

128 Dorrance Street, Suite 400 Providence, RI 02903 Phone: (401) 831-7171 Fax: (401) 831-7175 www.riaclu.org info@riaclu.org

TESTIMONY ON 19-S 334 – RELATING TO REAL ESTATE SALES DISCLOSURES April 23, 2019

The ACLU of RI opposes this bill, which would require that any use of a premises for marijuana cultivation be disclosed in any real estate transaction. We believe that enactment of this bill would seriously undermine the strong confidentiality provisions that are in place in the medical marijuana law to protect patients and caregivers who grow marijuana for their medical needs.

It is important to emphasize that this bill, which was vetoed by the Governor last year, does not in any way circumscribe the term "marijuana cultivation." It thus applies as much to the sick patient growing two plants in her home as it does to an actual "licensed cultivator" as defined in The Edward O. Hawkins and Thomas C. Slater Medical Marijuana Act who may have a large cultivating operation.

That Act contains, appropriately so, strict confidentiality protections for patients and caregivers. See, e.g., R.I.G.L. § 21-28.6-6.1(j)(1) and (j)(3). Indeed, it is a crime to breach the confidentiality of information obtained about patients. R.I.G.L. § 21-28.6-6.1(l). Yet this bill would eliminate those protections in the context of a potential real estate transaction.

While we recognize that this bill may have been prompted by concerns that marijuana growing can potentially cause mold and fire code issues, these matters, as representatives from the Realtors Association testified last year, are already addressed in the disclosure process without the need of focusing explicitly on whether individuals are growing medical marijuana on the premises.

Finally, we note that this bill's requirement could put mortgages at risk because banks may refuse to issue federally backed mortgages for properties that are engaged in illegal activity under federal law. *See*, e.g., https://www.cannalawblog.com/banks-loans-on-cannabis-property-tread-carefully/

For all these reasons, we urge rejection of this legislation. Thank you for your consideration of our views.