

## 104TH GENERAL ASSEMBLY State of Illinois 2025 and 2026 HB3061

Introduced 2/6/2025, by Rep. Sonya M. Harper

## SYNOPSIS AS INTRODUCED:

New Act 410 ILCS 82/35

Creates the On-Premise Cannabis Consumption Act. Provides that a county or municipality may issue licenses for temporary events and cannabis hospitality venues that will allow for the consumption of cannabis or cannabis-infused products and for the sale of cannabis paraphernalia at such temporary events or venues. Requires ordinances with specified requirements for such temporary events and cannabis hospitality venues before any licenses are issued. Limits home rule powers. Makes conforming changes in the Smoke Free Illinois Act. Effective immediately.

LRB104 10534 BDA 20610 b

1 AN ACT concerning health.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 1. Short title. This Act may be cited as the On-Premise Cannabis Consumption Act.
- 6 Section 5. Definitions. As used in this Act:
- 7 "Cannabis" has the meaning given to that term in Section
- 8 1-10 of the Cannabis Regulation and Tax Act.
- 9 "Cannabis business establishment" has the meaning given to 10 that term in Section 1-10 of the Cannabis Regulation and Tax.
- "Cannabis hospitality venue" means a public or private restaurant, bar, or other business licensed under Section 15
- 13 that allows communal consumption of cannabis or
- 14 cannabis-infused products on premises.
- "Cannabis-infused product" has the meaning given to that term in Section 1-10 of the Cannabis Regulation and Tax Act.
- "Cannabis paraphernalia" has the meaning given to that term in Section 1-10 of the Cannabis Regulation and Tax Act.
- "Governmental unit" means a county or municipality.
- "Venue" means any business establishment licensed by a governmental unit for hospitality-related business.
- 22 Section 10. Temporary event permits.

_	(a) The hosting of a temporary event for the consumption
2	of cannabis or cannabis infused products at a venue not
3	licensed as a cannabis hospitality venue is subject to
l	regulation by a municipality for events within the
5	municipality and by a county for events outside of a
5	municipality.

- (b) A temporary event including the consumption of cannabis or cannabis-infused products must hold a temporary event permit issued by the governmental unit for the premises at which the temporary event is conducted.
- (c) An applicant for a temporary event permit under this Section and the premises where it shall be conducted must meet the requirements of any ordinance passed or adopted by the governmental unit under this subsection.
  - (1) Before a governmental unit may issue any temporary event permits under this Section, the governmental unit must adopt an ordinance that includes all of the following:
  - (A) application and permit fees for a permit issued under this Section;
    - (B) maximum term of a permit issued under this section; and
- (C) a requirement that each permit application includes plans detailing:
  - (i) the date, time of operation, and addressof the location hosting the consumption event;

1	(ii) how smoke, aerosols, and vapors from
2	cannabis consumption will be ventilated in indoor
3	consumption spaces;
4	(iii) how consumption will be obscured from
5	view by opaque or translucent walls, fences,
6	hedges, or other barriers in outdoor spaces; and
7	(iv) how individuals under 21 will be
8	prevented from entering the consumption space.
9	(2) The governmental unit may not adopt an ordinance
10	or rule that:
11	(A) prohibits a person who holds a permit issued
12	under this Section from adopting policies that allow
13	attendees of temporary events to bring their own
14	cannabis, cannabis infused products, or cannabis
15	paraphernalia into a temporary event;
16	(B) prohibits the preparation and sale of food and
17	non-alcoholic beverages at venues already licensed for
18	such sales by the governmental unit; or
19	(C) imposes public health or safety standards if
20	those standards serve no purpose other than deterring
21	the organization and execution of temporary events.
22	(d) The premises at which an applicant intends to conduct
23	the event may not be located within 500 feet of a primary or
24	secondary school.
25	(e) An applicant for a temporary event permit under this

- 1 ordinance of the governmental unit.
- 2 (f) Permit fees assessed under this Section must be
- 3 reasonably related to the cost of inspecting and regulating
- 4 the temporary event.
- 5 Section 15. Cannabis hospitality venues.
- 6 (a) The consumption of cannabis or cannabis-infused
- 7 products at a cannabis hospitality venue is subject to
- 8 regulation by a municipality for cannabis hospitality venues
- 9 within the municipality and by a county for cannabis
- 10 hospitality venues outside of a municipality.
- 11 (b) A person operating a cannabis hospitality venue must
- 12 hold a cannabis hospitality venue license issued by the
- 13 governmental unit for the premises at which the consumption
- 14 occurs.
- 15 (c) The premises at which an applicant intends to have a
- 16 cannabis hospitality venue may not be located within 500 feet
- of a public or private elementary or secondary school.
- 18 (d) An applicant for a cannabis hospitality venue license
- 19 under this Section and the premises at which the cannabis
- 20 hospitality venue is to be located must meet the requirements
- of any ordinance adopted by the governmental unit under this
- 22 subsection.
- 23 (1) The ordinance must include all of the following:
- 24 (A) a requirement that a person who holds a
- 25 license must renew the license annually;

1	(B) fees for the application, licensure, and
2	renewal of licensure for a license under this Section;
3	(C) a restriction on the consumption of cannabis
4	or cannabis-infused products to designated areas of a
5	premises for which a license has been issued under
6	this Section;
7	(D) a requirement that each portion of a premises
8	for which a license has been issued under this Section
9	where cannabis or cannabis-infused products are
10	smoked, aerosolized, or vaporized must have:
11	(i) a ventilation system for any indoor
12	consumption areas that exhausts smoke, aerosols,
13	and vapors from that portion of the premises;
14	(ii) is designed and terminated in accordance
15	with building code standards for the applicable
16	occupancy classification; and
17	(iii) for any outdoor consumption area, it
18	must be surrounded by a sight-obscuring wall,
19	fence, hedge, or other opaque or translucent
20	barrier; the outdoor consumption space may be
21	located closer than 15 feet from an entrance or
22	exit of the cannabis hospitality venue so long as
23	the outdoor consumption space is not obstructing
24	the venue's primary public entry point or is
25	located on a public way.

(F) a requirement that a premises for which a

license has been issued under this Section must meet any public health and safety standards and industry best practices established by the governmental unit by rule or ordinance;

- (G) a requirement that premises for which this license be issued have a designated smoke free area so employees of the facility can be isolated from cannabis smoke, vapor, and aerosols;
- (H) a requirement that premises for which this license be issued have a plan in place to prevent patrons under the age of 21 from accessing the consumption space; and
- (I) a requirement that licensees which qualify for Social Equity Applicant status found in the Cannabis Tax and Regulation Act have their licensing costs refunded.
- (2) The governmental unit may not adopt an ordinance or rule that:
  - (A) prohibits a person who holds a license issued under this Section from adopting policies that allow persons attending the cannabis hospitality venue to bring cannabis, cannabis-infused products, or cannabis paraphernalia into the club;
  - (B) imposes public health or safety standards on cannabis hospitality venues if those standards serve no purpose other than deterring the consumption of

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1	cannabis or	cannab	is-infused	products	at	the	cannabis
2	hospitality	venue;	or				

- (C) prohibits the lawful preparation and sale of food and beverage or the lawful sale or rental of cannabis related paraphernalia so long as the cannabis hospitality venue is appropriately licensed and in compliance for such activities.
- (f) License fees assessed under this Section must be reasonably related to the cost of inspecting and regulating the cannabis hospitality venue.
- 11 (g) Municipalities may choose to prohibit cannabis 12 hospitality venues from serving alcoholic beverages.
- 13 (h) Outside of areas defined by Section 10 and Section 15
  14 of this act, a municipality may allow the use of cannabis in
  15 places tobacco use is permitted by the Smoke Free Illinois
  16 Act.
- Section 20. Home rule. A home rule unit may not regulate or license temporary events or cannabis hospitality venues a manner inconsistent with this Act. This Act is a limitation under subsection (i) of Section 6 of Article VII of the Illinois Constitution on the concurrent exercise by home rule units of powers and functions exercised by the State.
- Section 90. The Smoke Free Illinois Act is amended by changing Section 35 as follows:

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- 1 (410 ILCS 82/35)
- Sec. 35. Exemptions. Notwithstanding any other provision of this Act, smoking is allowed in the following areas:
  - (1) Private residences or dwelling places, except when used as a child care, adult day care, or healthcare facility or any other home-based business open to the public.
  - (2) Retail tobacco stores as defined in Section 10 of this Act in operation prior to January 1, 2008 (the effective date of Public Act 95-17). The retail tobacco store shall annually file with the Department by January 31st an affidavit stating the percentage of its gross income during the prior calendar year that was derived from the sale of loose tobacco, plants, or herbs and cigars, cigarettes, pipes, or other smoking devices for smoking tobacco and related smoking accessories. Any retail tobacco store that begins operation after January 1, 2008 (the effective date of Public Act 95-17) may only qualify for an exemption if located in a freestanding structure occupied solely by the business and smoke from the business does not migrate into an enclosed area where smoking is prohibited. A retail tobacco store that derives at least 80% of its gross revenue from the sale of electronic cigarettes and electronic cigarette equipment and accessories in operation before January 1, 2024 (the

effective date of Public Act 103-272) qualifies for this exemption for electronic cigarettes only. A retail tobacco store claiming an exemption for electronic cigarettes shall annually file with the Department by January 31 an affidavit stating the percentage of its gross income during the prior calendar year that was derived from the sale of electronic cigarettes. A retail tobacco store may, with authorization or permission from a unit of local government, including a home rule unit, or any non-home rule county within the unincorporated territory of the county, allow the on-premises consumption of cannabis in specially designated areas.

- (3) (Blank).
- (4) Hotel and motel sleeping rooms that are rented to guests and are designated as smoking rooms, provided that all smoking rooms on the same floor must be contiguous and smoke from these rooms must not infiltrate into nonsmoking rooms or other areas where smoking is prohibited. Not more than 25% of the rooms rented to guests in a hotel or motel may be designated as rooms where smoking is allowed. The status of rooms as smoking or nonsmoking may not be changed, except to permanently add additional nonsmoking rooms. Hotel and Motel establishments may also apply and be licensed under the provisions of the On-Premise Cannabis Consumption Act and may host consumption events as detailed in that Act.

- (5) Enclosed laboratories that are excluded from the definition of "place of employment" in Section 10 of this Act. Rulemaking authority to implement Public Act 95-1029, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.
- (6) Common smoking rooms in long-term care facilities operated under the authority of the Illinois Department of Veterans' Affairs or licensed under the Nursing Home Care Act that are accessible only to residents who are smokers and have requested in writing to have access to the common smoking room where smoking is permitted and the smoke shall not infiltrate other areas of the long-term care facility. Rulemaking authority to implement Public Act 95-1029, if any, is conditioned on the rules being adopted in accordance with all provisions of the Illinois Administrative Procedure Act and all rules and procedures of the Joint Committee on Administrative Rules; any purported rule not so adopted, for whatever reason, is unauthorized.
- (7) A convention hall of the Donald E. Stephens Convention Center where a meeting or trade show for manufacturers and suppliers of tobacco and tobacco

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Т	products and accessories is being held, during the time
2	the meeting or trade show is occurring, if the meeting or
3	trade show:
4	(i) is a trade-only event and not open to the
5	<pre>public;</pre>
6	(ii) is limited to attendees and exhibitors that
7	are 21 years of age or older;
8	(iii) is being produced or organized by a business
9	relating to tobacco or a professional association for
10	convenience stores; and
11	(iv) involves the display of tobacco products.
12	Smoking is not allowed in any public area outside of
13	the hall designated for the meeting or trade show.
14	This paragraph (7) is inoperative on and after October
15	1, 2015.
16	(8) A dispensing organization, as defined in the
17	Cannabis Regulation and Tax Act, authorized or permitted
18	by a unit local government to allow on-site consumption of

(9) Temporary events or cannabis hospitality venues licensed under the On-Premise Cannabis Consumption Act.

cannabis, if the establishment: (1) maintains a specially

designated area or areas for the purpose of heating,

burning, smoking, or lighting cannabis; (2) is limited to

individuals 21 or older; and (3) maintains a locked door

or barrier to any specially designated areas for the

purpose of heating, burning, smoking or lighting cannabis.

- 1 (Source: P.A. 103-272, eff. 1-1-24; 103-605, eff. 7-1-24.)
- 2 Section 99. Effective date. This Act takes effect upon
- 3 becoming law.