# A BILL FOR AN ACT

RELATING TO HEMP.

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

1	SECTION 1. Section 141-37, Hawaii Revised Statutes, is
2	amended as follows:
3	1. By amending its title to read:
4	"[+]§141-37[+] Inspections; fees."
5	2. By amending subsections (b) to (d) to read:
6	"(b) During the inspection, the licensee or the licensee's
7	authorized representative shall be present at the growing area.
8	The licensee or authorized representative shall provide the
9	[board's] inspector with complete and unrestricted access to all
10	industrial hemp plants and seeds whether growing or harvested;
11	all land, buildings, and other structures used for the
12	cultivation and storage of industrial hemp; and all documents
13	and records pertaining to the licensee's industrial hemp
14	business.
15	(c) Sampling of industrial hemp plants shall occur
16	according to sampling protocol for industrial hemp set or



1	adopted b	y the department of agriculture or in the following
2	manner:	
3	(1)	Samples of each variety of industrial hemp may be
4		sampled from the growing areas at the [board's]
5		discretion $[\tau]$ of the chairperson or the chairperson's
6		designee;
7	(2)	Quantitative laboratory determination of the delta-9
8		tetrahydrocannabinol concentration on a dry weight
9		basis shall be performed according to protocols
10		approved by the chairperson;
- 11	(3)	A sample test result greater than 0.3 per cent of
12		delta-9 tetrahydrocannabinol concentration or a
13		tetrahydrocannabinol concentration allowed by federal
14		law, whichever is greater, shall be considered
15		conclusive evidence that at least one cannabis plant
16		or part of a plant in the growing area contains a
17		delta-9 tetrahydrocannabinol concentration over the
18		limit allowed for industrial hemp and that the
19		licensee of that growing area is therefore not in
20		compliance with this part. Upon receipt of such a
21		test result, the chairperson may summarily suspend and



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1 revoke the license of an industrial hemp licensee. 2 The chairperson shall furnish to the licensee a 3 portion of the violative sample if the licensee 4 requests it within thirty days of notification; and 5 (4)Test results from an institution of higher education 6 may, at the chairperson's discretion, be accepted in 7 lieu of board sampling. 8 (d) Licensees shall pay a charge of [\$35] \$40 per hour per 9 inspector, or fees established pursuant to section 147-102 when 10 the services are performed by temporary inspectors, for actual 11 drive time, mileage, inspection, and sampling time [-], and 12 charges for traveling expenses and extraordinary services when 13 the performance of the services involves unusual costs." 14 SECTION 2. Section 141-41, Hawaii Revised Statutes, is 15 amended by amending subsection (a) to read as follows: 16 "(a) There is created in the state treasury a special fund 17 to be designated as the industrial hemp special fund to be 18 administered by the department of agriculture. Moneys deposited 19 in this special fund shall be used to fulfill the purposes of 20 this part and shall include:

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1	(1)	Any moneys appropriated by the legislature to the	
2		special fund;	
3	(2)	Any fees collected by the department of agriculture in	
4		relation to the industrial hemp pilot program $[+]_{}$	
5		except for fees collected for the services provided by	
6		temporary inspectors, as specified in section 141-37;	
7		and	
8	(3)	The interest or return on investments earned from	
9		moneys in the special fund."	
10	SECTION 3. Section 147-101, Hawaii Revised Statutes, is		
11	amended to read as follows:		
12	"§14	7-101 Certification services revolving fund. There is	
13	establish	ed a certification services revolving fund for use by	
14	the depar	tment of agriculture to support certification $[\Theta r]_{,}$	
15	audit <u>, or</u>	inspection services established under parts I, III,	
16	IV, VIII,	and $IX[-]$ , and section 141-37. Moneys in the fund may	
17	be expend	ed for materials, salaries, equipment, training,	
18	travel, a	nd other costs related to providing certification $[\Theta r]_{,}$	
19	audit <u>, or</u>	inspections services. Notwithstanding sections 147-	
20	10, 147-3	4, 147-64, 147-114 [ <del>and</del> ] <u>,</u> 147-126, <u>and 141-37,</u> moneys	
21	derived f	rom the certification [ <del>or</del> ], audit, or inspection	



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services provided by temporary inspectors employed under this
 part or from charges for traveling expenses or extraordinary
 services shall be deposited into the fund."

4 SECTION 4. Section 147-102, Hawaii Revised Statutes, is
5 amended to read as follows:

6 "[+] §147-102[+] Certification [and], audit, and inspection 7 services. The department of agriculture shall fix, assess, and 8 collect fees for certification [or], audit, or inspection 9 services provided by temporary inspectors employed under this 10 part. The fees shall be in amounts necessary to cover all costs 11 of the administration and provision of the certification  $[\Theta r]$ , 12 audit, or inspection services provided under this part; provided 13 that the department of agriculture shall establish charges for 14 traveling expenses and extraordinary services when the performance of the services involves unusual cost. The fees and 15 16 charges established by the department of agriculture shall not 17 be subject to chapter 91. The department of agriculture may 18 employ temporary inspectors to assist in providing certification 19 [or], audit, or inspection services under parts I, III, IV, VIII, and IX, and section 141-37, and those temporary inspectors 20 21 shall be exempt from chapter 76."



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SECTION 5. Statutory material to be repealed is bracketed
 and stricken. New statutory material is underscored.

3 SECTION 6. This Act shall take effect on July 1, 2050.



#### Report Title:

Industrial Hemp Pilot Program; HDOA; Temporary Inspectors; Inspection Fees; Plant Sampling; Certification Services Revolving Fund

#### Description:

Authorizes the Department of Agriculture to allow temporary inspectors to perform industrial hemp inspections and to deposit fees from inspections by temporary inspectors into the certification services revolving fund. Authorizes the Department of Agriculture to adopt an alternative method of sampling industrial hemp plants. Effective 7/1/2050. (SD1)

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