A BILL FOR AN ACT

RELATING TO HEMP.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. The legislature finds that hemp is a high-value
 crop. Nationwide, there has been a marked increase in hemp
 cultivation from 2018 to 2019. At least forty-six states have
 passed legislation to facilitate hemp cultivation. However,
 Hawaii's hemp industry remains in a nascent stage, in part due
 to restrictive regulatory actions taken by the state department
 of agriculture under existing law.

8 The legislature recognizes that the Agriculture Improvement 9 Act of 2018, informally known as the 2018 "Farm Bill", legalized 10 hemp by removing hemp from the definition of "marihuana" 11 contained in the federal Controlled Substances Act. Therefore, 12 hemp is no longer classified as an illegal drug under federal 13 Further, in October 2019, the United States Department of law. 14 Agriculture established new regulations through which states may 15 monitor and regulate hemp production. The legislature believes 16 that, in light of these federal reforms, state laws regarding 17 hemp should also be reformed.



1	The	legislature also finds that in Oregon, the Global Hemp
2	Innovation	n Center at Oregon State University is making strides
3	in propaga	ating and growing hemp varieties. Similarly, the
4	College o	f Tropical Agriculture and Human Resources at the
5	Universit	y of Hawaii has been conducting hemp research to
6	facilitat	e the promotion and growth of the State's hemp
7	industry.	Among the critical needs are adequate choices of hemp
8	varieties	, tetrahydrocannabinol content stability and
9	managemen	t, and photoperiod adjustment.
10	Acco	rdingly, the purpose of this Act is to:
11	(1)	Require the department of agriculture to seek approval
12		from the United States Department of Agriculture of a
13		state plan to monitor and regulate hemp;
14	(2)	Establish a statutory framework for the state
15		department of agriculture to monitor and regulate
16		hemp;
17	(3)	Establish and provide temporary legislative funding
18		for a hemp regulatory special fund, which will be
19		funded through inspection fees in the longer term;
20	(4)	Exclude hemp from the State's prohibitions against
21		marijuana;



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1	(5.)	Expedite the repeal of the existing industrial hemp
2		pilot program; and
3	(6)	Appropriate funds to the college of tropical
4		agriculture and human resources at the University of
5		Hawaii for hemp research.
6	SECT	ION 2. Chapter 141, Hawaii Revised Statutes, is
7	amended b	y adding a new part to be appropriately designated and
8	to read a	s follows:
9		"PART . HEMP PRODUCTION
10	§141	-A Definitions. As used in this part:
11	"App	licable federal hemp law" means:
12	(1)	Section 297B of the Agricultural Marketing Act of
13		1946, as amended;
14	(2)	Title 7 Code of Federal Regulations part 990; and
15	(3)	Other applicable federal law.
16	"Can	nabis" means a genus of flowering plants in the family
17	Cannabace	ae of which Cannabis sativa is a species, and Cannabis
18	indica an	d Cannabis ruderalis are subspecies thereof.
19	"Cannabis	" refers to any form of the plant in which the delta-9
20	tetrahydr	ocannabinol concentration on a dry weight basis has not
21	yet been	determined.



1	"Corrective action plan" means a plan established by the
2	department for a producer to correct a negligent violation.
3	"Culpable mental state greater than negligence" means to
4	act intentionally, knowingly, willfully, or recklessly.
5	"Department" means the department of agriculture.
6	"Entity" means a non-natural person.
7	"Hemp" means the plant species Cannabis sativa L. and any
8	part of that plant, including the seeds thereof and all
9	derivatives, extracts, cannabinoids, isomers, acids, salts, and
10	salts of isomers, whether growing or not, with a delta-9
11	tetrahydrocannabinol concentration of not more than 0.3 per cent
12	on a dry weight basis.
13	"Key participant" means:
14	(1) A sole proprietor;
15	(2) A partner in a partnership;
16	(3) A chief executive officer, chief operating officer,
17	chief operating officer; or
18	(4) Any other person with executive managerial control in
19	an entity.
20	"Key participant" does not include farm managers, field
21	managers, shift managers, or other non-executive managers.



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1	"Measurement of uncertainty" means the parameter,
2	associated with the result of a measurement, that characterizes
3	the dispersion of the values that could reasonably be attributed
4	to the particular quantity subject to measurement.
5	"Negligent" means to fail to exercise the level of care
6	that a reasonably prudent person would exercise in complying
7	with this part, the state plan, or applicable federal hemp law.
8	"Produce" means to grow hemp plants for market, or for
9	cultivation for market, in the State.
10	"Producer" means a producer, as defined under title 7 Code
11	of Federal Regulations section 718.2, that is licensed by the
12	department to produce hemp in the State.
13	"State plan" means a plan under which the department
14	monitors and regulates the production of hemp.
15	§141-B Hemp production; monitoring and regulation; state
16	plan. (a) The department shall monitor and regulate hemp
17	production in the State, pursuant to a state plan approved by
18	the Secretary of the United States Department of Agriculture.
19	(b) The state plan, both in its establishment and
20	implementation, shall be no more stringent against producers
21	than required by:



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1 (1) This part; or

2 (2) Applicable federal hemp law.

3 §141-C Applications for producer licenses. Each person, 4 whether an individual or entity, that intends to produce hemp in 5 the State shall apply to the department for a license on a form 6 prescribed by the department and pay an application fee. Each 7 applicant shall submit to the department information about the 8 applicant necessary for the purposes of applicable federal hemp 9 law. Further, the application shall include supporting 10 documentation to establish:

11 (1) If the applicant is an individual, the state where the12 applicant resides; or

13 (2) If the applicant is an entity, the states of residence14 of each of the key participants of the entity.

15 §141-D Application approval; expiration; limits on out-of-16 state control. (a) Subject to the limitation imposed by 17 subsection (d), the department shall approve the issuance of a 18 hemp production license to any applicant that meets all 19 applicable federal and state requirements.



1 (b) Each license shall be valid for three years from the 2 date of issuance, after which the licensee shall be required to 3 renew the license and pay a renewal fee. 4 Notwithstanding the repeal of Act 228, Session Laws of (C) 5 Hawaii 2016, any license issued under the industrial hemp pilot 6 program established under Act 228, Session Laws of Hawaii 2016, shall have continued validity under the original terms and 7 8 conditions of that license until it expires. Upon expiration, 9 the licensee may renew that license, under new terms and 10 conditions that are compliant with this part, by paying a 11 renewal fee and applying for license renewal pursuant to a 12 process established by the department. 13 In issuing new, non-renewal licenses for the (d) 14 production of hemp, the department shall ensure that at least 15 fifty per cent of new, non-renewal licenses issued within each 16 fiscal year are issued to: 17 Individuals who are legal residents of the State; (1) 18 (2) Entities whose key participants are legal residents of 19 the State; or 20 (3) Any combination of the foregoing persons.



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1 \$141-E Producer requirements; seed acquisition; 2 residential structures. (a) Each producer shall conform to all 3 requirements of this part, the state plan, and applicable 4 federal hemp law. 5 Each producer shall acquire or import hemp seed in (b) 6 accordance with applicable federal hemp law. 7 (C) No producer shall grow hemp in any house, dwelling 8 unit, residential apartment, or other residential structure. 9 §141-F Inspection, sampling, and testing; destruction; 10 fees. (a) The department and producers shall adhere to this 11 section with respect to the inspection, sampling, and testing of 12 cannabis or hemp produced; provided that if applicable federal 13 hemp law provides for different principles or standards, those 14 federal principles or standards shall apply. 15 (b) Each producer shall provide the department with 16 complete and unrestricted access during business hours to all 17 hemp and other cannabis plants, whether growing or harvested, 18 and all land, buildings, and other structures used for the 19 cultivation, handling, and storage of all hemp and other 20 cannabis plants, and all locations listed in the producer 21 license.



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(c) The department shall collect samples of cannabis grown
 from the lots of producers to the extent and in amounts and
 frequency required by applicable federal hemp law. The
 department shall conduct tests of those samples as required by
 appliable federal hemp law.

6 (d) A producer shall not harvest hemp or cannabis crop
7 before the department collects samples and tests necessary
8 samples from that crop.

9 (e) The department may collect fees from producers for the 10 inspection, sample collection, and testing of cannabis and hemp 11 crops.

(f) The department shall ensure the destruction of any lot of cannabis crop, to the extent required by applicable federal hemp law, if any sample from that lot fails to meet the standards established by applicable federal hemp law. State or county law enforcement shall be present at the location of destruction whenever a cannabis crop is destroyed pursuant to this subsection.

19 (g) The department may authorize third parties to collect20 cannabis samples and conduct testing of those samples on the



department's behalf for the purposes of this part or rules
 adopted for the purposes of this part.

3 §141-G Negligent violations. (a) A producer that
4 violates this part or the state plan in a negligent manner shall
5 follow a corrective action plan to correct the violation as
6 required by applicable federal hemp law.

7 (b) The department shall not suspend or revoke the license 8 of a producer that violates this part or the state plan in a 9 negligent manner, unless required by applicable federal hemp 10 law.

11 (c) In determining whether a violation was committed in a 12 negligent manner, the department shall conform to the standards 13 established by federal applicable hemp law.

14 §141-H Culpable violations. (a) If the department 15 determines that a producer has violated this part or the state 16 plan with a culpable mental state greater than negligence, the 17 department shall immediately report the producer to federal and 18 state authorities, as required by applicable federal hemp law. 19 (b) Any producer that violates this part or the state plan

20 shall be penalized according to applicable federal hemp law.



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1	§141-I	Department compliance with federal requirements.
2	The departm	ent shall comply with all requirements established in
3	applicable	federal hemp law.
4	§141-J	Hemp regulatory special fund; established. (a)
5	There is cr	eated in the state treasury a special fund to be
6	designated	as the hemp regulatory special fund to be
7	administere	d by the department. Moneys deposited in the special
8	fund shall	include:
9	(1) A	ny moneys appropriated by the legislature to the
10	S	pecial fund; provided that no legislative
11	a	ppropriations shall be made for any fiscal year that
12	b	egins after fiscal year 2020-2021;
13	(2) A	ny fees collected by the department pursuant to this
14	p	art; and
15	(3) T	he interest or return on investments earned from
16	m	oneys in the special fund.
17	(b) T	he department may use the moneys in the special fund
18	to carry ou	t the purposes of this part, including hiring
19	employees,	specialists, and consultants necessary for the
20	purposes of	this part.



1	§141	-K Rules. (a) The department shall adopt rules
2	pursuant	to chapter 91 that are necessary for the purposes of
3	this part	, which, at a minimum, shall:
4	(1)	Establish standards for the collection and testing of
5		cannabis samples;
6	(2)	Limit the number of acres of land that each producer
7		may use to grow hemp; and
8	(3)	Establish standards for the transportation of hemp
9		from producers to processors, which may include a
10		closed loop system or any other appropriate system of
11		transportation.
12	(b)	The department may adopt and amend interim rules to
13	effectuat	e the purposes of this part; provided that the interim
14	rules sha	ll remain in effect until July 1, 2023, or until rules
15	are adopt	ed pursuant to subsection (a), whichever occurs sooner.
16	(c)	Rules adopted pursuant to this section shall comply
17	with sect	ion 141-B(b)."
18	SECT	ION 3. Section 329-1, Hawaii Revised Statutes, is
19	amended a	s follows:
20	1.	By adding a new definition to be appropriately inserted
21	and to re	ad:



1	" <u>"Hemp</u> " shall have the same meaning as in section 141-A."
2	2. By amending the definition of "marijuana" to read:
3	""Marijuana" means all parts of the plant (genus) Cannabis
4	whether growing or not; the seeds thereof, the resin extracted
5	from any part of the plant; and every compound, manufacture,
6	salt, derivative, mixture, or preparation of the plant, its
7	seeds, or resin. [It]
8	<u>"Marijuana"</u> does not include [the] <u>:</u>
9	(1) Hemp; or
10	(2) The mature stalks of the plant $[-7]$ (genus) Cannabis,
11	fiber produced from the stalks, oil, or cake made from
12	the seeds of the plant, any other compound,
13	manufacture, salt, derivative, mixture, or preparation
14	of the mature stalks (except the resin extracted
15	therefrom), fiber, oil, or cake, or the sterilized
16	seed of the plant [which] <u>that</u> is incapable of
17	germination."
18	SECTION 4. Section 329-14, Hawaii Revised Statutes, is
19	amended by amending subsection (g) to read as follows:
20	"(g) Any of the following cannabinoids, their salts,
21	isomers, and salts of isomers, unless specifically excepted,



1 whenever the existence of these salts, isomers, and salts of 2 isomers is possible within the specific chemical designation: 3 Tetrahydrocannabinols; meaning tetrahydrocannabinols (1)4 naturally contained in a plant of the genus Cannabis 5 (cannabis plant), as well as synthetic equivalents of 6 the substances contained in the plant, or in the 7 resinous extractives of Cannabis, sp. or synthetic 8 substances, derivatives, and their isomers with 9 similar chemical structure and pharmacological 10 activity to those substances contained in the plant, 11 such as the following: Delta 1 cis or trans 12 tetrahydrocannabinol, and their optical isomers; Delta 13 6 cis or trans tetrahydrocannabinol, and their optical 14 isomers; and Delta 3,4 cis or trans-15 tetrahydrocannabinol, and its optical isomers (since 16 nomenclature of these substances is not 17 internationally standardized, compounds of these 18 structures, regardless of numerical designation of 19 atomic positions, are covered); provided that 20 tetrahydrocannabinols under this subsection shall 21 exclude tetrahydrocannabinols in hemp;



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1	(2)	Naphthoylindoles; meaning any compound containing a 3-
2		(1-naphthoyl) indole structure with substitution at the
3		nitrogen atom of the indole ring by a alkyl,
4		haloalkyl, alkenyl, cycloalkylmethyl,cycloalkylethyl,
5		1-(N-methyl-2-piperidinyl)methyl or 2-(4-
6	·	morpholinyl)ethyl group, whether or not further
7		substituted in the indole ring to any extent and
8		whether or not substituted in the naphthyl ring to any
9		extent;
10	(3)	Naphthylmethylindoles; meaning any compound containing
11		a 1H-indol-3-yl-(1-naphthyl) methane structure with
12		substitution at the nitrogen atom of the indole ring
13		by a alkyl, haloalkyl, alkenyl, cycloalkylmethyl,
14		cycloalkylethyl, 1-(N-methyl-2-piperidinyl) methyl or
15		2-(4-morpholinyl) ethyl group whether or not further
16		substituted in the indole ring to any extent and
17		whether or not substituted in the naphthyl ring to any
18		extent;
19	(4)	Naphthoylpyrroles; meaning any compound containing a
20		3-(1-naphthoyl)pyrrole structure with substitution at
21		the nitrogen atom of the pyrrole ring by a alkyl,



haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-methyl-2-piperidinyl)methyl or 2-(4-morpholinyl) ethyl group whether or not further substituted in the pyrrole ring to any extent, whether or not substituted in the naphthyl ring to any extent;

6 (5) Naphthylmethylindenes; meaning any compound containing a naphthylideneindene structure with substitution at 7 the 3-position of the indene ring by a alkyl, 8 haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl, 9 10 1-(N-methyl-2-piperidinyl) methyl or 2-(4-morpholinyl) 11 ethyl group whether or not further substituted in the 12 indene ring to any extent, whether or not substituted 13 in the naphthyl ring to any extent;

14 (6) Phenylacetylindoles; meaning any compound containing a 15 3-phenylacetylindole structure with substitution at 16 the nitrogen atom of the indole ring by a alkyl, 17 haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl, 18 1-(N-methyl-2-piperidinyl) methyl or 2-(4-morpholinyl) 19 ethyl group whether or not further substituted in the 20 indole ring to any extent, whether or not substituted 21 in the phenyl ring to any extent;



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1	(7)	Cyclohexylphenols; meaning any compound containing a
2		2-(3-hydroxycyclohexyl) phenol structure with
3		substitution at the 5-position of the phenolic ring by
4		a alkyl, haloalkyl, alkenyl, cycloalkylmethyl,
5		cycloalkylethyl, 1-(N-methyl-2-piperidinyl) methyl or
6		2-(4-morpholinyl) ethyl group whether or not
7		substituted in the cyclohexyl ring to any extent;
8	(8)	Benzoylindoles; meaning any compound containing a 3-
9		(benzoyl) indole structure with substitution at the
10		nitrogen atom of the indole ring by a alkyl,
11		haloalkyl, alkenyl, cycloalkylmethyl, cycloalkylethyl,
12		1-(N-methyl-2-piperidinyl) methyl, or 2-(4-
13		morpholinyl) ethyl group whether or not further
14		substituted in the indole ring to any extent and
15		whether or not substituted in the phenyl ring to any
16		extent;
17	(9)	2,3-Dihydro-5-methyl-3-(4-morpholinylmethyl)
18		pyrrolo[1,2,3-de]-1, 4-benzoxazin-6-yl]-1-
19		napthalenylmethanone (another trade name is WIN
20		55,212-2);



1	(10)	(6a,10a)-9-(hydroxymethyl)-6, 6-dimethyl-3-(2-
2		methyloctan-2-yl)-6a,7,10,10a-
3	·	tetrahydrobenzo[c]chdromen-1-ol (Other trade names
4		are: HU-210/HU-211);
5	(11)	Tetramethylcyclopropanoylindoles; meaning any compound
6		containing a 3-tetramethylcyclopropanoylindole
7		structure with substitution at the nitrogen atom of
8		the indole ring by an alkyl, haloalkyl, cyanoalkyl,
9		alkenyl, cycloalkylmethyl, cycloalkylethyl, 1-(N-
10		<pre>methyl-2-piperidinyl)methyl, 2-(4-morpholinyl)ethyl,</pre>
11		1-(N-methyl-2-pyrrolidinyl)methyl, 1-(N-methyl-3-
12		morpholinyl)methyl, or tetrahydropyranylmethyl group,
13		whether or not further substituted in the indole ring
14		to any extent and whether or not substituted in the
15		tetramethylcyclopropyl ring to any extent;
16	(12)	N-(1-adamantyl)-1-pentyl-1H-indazole-3-carboxamide,
17		its optical, positional, and geometric isomers, salts,
18		and salts of isomers (Other names: APINACA, AKB48);
19	(13)	Quinolin-8-yl 1-pentyl-1H-indole-3-carboxylate, its
20		optical, positional, and geometric isomers, salts, and
21		salts of isomers (Other names: PB-22; QUPIC);



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1	(14)	Quinolin-8-yl 1-(5fluoropentyl)-1H-indole-3-
2		carboxylate, its optical, positional, and geometric
3		isomers, salts, and salts of isomers (Other names: 5-
4		fluoro-PB-22; 5F-PB-22);
5	(15)	N-(1-amino-3-methyl-1-oxobutan-2-yl)-1-(4-
6		fluorobenzyl)-1H-indazole-3-carboxamide, its optical,
7		positional, and geometric isomers, salts, and salts of
8		isomers (Other names: AB-FUBINACA);
9	(16)	N-(1-amino-3,3-dimethyl-1-oxobutan-2-yl)-1-pentyl-1H-
10		indazole-3-carboxamide, its optical, positional, and
11		geometric isomers, salts, and salts of isomers (Other
12		names: ADB-PINACA);
13	(17)	N-(1-amino-3-methyl-1-oxobutan-2-yl)-1-
14		(cyclohexylmethyl)-1H-indazole-3-carboxamide, its
15		optical, positional, and geometric isomers, salts, and
16		salts of isomers (Other names: AB-CHMINACA);
17	(18)	N-(1-amino-3-methyl-1-oxobutan-2-yl)-1-pentyl-1H-
18		indazole-3-carboxamide, and geometric isomers, salts,
19		and salts of isomers (Other names: AB-PINACA);



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1	(19)	[1-(5-fluoropentyl)-1H-indazol-3-yl](naphthalen-1-
2		yl)methanone, and geometric isomers, salts, and salts
3		of isomers (Other names: THJ-2201);
4	(20)	Methyl (1-(4-fluorobenzyl)-1 H-indazole-3-carbonyl)-L-
5		valinate, and geometric isomers, salts, and salts of
6		isomers (Other names: FUB-AMB);
7	(21)	(S)-methyl 2-(1-(5-fluoropentyl)-1H-indazole-3-
8		carboxamido)-3-methylbutanoate, and geometric isomers,
9		salts, and salts of isomers (Other names: 5-fluoro-
10		AMB, 5-fluoro-AMP);
11	(22)	N-((3s,5s,7s)-adamantan-1-yl)-1-(5-fluoropentyl)-1H-
12		indazole-3-carboxamide, and geometric isomers, salts,
13		and salts of isomers (Other names: AKB48 N-(5-
14		fluoropentyl) analog, 5F-AKB48, APINACA 5-fluoropentyl
15		analog, 5F-APINACA);
16	(23)	N-adamantyl-1-fluoropentylindole-3-Carboxamide, and
17		geometric isomers, salts, and salts of isomers (Other
18		names: STS-135, 5F-APICA; 5-fluoro-APICA);
19	(24)	Naphthalen-1-yl 1-(5-fluoropentyl)-1H-indole-3-
20		carboxylate, and geometric isomers, salts, and salts
21		of isomers (Other names: NM2201);



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1	(25)	N-(1-amino-3,3-dimethyl-1-oxobutan-2-yl)-1-
2		(cyclohexylmethyl)-1H-indazole-3-carboxamide, and
3		geometric isomers, salts, and salts of isomers (Other
4		names: MAB-CHMINACA and ADB-CHMINACA);
5	(26)	Methyl 2-[1-(5-fluoropentyl)-1H-indazole-3-
6		carboxamido]-3,3-dimethylbutanoate (Other names: 5F-
7		ADB, 5-flouro-ADB, and 5F-MDMB-PINACA), its optical,
8		positional, and geometric isomers, salts, and salts of
9		isomers; and
10	(27)	1-(4-cyanobutyl)-N-(2-phenylpropan-2-yl)indazole-3-
11		carboxamide (CUMYL-4CN-BINACA), its optical,
12		positional, and geometric isomers, salts, and salts of
13		isomers; also known as SGT-78, 4-CN-CUMYL-BINACA;
14		CUMYL-CB-PINACA; CUMYL-CYBINACA; 4-cyano CUMYL-
15		BUTINACA."
16	SECT	ION 5. Section 712-1240, Hawaii Revised Statutes, is
17	amended a	s follows:
18	1.	By adding two new definitions to be appropriately
19	inserted	and to read:
20	" "He	mp" shall have the same meaning as in section 141-A.



1	"Tetrahydrocannabinol" means tetrahydrocannabinol naturally
2	contained in a plant of the genus Cannabis (cannabis plant), as
3	well as synthetic equivalents of the substances contained in the
4	plant, or in the resinous extractives of Cannabis, sp. or
5	synthetic substances, derivatives, and their isomers with
6	similar chemical structure and pharmacological activity to those
7	substances contained in the plant, such as the following: Delta
8	1 cis or trans tetrahydrocannabinol, and their optical isomers;
9	Delta 6 cis or trans tetrahydrocannabinol, and their optical
10	isomers; and Delta 3,4 cis or trans-tetrahydrocannabinol, and
11	its optical isomers (since nomenclature of these substances is
12	not internationally standardized, compounds of these structures,
13	regardless of numerical designation of atomic positions, are
14	covered); provided that tetrahydrocannabinol shall exclude
15	tetrahydrocannabinol in hemp."
16	2. By amending the definition of "marijuana" to read:
17	""Marijuana" means any part of the plant (genus) cannabis,
18	whether growing or not, including the seeds and the resin, and
19	every alkaloid, salt, derivative, preparation, compound, or
20	mixture of the plant, its seeds or resin[, except that, as used
21	herein, "marijuana"]. "Marijuana" does not include <u>hemp,</u>



1	hashish, tetrahydrocannabinol, and any alkaloid, salt,		
2	derivative, preparation, compound, or mixture, whether natural		
3	or synthesized, of tetrahydrocannabinol."		
4	SECTION 6. Section 141-41, Hawaii Revised Statutes, is		
5	repealed.		
6	[" [§141-41] Industrial hemp-special fund; established.		
7	(a) There is created in the state treasury a special fund to be		
8	designated as the industrial hemp special fund to be		
9	administered by the department of agriculture. Moneys deposited		
10	in this special fund shall be used to fulfill the purposes of		
11	this part and shall include:		
12	(1) Any moneys appropriated by the legislature to the		
13	special fund;		
14	(2) Any fees collected by the department of agriculture in		
15	relation to the industrial hemp pilot program; and		
16	(3) The interest or return on investments earned from		
17	moneys in the special fund.		
18	(b) The department of agriculture may use the moneys in		
19	the special fund to carry out the purposes of this part,		
20	including hiring employees, specialists, and consultants		



1 necessary-to-complete-projects related to the purposes of this
2 part."]

3 SECTION 7. Act 228, Session Laws of Hawaii 2016, is
4 amended by amending section 8 to read as follows:

5 "SECTION 8. This Act shall take effect on July 1, 2016,
6 and shall be repealed on [June 30, 2021.] October 31, 2020."

7 SECTION 8. (a) The chairperson of the board of agriculture, in consultation with the governor and the attorney 8 9 general, shall prepare and submit a proposed state plan to 10 monitor and regulate hemp production in the State pursuant to 11 section 297B of the Agricultural Marketing Act of 1946, as 12 amended, and 7 Code of Federal Regulations part 990, subpart B, to the Secretary of the United States Department of Agriculture 13 14 within thirty days after the effective date of this Act. The chairperson shall also submit a copy of the proposed state plan 15 16 to the president of the senate and the speaker of the house of 17 representatives.

(b) The chairperson of the board of agriculture shall
submit reports on a monthly basis to the governor, the president
of the senate, and the speaker of the house of representatives
concerning the status of the pending approval of the state plan



by the Secretary of the United States Department of Agriculture
 until the state plan is approved.

3 (c) If the Secretary of the United States Department of
4 Agriculture approves the state plan, the department shall take
5 steps to implement the state plan.

6 (d) The chairperson of the board of agriculture shall 7 submit a report on the implementation of the state plan to the 8 legislature no later than twenty days prior to the convening of 9 the regular session of 2021. The report shall include any 10 proposed legislation to facilitate the monitoring and regulation 11 of hemp production in the State.

SECTION 9. There is appropriated out of the general revenues of the State of Hawaii the sum of \$ or so much thereof as may be necessary for fiscal year 2020-2021 to be deposited into the hemp regulatory special fund established pursuant to section 141-J, Hawaii Revised Statutes.

SECTION 10. There is appropriated out of the hemp regulatory special fund established pursuant to section 141-J, Hawaii Revised Statutes, the sum of \$ or so much thereof as may be necessary for fiscal year 2020-2021 for the monitoring and regulation of hemp production.



The sum appropriated shall be expended by the department of 1 2 agriculture for the purposes of this Act. 3 SECTION 11. Upon the repeal of the industrial hemp pilot 4 program pursuant to Act 228, Session Laws of Hawaii 2016, all unencumbered funds remaining in the industrial hemp special fund 5 established pursuant to section 141-41, Hawaii Revised Statutes, 6 shall be deposited into the hemp regulatory special fund. 7 8 SECTION 12. There is appropriated out of the general revenues of the State of Hawaii the sum of \$410,014 or so much 9 10 thereof as may be necessary for fiscal year 2020-2021 for hemp 11 research at the college of tropical agriculture and human 12 resources at the University of Hawaii. 13 The sum appropriated shall be expended by the University of 14 Hawaii for the purposes of this Act. 15 SECTION 13. In codifying the new sections added by section 16 2 and referenced in sections 3, 5, 9, and 10 of this Act, the 17 revisor of statutes shall substitute appropriate section numbers 18 for the letters used in designating the new sections in this 19 Act.



1	SECTION 14. This Act does not affect rights and duties
2	that matured, penalties that were incurred, and proceedings that
3	were begun before its effective date.
4	SECTION 15. Statutory material to be repealed is bracketed
5	and stricken. New statutory material is underscored.
6	SECTION 16. This Act shall take effect upon its approval;
7	provided that:
8	(1) Section 6 shall take effect on October 31, 2020; and
9	(2) Sections 9, 10, and 12 shall take effect on July 1,
10	2020.
11	

INTRODUCED BY:

Richman Co

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JAN 1 6 2020



Report Title:

Hemp; Agriculture; State Plan; Research; Appropriations

Description:

Requires the State to seek approval from the federal Department of Agriculture of a state plan to monitor and regulate hemp. Establishes a statutory framework to monitor and regulate hemp. Establishes and appropriates funds for the hemp regulatory special fund. Excludes hemp from the State's prohibitions against marijuana. Appropriates funds to the College of Tropical Agriculture and Human Resources at the University of Hawaii for hemp research.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

