PSSB 5363 MacEwen [C]

Effect: Strikes the entire subsection in current law limiting the number, size, content, and location of certain outdoor signs posted by licensed cannabis retailers instead of only the size requirements.

1 AN ACT Relating to cannabis retailer advertising; and amending 2 RCW 69.50.369.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 Sec. 1. RCW 69.50.369 and 2022 c 16 s 75 are each amended to 5 read as follows:

6 (1) No licensed cannabis producer, processor, researcher, or 7 retailer may place or maintain, or cause to be placed or maintained, any sign or other advertisement for a cannabis business or cannabis 8 product, including useable cannabis, cannabis concentrates, 9 or 10 cannabis-infused product, in any form or through any medium 11 whatsoever within one thousand feet of the perimeter of a school grounds, playground, recreation center or facility, child care 12 13 center, public park, or library, or any game arcade admission to which is not restricted to persons aged twenty-one years or older. 14

15 (2) ((Except for the use of billboards as authorized under this 16 section, licensed cannabis retailers may not display any signage 17 outside of the licensed premises, other than two signs identifying 18 the retail outlet by the licensee's business or trade name, stating 19 the location of the business, and identifying the nature of the 20 business. Each sign must be no larger than one thousand six hundred 21 square inches and be permanently affixed to a building or other 1 structure. The location and content of the retail cannabis signs 2 authorized under this subsection are subject to all other 3 requirements and restrictions established in this section for indoor 4 signs, outdoor signs, and other cannabis-related advertising methods.

5 (3)) A cannabis licensee may not utilize transit advertisements 6 for the purpose of advertising its business or product line. "Transit 7 advertisements" means advertising on or within private or public 8 vehicles and all advertisements placed at, on, or within any bus 9 stop, taxi stand, transportation waiting area, train station, 10 airport, or any similar transit-related location.

11 ((<del>(4)</del>)) <u>(3)</u> A cannabis licensee may not engage in advertising or 12 other marketing practice that specifically targets persons residing 13 outside of the state of Washington.

14 ((<del>(5)</del>)) <u>(4)</u> All signs, billboards, or other print advertising for 15 cannabis businesses or cannabis products must contain text stating 16 that cannabis products may be purchased or possessed only by persons 17 twenty-one years of age or older.

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((<del>(6)</del>)) <u>(5)</u> A cannabis licensee may not:

(a) Take any action, directly or indirectly, to target youth in the advertising, promotion, or marketing of cannabis and cannabis products, or take any action the primary purpose of which is to initiate, maintain, or increase the incidence of youth use of cannabis or cannabis products;

(b) Use objects such as toys or inflatables, movie or cartoon characters, or any other depiction or image likely to be appealing to youth, where such objects, images, or depictions indicate an intent to cause youth to become interested in the purchase or consumption of cannabis products; or

29 (c) Use or employ a commercial mascot outside of, and in proximity to, a licensed cannabis business. A "commercial mascot" 30 31 means live human being, animal, or mechanical device used for 32 attracting the attention of motorists and passersby so as to make them aware of cannabis products or the presence of a cannabis 33 business. Commercial mascots include, but are not limited to, 34 inflatable tube displays, persons in costume, or wearing, holding, or 35 36 spinning a sign with a cannabis-related commercial message or image, where the intent is to draw attention to a cannabis business or its 37 38 products.

39 ((<del>(7)</del>)) <u>(6)</u> A cannabis licensee that engages in outdoor 40 advertising is subject to the advertising requirements and Code Rev/KB:lel 2 S-1312.1/23 1 restrictions set forth in this subsection ((-7)) and elsewhere in 2 this chapter.

(a) All outdoor advertising signs, including billboards, are 3 limited to text that identifies the retail outlet by the licensee's 4 business or trade name, states the location of the business, and 5 6 identifies the type or nature of the business. Such signs may not contain any depictions of cannabis plants, cannabis products, or 7 images that might be appealing to children. The board is granted 8 rule-making authority to regulate the text and images that are 9 permissible on outdoor advertising. Such rule making must be 10 consistent with other administrative rules generally applicable to 11 12 the advertising of cannabis businesses and products.

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(b) Outdoor advertising is prohibited:

(i) On signs and placards in arenas, stadiums, shopping malls, fairs that receive state allocations, farmers markets, and video game arcades, whether any of the foregoing are open air or enclosed, but not including any such sign or placard located in an adult only facility; and

(ii) Billboards that are visible from any street, road, highway, right-of-way, or public parking area are prohibited, except as provided in (c) of this subsection.

(c) Licensed retail outlets may use a billboard or outdoor sign solely for the purpose of identifying the name of the business, the nature of the business, and providing the public with directional information to the licensed retail outlet. Billboard advertising is subject to the same requirements and restrictions as set forth in (a) of this subsection.

(d) Advertising signs within the premises of a retail cannabis business outlet that are visible to the public from outside the premises must meet the signage regulations and requirements applicable to outdoor signs as set forth in this section.

32 (e) The restrictions and regulations applicable to outdoor 33 advertising under this section are not applicable to:

34 (i) An advertisement inside a licensed retail establishment that
35 sells cannabis products that is not placed on the inside surface of a
36 window facing outward; or

37 (ii) An outdoor advertisement at the site of an event to be held 38 at an adult only facility that is placed at such site during the 39 period the facility or enclosed area constitutes an adult only 40 facility, but in no event more than fourteen days before the event, Code Rev/KB:lel 3 S-1312.1/23 1 and that does not advertise any cannabis product other than by using 2 a brand name to identify the event.

3 ((<del>(8)</del>)) <u>(7)</u> Merchandising within a retail outlet is not 4 advertising for the purposes of this section.

5 ((-(9))) (8) This section does not apply to a noncommercial 6 message.

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((<del>(10)</del>)) <u>(9)</u>(a) The board must:

8 (i) Adopt rules implementing this section and specifically 9 including provisions regulating the billboards and outdoor signs 10 authorized under this section; and

(ii) Fine a licensee one thousand dollars for each violation of this section until the board adopts rules prescribing penalties for violations of this section. The rules must establish escalating penalties including fines and up to suspension or revocation of a cannabis license for subsequent violations.

16 (b) Fines collected under this subsection must be deposited into 17 the dedicated cannabis account created under RCW 69.50.530.

18 ((<del>(11)</del>)) <u>(10)</u> A city, town, or county may adopt rules of outdoor 19 advertising by licensed cannabis retailers that are more restrictive 20 than the advertising restrictions imposed under this chapter. 21 Enforcement of restrictions to advertising by a city, town, or county 22 is the responsibility of the city, town, or county.

23 (11) The board may not regulate the size of retail signs, whether indoor or outdoor, and billboards for licensed cannabis retailers. 24 25 Licensed cannabis retailers are subject to any size requirements for retail signs and billboards of the city, town, or county in which the 26 27 licensed cannabis retailer is located. This subsection does not 28 affect the board's rule-making authority regarding any other licensed cannabis retailer advertising requirements under this section or RCW 29 30 69.50.342 or 69.50.345.

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