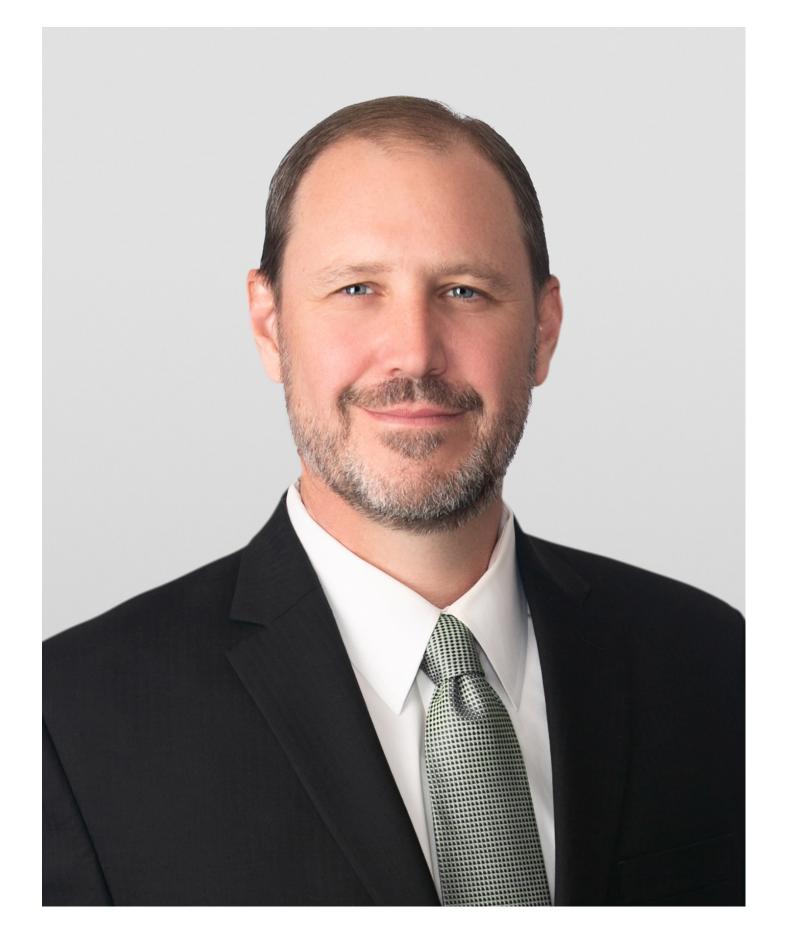
The Impact of Liquor and Cannabis on the Retail Market

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#### Today's Speakers



Robert Hoban



Jason Canvasser





#### Today's Agenda

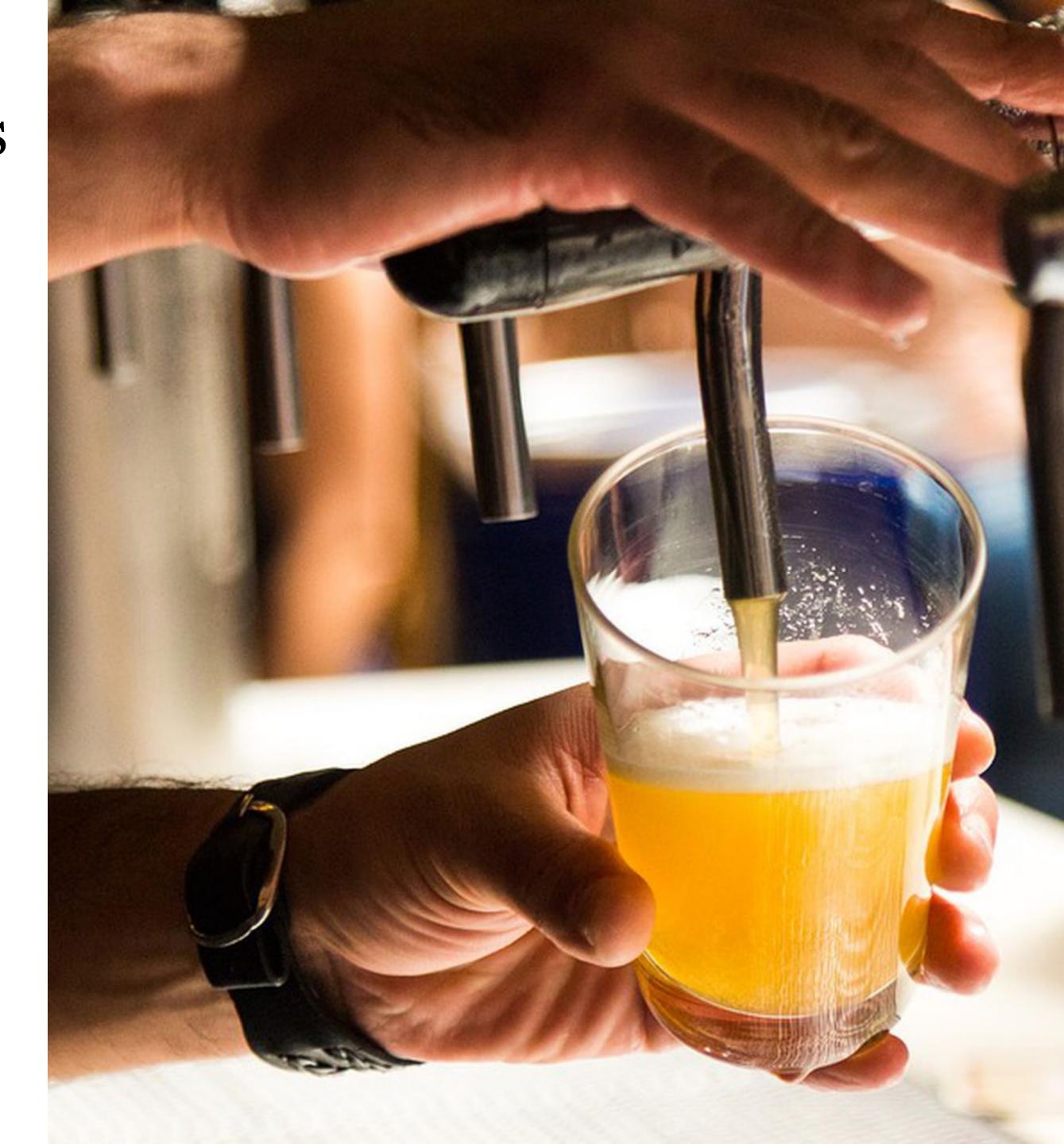
- Compliance issues with varying state requirements.
- Federal requirements for various products what can, and cannot, be sold?
- Marketing processes and issues.
- Due diligence for cannabis and liquor licensing.
- How retailers can meet customer demands as it relates to alcohol and cannabis sales despite restrictions?
- How will evolving cannabis laws impact the workplace?



## Alcohol and compliance issues with varying state regulations

How can you maintain distinct compliance programs when overseeing multiple jurisdictions?

- Create a system of compliance
- Know your state's specific rules and regulations
- Train and then train again







## Cannabis and compliance issues with varying state regulations

"Cannabis" = Hemp and Marijuana

State-specific regulations (hemp & marijuana)

FDA oversight, or lack thereof

Baseline consumer protection issues

#### Alcohol and Cannabis: How do these compliance issues relate?

#### And what can they learn from each other?

- Crossover
  - Products
  - Hospitality/Service/Co-Location
- Interstate commerce (taxes v. prohibition)
- Responsible sales





Federal requirements for alcohol products: what can and cannot be sold?

Ratification of the 21st Amendment gave States the authority to either permit or prohibit importation or sale of alcoholic beverages within their border







# FDA requirements for cannabis products: what can and cannot be sold?

Grey area or well defined? Could it be both?

Marijuana – State and Local Regulations

FTC/FDA standards

Regulatory Action thus far

#### How do the Federal requirements for alcohol and cannabis relate?

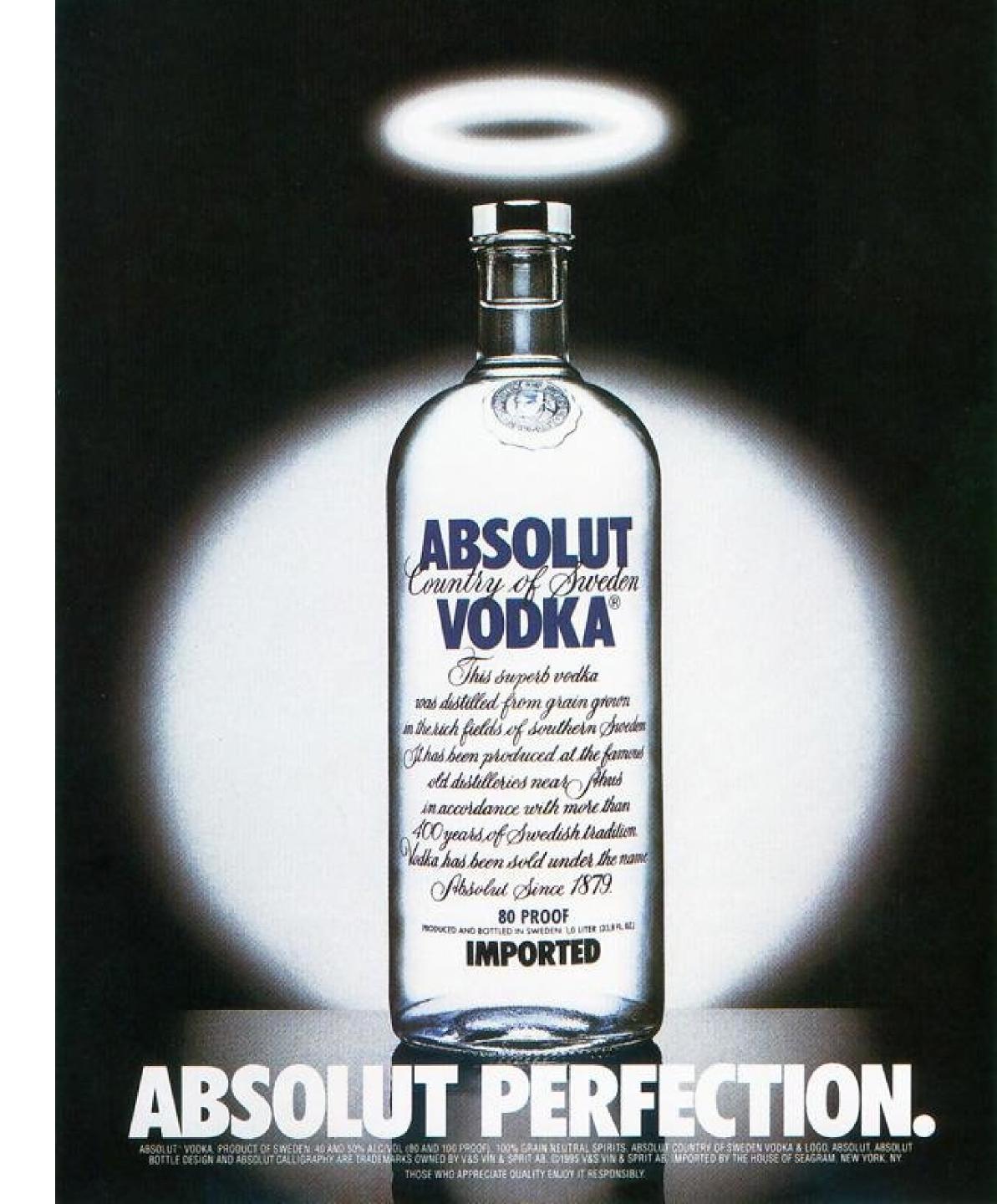
What are similarities to TTB and FDA/DEA/USDA enforcement at the state level? What are some differences?

- Federal oversight, but state/local regulations most applicable
  - TTB v. State Regulation
  - DEA/FDA/USDA v. State Regulation
- Prohibition, Ambiguity, Enforcement
- Interstate Commerce

## What processes define alcohol marketing? What issues exist?

How do marketers approach the red-tape around advertising alcohol products?

- Tied House Laws/Cooperative Advertising
- Promotions/Discounts
- Know your audience







#### How about for cannabis?

#### **Marketing Restrictions**

- Claims and Product Category
- State/Local Regulatory Limits
- National Advertising/Mainstream

#### What can cannabis marketing learn from alcohol marketing?

Limits, claims, and underage consumers: how will cannabis marketing regulations follow alcohol's steps?

- Concerns regarding children
  - Product packaging design
  - Product design
  - Label

- How to limit advertising/technology
- Truth in advertising





#### Due diligence for liquor licensing

- Location, location, location
- State and municipality specific requirements
- Know what you are buying
- It takes time!







## Due diligence for cannabis licensing

Disclosures, Background, Good Standing

- Sequestered Entities
- Financial and Owner Disclosures
- Industry- Specific D.D. v. Financial/Traditional

#### Where is there crossover?

- Bad Actors
- Assumption of Liability
- Protect yourself!





### How can you meet customer demands despite the aforementioned issues?

In Home Delivery

Curbside Sales

Emerging Technology





### How will evolving cannabis laws impact the workplace, and how will existing liquor laws shape cannabis laws moving forward?

- Employment/Labor Qualifications v. At-Work
- Esoteric Business Culture
- Responsible Vendor/Dramshop Liability







### Thank You, questions?

Say hi, don't be shy!

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#### Legal Disclaimer

This document is not intended to give legal advice. It is comprised of general information. Employers facing specific issues should seek the assistance of an attorney.

