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Testimony COMMENTING on SB 2050 SD2 RELATING TO INDUSTRIAL HEMP DERIVED PRODUCTS

REPRESENTATIVE RICHARD P. CREAGAN, CHAIR HOUSE COMMITTEE ON AGRICULTURE

Hearing Date: 3/11/2020 Room Number: 312

- 1 **Fiscal Implications:** This measure may impact the priorities identified in the Governor's
- 2 Executive Budget Request for the Department of Health's (Department) appropriations and
- 3 personnel priorities.
- 4 **Department Testimony:** The Department appreciates the opportunity to offer testimony on this
- 5 measure. The Department agrees with much of the intended purpose of this measure as stated in
- 6 Section 1. We agree that establishing a regulatory framework for consumer products containing
- 7 hemp that is legally grown under approved government programs, consisting of labeling and
- 8 independent lab testing for contaminants to inform and protect consumers is needed. We do,
- 9 however, have major concerns with allowing hemp products in food and how the measure will
- affect the Department's medical cannabis dispensaries. We offer the following comments and
- suggestions for amendments to create a framework that allows hemp growers licensed to grow
- production legal hemp to process hemp into hemp supplements intended to be ingested orally or
- hemp cosmetics for topical application to skin and hair.
- A summary of our comments on the measure is offered below, with complete list of amendments
- respectfully submitted at the end of our testimony for your consideration.
- Page 5, line 19: Manufacture, distribution, or sale of industrial hemp products. This
- measure also proposes to amend Chapter 328 to allow medical cannabis dispensaries licensed
- pursuant to chapter 329D to manufacture, distribute, or sell products that contain industrial

- 1 hemp, cannabinoids, extracts, or derivatives from industrial hemp. The Department has serious
- 2 concerns that this amendment will increase risks to the public due to the inability to track hemp
- 3 flower, which is visually indistinguishable from cannabis flower, allowing hemp flower into the
- 4 dispensary system with no tracking requirement. In addition, lack of control over manufactured
- 5 hemp product ingredients increase the regulatory burden by requiring additional personnel
- 6 resources of the dispensary licensing system. The Department respectfully requests this proposed
- 7 amendment be removed.
- 8 Page 6, line 4: **Labeling.** Recommend amending proposed warning statement to use the word
- 9 "cannabinoids", instead of "cannabidiol", as safe use of cannabinoids in pregnant or
- breastfeeding women has not been determined. Also recommend adding warning statement that
- use of product may interact with other drugs and to consult a health professional before use.
- Page 6, line 10: **Health-related statements.** Offered amendment to subsection to expressly
- prohibit a manufacturer, distributor, seller from labeling or advertising a hemp product that
- implies use of product may be used to cure, treat, prevent a disease.
- Page 7, line 4: Use in food products. The Department has major concerns over allowing hemp
- products, which include cannabinoids like cannabidiol (CBD) to be sold as a food and used as a
- food ingredient without it being evaluated by the U.S. Food and Drug Administration (FDA) for
- safe use in the food supply. FDA has the primary legal responsibility for determining the safe
- use of a food additive. Currently there are over 3000 ingredients in FDA database of ingredients
- allowed in food. To market a new food additive, a manufacturer must first petition FDA for its
- 21 approval. These petitions must provide evidence that the substance is safe for its intended use as
- 22 determined by experts qualified by scientific training and experience to evaluate its safety
- 23 through scientific procedures. To date, FDA has not approved hemp derivatives, like CBD or
- other cannabinoids, for safe use in the food supply.
- 25 FDA notes there is no definitive scientific study that proves low dosages of CBD over an
- 26 extended period is safe. The Department echoes FDA's concerns regarding unanswered
- 27 questions about the effects on children (and adults) when consuming unknown dosages of CBD,
- from a multitude of sources, in food. Allowing hemp to be used in foods without evaluating
- safety data to determine safe use limits is not good public health policy. Currently, only hulled

- 1 hemp seeds, hemp seed oil and hemp seed protein powder maintain FDA status as Generally
- 2 Recognized as Safe (GRAS) for use, as intended, in our food supply. FDA's GRAS allowance
- 3 makes sense as hulled hemp seeds contain only fat, protein and carbohydrate and have yet to
- 4 develop into a cannabis plant containing THC, CBD and other cannabinoids.
- 5 The Department is asking for patience to allow FDA to adequately determine if hemp
- 6 derivatives, like CBD and other cannabinoids, should be allowed as a food additive.
- 7 However, the Department respectfully offers an amendment to this subsection that seeks to
- 8 ensure that hemp plant material, when used as an ingredient to manufacture a hemp supplement
- 9 or hemp cosmetic, must come from an established and approved hemp growing program in
- Hawaii or in another state and has satisfactorily complied with independent laboratory testing for
- 11 THC content. Our amendment also requires hemp products from out-of-state to have a
- certificate of analysis from independent laboratory stating compliance with THC and
- contaminant testing. Test results must be made available to consumers by request.
- Page 8, line 18: **Hemp products; when adulterated or misbranded.** The Department
- 15 respectfully recommends this proposed amendment be removed as we strongly recommend
- hemp not be allowed in foods and beverages, however we are amenable to hemp in supplements
- and cosmetics under our proposed amendments for creation of a regulatory framework. Should
- our proposed amendments be accepted, this subsection would not be required.
- 19 Page 9, line 7: **Rulemaking.** The Department agrees with the measure granting rule making
- authority to carry out the purposes of this part. We do respectfully request the committee
- 21 consider our request to amend the measure to include interim rulemaking authority as well.
- Additional amendments are offered in our proposal below that seek to:

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- Establish a hemp processor registry for processing legally grown hemp into ingredients to be used in hemp supplements or hemp cosmetics.
- Prohibit manufacture, sale and distribution of foods into which cannabinoids, synthetic cannabinoids or hemp products have been added. Protects existing allowance for hemp seeds, hemp seed oil and hemp seed protein powder to be used in foods as they are currently generally recognized as safe (GRAS) by FDA.

- Prohibit manufacture, sale and distribution of cannabinoid products used to aerosolize
 for respiratory routes of delivery, such as with an inhaler or nebulizer.
 - Restrict sale of hemp products in the State to twenty-one years of age or older.
- Restrict manufacture, sale or distribution of hemp products designed to be appealing to children.
- Establish standards for laboratory-based testing of hemp products for content,
 contamination and consistency.
 - Establish enforcement and penalty section for any person who violates the chapter or rules adopted by Department. Fines up to \$10,000 for each offense and administrative and civil penalties.
 - Request appropriation out of the general revenues of the State of Hawaii the sum of \$750,000 for fiscal year 2021-2022 to be deposited into the Hawaii hemp products regulatory special fund.

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Offered Amendments:

16 RELATING TO INDUSTRIAL HEMP DERIVED PRODUCTS.

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

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20 PART I

- SECTION 1. The legislature finds that Act 228, Session

 Laws of Hawaii 2016, established the industrial hemp pilot

 program within the department of agriculture and has created the

 promise of a new form of diversified agriculture in Hawaii.
- 25 Since the inception of the hemp pilot program, thirty-six

- 1 industrial hemp farmers have registered with the department and
- 2 are currently cultivating hemp for commercial use.
- 3 The legislature further finds that Congress passed the
- 4 Agricultural Improvement Act of 2018, otherwise known as the
- 5 Farm Bill, which removed hemp derived extracts, derivatives, and
- 6 cannabinoids, such as cannabidiol (CBD) as schedule I substances
- 7 in the Controlled Substances Act from hemp plants that contain
- 8 no more than 0.3 per cent tetrahydrocannabinol. The hemp
- 9 industry across the country has grown rapidly, and hemp-derived
- 10 products are used by a wide range of consumers.
- 11 The legislature also finds that, while the United States
- 12 Department of Agriculture has opened the industrial hemp market,
- 13 the Food and Drug Administration has continued to exercise
- 14 jurisdiction over the regulation of ingestible and topical hemp
- 15 products. In 2019, the Food and Drug Administration, in its
- 16 continuation of evaluating regulatory frameworks for hemp-
- 17 derived compounds, held a public hearing, and opened a public
- 18 docket for data gathering. The Food and Drug Administration has
- 19 also issued non-legally binding public statements arguing that
- 20 it is illegal to market cannabidiol as a food additive or
- 21 dietary supplement because it is an active ingredient in a
- 22 pharmaceutical drug.

- 1 While it is expected that the Food and Drug Administration
- 2 will eventually use its authority to regulate hemp-derived
- 3 products, the only enforcement action it has taken to date is to
- 4 send warning letters against improper disease remediation claims
- 5 made by food and supplement companies. The legislature finds
- 6 that, given the time expected for the Food and Drug
- 7 Administration to act and the existing confusion among consumers
- 8 and the industry, it is important that a timely regulatory
- 9 framework be established around hemp products and cannabinoids,
- 10 both to provide consumer safety requirements, and certainty for
- 11 Hawaii hemp farmers to continue to viably operate their
- 12 industrial hemp operations in the State.
- 13 The purpose of this Act is to:
- 14 (1) Establish a hemp processor registry for hemp-derived
- products which consists of labeling and independent
- 16 laboratory testing to ensure products do not contain
- 17 contaminants unfit for human consumption;
- 18 (2) Prohibit hemp processors, distributors, and
- 19 retailers from making unwarranted health claims of their
- 20 hemp-derived products;
- 21 (3) Prohibit the sale or furnish of any hemp product to
- a person under twenty-one years of age;

- 1 (4) Prohibit the sale, hold, offer, or distribution for
- 2 sale of any hemp-derived products designed to be appealing
- 3 to children;
- 4 (5) Require these products to be properly labeled to be
- 5 legally allowed for sale in the State;
- 6 (6) Requiring certain warning statements to be placed on
- 7 the packaging of hemp-derived products.

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- 9 PART II
- 10 SECTION 2. New Chapter 328H, Hawaii Revised Statutes, is
- 11 created to read as follows:
- 12 "CHAPTER 328H. HEMP PRODUCTS
- 13 §328H Definitions. As used in this chapter.
- 14 "Applicant" means the person applying to register as a hemp
- 15 processor under this chapter.
- "Cannabinoids" means chemicals in Cannabis that cause drug-
- 17 like effects in the body, including the central nervous system
- 18 and the immune system. The main psychoactive cannabinoid in
- 19 Cannabis is delta-9 tetrahydrocannabiol. Cannabidiol (CBD) is an
- 20 example of a cannabinoid.

- 1 "Cannabis" means the genus of the flowering plant in the
- 2 family Cannabaceae. For the purpose of this part, cannabis
- 3 refers to any form of the plant where the delta-9
- 4 tetrahydrocannabinol concentration on a dry weight basis has not
- 5 yet been determined.
- 6 "Certificate of Registration" means the Certificate issued
- 7 by the department attesting that the hemp products produced by
- 8 the applicant's company have been registered with the
- 9 department.
- "Decarboxylated" means the completion of the chemical
- 11 reaction that converts delta-9 tetrahydrocannabinol's acids
- 12 (THCA) into delta-9 tetrahydrocannabinol. The decarboxylated
- 13 value may be calculated using a conversion formula that sums
- 14 delta-9 tetrahydrocannabinol and eighty-seven and seven tenths
- 15 (87.7) per cent of THCA.
- 16 "Delta-9 tetrahydrocannabinol" or "THC" is the primary
- 17 psychoactive component of cannabis.
- "Department" means the department of health.
- "Director" means the director health.

- 1 "Disease or health-related condition" means damage to an
- 2 organ, part, structure, or system of the body such that it does
- 3 not function properly (e.g., cardiovascular disease), or a state
- 4 of health leading to such dysfunctioning (e.g., hypertension).
- 5 "Dry weight basis" refers to a method of determining the
- 6 percentage of a chemical in a substance after removing the
- 7 moisture from the substance.
- 8 "Food" means a raw, cooked, or processed edible substance,
- 9 ice, beverage or ingredient used or intended for used or for
- 10 sale in whole or in part for human or animal consumption, or
- 11 chewing gum.
- 12 "Enclosed indoor facility" means a permanent, stationary
- 13 structure with a solid floor, rigid exterior walls that encircle
- 14 the entire structure on all sides, and a roof that protects the
- 15 entire interior area from the elements of weather. Nothing in
- 16 this definition shall be construed to relieve the registered
- 17 applicant from the applicant's duty to comply with all
- 18 applicable building codes and regulations.
- 19 "Established and approved hemp program" means a program
- 20 that meets all federal requirements regarding the lawful and
- 21 safe cultivation of hemp.

- 1 "FDA" means the United States Food and Drug
- 2 Administration.
- 3 "Health claim" means any claim made on the label or in
- 4 labeling of a hemp product, that expressly or by implication,
- 5 including "third party" references, written statements (e.g., a
- 6 brand name including a term such as "heart"), symbols (e.g., a
- 7 heart symbol), or vignettes, characterizes the relationship of
- 8 any substance to a disease or health-related condition. Implied
- 9 health claims include those statements, symbols, vignettes, or
- 10 other forms of communication that suggest, within the context in
- 11 which they are presented, that a relationship exists between the
- 12 presence or level of a substance in the hemp product and a
- 13 disease or health-related condition.
- 14 "Hemp" means Cannabis sativa L. and any part of that plant,
- 15 including the seeds thereof and all derivatives, extracts,
- 16 cannabinoids, isomers, acids, salts, and salts of isomers,
- 17 whether growing or not, with a delta-9-tetrahydrocannabinol
- 18 concentration of not more than 0.3 per cent on a dry weight
- 19 basis, as measured post-decarboxylation or by other similarly
- 20 reliable methods.

1	"Hemp processor" means an individual or entity authorized
2	by the State of Hawaii and operating in the State to receive
3	harvested hemp plant material lawfully grown under an
4	established and approved hemp program in any state for the
5	purpose of:
6	1. Making a transformative change to the harvested
7	hemp plant into a hemp derived ingredient to be
8	used to manufacture a hemp product and;
9	2. Manufacturing of a finished hemp product using a
10	hemp derived ingredient compliant with (1).
11	"Hemp product" means a product containing hemp that:
12	1. Is a hemp cosmetic for topical application to the
13	skin or hair, or a hemp supplement to be ingested
14	orally by humans or animals, excluding food;
15	2. Contains any part of the hemp plant, including
16	naturally-occurring cannabinoids, compounds,
17	concentrates, extracts, isolates, resins, or
18	derivatives; and

3. Has a delta-9-tetrahydrocannabinol concentration of

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- not more than 0.3 per cent as measured post-
- 2 decarboxylation or other similarly reliable
- methods.
- 4. Does not include any living hemp plants, viable

 5 seeds, leaf materials, or floral materials marketed

 6 for retail sale.
- 7 "Industrial Hemp" means hemp as defined in this chapter.
- 8 "Manufacture" means to compound, blend, extract, infuse, or
- 9 otherwise make or prepare a hemp product, but does not include
- 10 planting, growing, harvesting, drying, curing, grading, or
- 11 trimming a hemp plant or part of a hemp plant.
- 12 "Marijuana" means all parts of the plant (genus) Cannabis
- 13 whether growing or not; the seeds thereof, the resin extracted
- 14 from any part of the plant; and every compound, manufacture,
- 15 salt, derivative, mixture, or preparation of the plant, its
- 16 seeds, or resin. It does not include the mature stalks of the
- 17 plant, fiber produced from the stalks, oil, or cake made from
- 18 the seeds of the plant, any other compound, manufacture, salt,
- 19 derivative, mixture, or preparation of the mature stalks (except
- 20 the resin extracted therefrom), fiber, oil, or cake, or the

- 1 sterilized seed of the plant which is incapable of germination
- 2 and with a delta-9-tetrahydrocannabinol concentration of more
- 3 than 0.3 per cent on a dry weight basis.
- 4 "Person" means an individual, firm, corporation,
- 5 partnership, association, or any form of business or legal
- 6 entity.
- 7 "Processing" means making a transformative change to the
- 8 hemp plant following harvest by converting a hemp agricultural
- 9 commodity into a hemp derived ingredient that may be used to
- 10 manufacture a hemp product.
- "Synthetic cannabinoid" means a cannabinoid that is
- 12 (a) produced artificially, whether from chemicals or
- 13 from recombinant biological agents including but not limited to
- 14 yeast and algae; and
- 15 (b) not derived from the genus cannabis. This includes
- 16 biosynthetic cannabinoids.
- "State" means the State of Hawaii.
- 18 §328H Hemp processing; sale. (a) No person shall process
- 19 hemp or manufacture hemp into hemp products without being

- 1 registered by the department as a hemp processor pursuant to
- 2 this part and any rules adopted pursuant thereto.
- 3 (b) Hemp, hemp products and extraction by-products shall be
- 4 processed, and stored, within an enclosed indoor facility with
- 5 proper storage conditions to minimize spoilage and formation of
- 6 mold/mycotoxins and secured to prevent unauthorized entry.
- 7 (c) Hemp shall not be processed within 1,000 feet of an
- 8 existing playground, school, state park, state recreation area,
- 9 residential neighborhood, hospital, or daycare due to odorous
- 10 emissions created during processing.
- 11 (d) Hemp shall not be processed using butane in an open
- 12 system where fumes are not contained or any other method the
- 13 department determines could potentially pose a risk to health
- 14 and safety
- 15 §328H Hemp processor registry. (a) The department shall
- 16 create a registry for hemp processors.
- 17 (b) No person shall process hemp in the State unless the
- 18 person is registered by the department pursuant to this part.

- 1 (c) A person who intends to process hemp in the State shall
- 2 apply to the department for registration on an application form
- 3 created by the department.
- 4 (d) The applicant shall provide, at a minimum, the
- 5 following information:
- 6 (1) The applicant's name, mailing address, and phone number in Hawaii;
- 8 (2) The legal description of the land on which the hemp is to be processed or stored;
- (3) A description of the enclosed indoor facilitywhere hemp processing will occur;
- 12 (4) Documentation that the indoor facility and planned
 13 hemp processing operation, complies with all zoning
 14 ordinances, building codes, and fire codes and;
- 15 (5) Any other information required by the department.
- (e) In addition to the application form, each applicant
 shall submit a non-refundable application fee established by the
 department. If the fee does not accompany the application, the
 application for registration shall be deemed incomplete.

- 1 (f) Any incomplete application shall be denied.
- 2 (g) Upon the department receiving a complete and accurate
- 3 application, and remittal of the application fee, the applicant
- 4 shall be sent a certificate of registration that it is
- 5 registered to process hemp in the State.
- 6 (h) No person shall process hemp without receiving a
- 7 Certificate of Registration from the department.
- 8 (i) Upon receiving a Certificate of Registration, the
- 9 registrant shall apply to the department of public safety
- 10 narcotics enforcement division (NED) and obtain a certificate to
- 11 possess and handle delta-9 tetrahydrocannabinol as a byproduct
- 12 of the cannabinoid extraction process.
- (i) The registrant shall provide proof of the NED
- 14 certificate to the department within seven days of
- obtaining the certificate.
- 16 (ii) The registrant shall maintain the certificate
- 17 throughout the licensing period, and shall notify the
- department immediately if the NED certificate is
- 19 suspended or revoked.

- 1 (j) The Certificate of Registration shall be renewed
- 2 annually by payment of an annual renewal fee to be determined
- 3 by the department and subject to verification by the
- 4 department.
- 5 (k) All hemp processors shall allow federal, state, or
- 6 local authorities including any member of the department, or any
- 7 agent or third party authorized by the department, entry at
- 8 reasonable times upon any private property in order to inspect,
- 9 sample, and test the hemp processing area, hemp products,
- 10 plants, plant materials, seeds, equipment, facilities incident
- 11 to the processing or storage of hemp, and review all pertinent
- 12 records.
- 13 (1) The department may remove any person from the registry
- 14 for failure to comply with any law or regulation. It is the
- 15 responsibility of the hemp processor to make sure it is
- 16 registered and legally allowed to process hemp and in compliance
- 17 with any and all laws and regulations. The removal of a hemp
- 18 processor from the registry shall be accompanied by a cease and
- 19 desist order, any violation of which constitutes a violation of
- 20 this chapter.

- 1 §328H Hemp used as ingredient in hemp supplement or hemp 2 cosmetic.
- 3 (a) The hemp plant material used as an ingredient in a hemp
- 4 supplement or hemp cosmetic shall meet the following
- 5 conditions:
- 6 (1) Hemp plant shall be grown in Hawaii and/or in
- 7 another state under a valid license, issued by an established
- 8 and approved hemp program allowing for the lawful growth of
- 9 production legal hemp. For purposes of this chapter, production
- 10 legal hemp means:
- 11 (A) Hemp plant that has satisfactorily complied
- 12 with all testing requirements, conducted by a third-party
- independent laboratory, to determine the delta-9-
- 14 tetrahydrocannbinol concentration as required by the established
- 15 and approved hemp program having primary jurisdiction and;
- 16 (B) does not meet the definition of marijuana or
- 17 cannabis by state law.
- 18 (2) Hemp supplements or hemp cosmetics imported into
- 19 the state shall be manufactured, labeled, and tested in
- 20 accordance with the approved hemp program having primary
- 21 jurisdiction.

- 1 (A) Hemp supplements or hemp cosmetics shall not
- 2 be sold, held, offered or distributed for sale without a
- 3 certificate of analysis from an independent testing laboratory
- 4 that indicates every batch of product is in compliance with all
- 5 contaminant testing and that the total delta-9
- 6 tetrahydrocannabinol concentration does not exceed 0.3 percent
- 7 in accordance with the approved hemp program having primary
- 8 jurisdiction.
- 9 (B) The certificate of analysis shall be provided
- 10 to every distributor and retailer for every batch of product
- 11 received and shall be provided to consumers by request.
- 12 (C) Hemp supplements or hemp cosmetics that is
- 13 manufactured in a jurisdiction that does not have an approved
- 14 hemp program shall be in compliance with required testing and
- 15 labeling requirements of this chapter and subsequent rules to
- 16 implement this chapter.
- 17 §328H Labeling. (a) No person shall sell, hold, offer
- 18 or distribute for sale, hemp products without a label prescribed
- 19 by the department identifying the hemp product has been tested
- 20 and satisfies the criteria for quality control established by
- 21 the department pursuant to this chapter.

- 1 (b) The label of any package of a hemp supplement or hemp
- 2 cosmetic shall include the contents and potency of cannabinoids
- 3 and the following boxed warning statements in all capital
- 4 letters and printed in not less than eighteen-point font:
- 5 (1) "USING PRODUCTS CONTAINING CANNABINOIDS WHILE
- 6 PREGNANT OR BREASTFEEDING MAY BE HARMFUL. KEEP OUT OF REACH OF
- 7 CHILDREN."; and
- 8 (2) "WARNING: MAY INTERACT WITH OTHER DRUGS CONSULT
- 9 A HEALTH PROFESSIONAL BEFORE USE."
- 10 §328H Health claims; prohibited. A hemp processor,
- 11 manufacturer, distributor, or seller of a hemp product shall not
- 12 include on the label of the product, or publish or disseminate
- 13 in advertising or marketing, any health claims of a curative or
- 14 therapeutic nature that, expressly or impliedly, suggests a
- 15 relationship between the consumption or use of hemp or hemp
- 16 products and health benefits or effects on the diagnosis, cure,
- 17 mitigation, treatment, or prevention of any disease.
- 18 §328H : Products designed to be appealing to children;
- 19 manufacture, sale or distribution prohibited. (a) No person
- 20 shall manufacture, or sell, hold, offer, or distribute for sale,

- 1 in the State any hemp product designed to be appealing to
- 2 children, including but not limited to:
- 3 (1) Any product bearing any resemblance to a
- 4 cartoon character, fictional character whose target audience is
- 5 children or youth, or pop culture figure;
- 6 (2) Any product bearing a reasonable resemblance to
- 7 a product available for consumption as a commercially available
- 8 candy;
- 9 (3) Any product whose design resembles, by any
- 10 means, another object commonly recognized as appealing to, or
- 11 intended for use by, children; or
- 12 (4) Any product whose shape bears the likeness or
- 13 contains characteristics of a realistic or fictional human,
- 14 animal, or fruit, including artistic, caricature, or cartoon
- 15 renderings.
- 16 §328H : Hemp products; food; manufacture, sale, and
- 17 distribution prohibited. (a) No person shall manufacture, or
- 18 sell, hold, offer, or distribute for sale, in the State any food
- 19 into which a cannabinoid, synthetic cannabinoid, or other hemp
- 20 product has been added. This section shall not apply to hemp

- 1 that is generally recognized as safe (GRAS) by FDA for use in
- 2 foods, as intended, in a public GRAS notification.
- 3 (b) No person shall manufacture, or sell, hold, offer, or
- 4 distribute for sale, in the State any hemp supplement into which
- 5 a synthetic cannabinoid has been added.
- 6 (c) No person shall manufacture, or sell, hold, offer, or
- 7 distribute for sale, in the State any cannabinoid products used
- 8 to aerosolize for respiratory routes of delivery, such as with
- 9 an inhaler or nebulizer.
- 10 §328H -: Rulemaking. (a) The department shall adopt rules
- 11 pursuant to chapter 91 that include but are not limited to:
- 12 (1) Inspection and sampling requirements of any hemp or
- 13 hemp products;
- 14 (2) Testing protocols, including certification by state
- 15 laboratories or independent third-party laboratories, to
- 16 determine delta-9-tetrahydrocannabinol concentration of hemp or
- 17 hemp products and screen for contaminants;
- 18 (3) Reporting and record-keeping requirements;
- 19 (4) Assessment of fees for registration applications,
- 20 inspecting, sampling, and testing hemp products;

- 1 (5) A procedure for the disposal or destruction of
- 2 unwanted or unused hemp, hemp products and extraction by-products
- 3 to include but not limited to delta-9 tetrahydrocannabinol;
- 4 (6) Penalties for any violation of this chapter and;
- 5 (7) Any other rules necessary to carry out this
- 6 chapter.
- 7 (b) The department may adopt and amend interim rules, which shall
- 8 be exempt from chapter 91 and chapter 201M, to effectuate the
- 9 purposes of this chapter provided that:
- 10 (1) The department shall hold at least one public hearing
- 11 prior to the adoption of interim rules with at least thirty
- 12 days' notice for that public hearing; and
- 13 (2) Any interim rules shall remain in effect until June 30,
- 14 2023, or until rules are adopted pursuant to subsection (a),
- 15 whichever occurs sooner.
- 16 §328H Laboratory standards and testing;
- 17 certification. (a) The department shall establish and enforce
- 18 standards for laboratory-based testing of the hemp products for
- 19 content, contamination, and consistency; provided that in
- 20 establishing these standards, the department shall:

- 1 (1) Review and consider the testing programs and standards
- 2 utilized in other jurisdictions;
- 3 (2) Consider the impact of the standards on the retail
- 4 cost of the product;
- 5 (3) Review and consider the testing programs and standards
- 6 for pesticides under the regulations of the United States
- 7 Environmental Protection Agency; and
- 8 (4) For the testing for microbiological impurities,
- 9 consider the benefits of organically grown hemp that features
- 10 the use of bacteria in lieu of pesticides.
- 11 (b) The department may certify laboratories that are
- 12 qualified to test hemp products for quality control prior to
- 13 sale.
- 14 (c) If a hemp processor obtains a laboratory result
- 15 indicating that a sample of a batch of its hemp product does not
- 16 meet the department's standards, the hemp processor, at its own
- 17 expense, may have the same sample or a different sample from the
- 18 same batch retested by the same laboratory or a different
- 19 laboratory, both of which must be certified or otherwise
- 20 approved by the department. If a retest at a different
- 21 laboratory yields a different result, the department shall

- 1 determine which result controls whether the batch may be
- 2 approved for sale or whether further testing shall be required.
- 3 (d) Any hemp product that fails to meet the standard for
- 4 testing and re-testing established by the department pursuant to
- 5 this chapter shall be destroyed in a manner prescribed by the
- 6 department in accordance with rules adopted pursuant to this
- 7 chapter.
- 8 \$328H Enforcement; penalty. (a) Any person who
- 9 violates this part or any rule adopted by the department
- 10 pursuant to this part shall be fined not more than \$10,000 for
- 11 each separate offense. Any action taken to collect the penalty
- 12 provided for in this subsection shall be considered a civil
- 13 action. In addition to any other administrative or judicial
- 14 remedy provided by this part, or by rules adopted pursuant to
- 15 this part, the director may impose by order the administrative
- 16 penalty specified in this section. Factors to be considered in
- 17 imposing the administrative penalty include the nature and
- 18 history of the violation and of any prior violation, and the
- 19 opportunity, difficulty, and history of the violation and of any
- 20 prior violation, and the opportunity, difficulty, and history of
- 21 corrective action.

- 1 (b) For any judicial proceeding to recover an
- 2 administrative penalty imposed by order or to enforce a cease
- 3 and desist order against a hemp processor removed from the
- 4 registry, the director may petition any court of appropriate
- 5 jurisdiction and need only show that notice was given, a hearing
- 6 was held or the time granted for requesting a hearing has
- 7 expired without such a request, the administrative penalty was
- 8 imposed or the hemp processor was removed from the registry, and
- 9 that the penalty remains unpaid or the hemp processor continues
- 10 to process hemp.
- 11 (c) Nothing in this part shall limit any other legal
- 12 remedy, or limit any civil or criminal action, available under
- 13 any other statute, rule, or ordinance.
- 14 §328H Hemp products; persons under twenty-one years of
- 15 age; prohibited. (1) It shall be unlawful to sell or furnish a
- 16 hemp product in any shape or form to a person under twenty-one
- 17 years of age.
- 18 (2) All persons engaged in the retail sale of hemp products
- 19 shall check the identification of hemp product purchasers to
- 20 establish the age of the purchaser if the purchaser reasonably
- 21 appears to be under twenty-seven years of age.

- 1 (3) It shall be an affirmative defense that the seller of
- 2 a hemp product to a person under twenty-one years of age in of
- 3 this section had requested, examined, and reasonably relied upon
- 4 a photographic identification from the person establishing that
- 5 person's age as at least twenty-one years of age prior to
- 6 selling the person a hemp product. The failure of a seller to
- 7 request and examine photographic identification from a person
- 8 under twenty-one years of age prior to the sale of a hemp
- 9 product to the person shall be construed against the seller and
- 10 form a conclusive basis for the seller's violation of this
- 11 section.
- 12 (4) Signs using the statement, "The sale of hemp products
- 13 persons under twenty-one is prohibited", in letters at least
- 14 one-half inch high shall be posted on or near any vending
- 15 machine at or near the point of sale of any other location where
- 16 hemp products are sold.
- 17 (5) It shall be unlawful for a person under twenty-one
- 18 years of age to purchase or possess any hemp product. This
- 19 subsection does not apply if a person under the age of twenty

- 1 one, with parental authorization, is participating in a
- 2 controlled purchase as part of a law enforcement activity or a
- 3 study authorized by the department of health under the
- 4 supervision of law enforcement to determine the level of
- 5 incidence of hemp product sales to persons under twenty-one
- 6 years of age.
- 7 (6) Any person who violates subsection (1) or (4), or
- 8 both shall be subject to enforcement and penalties pursuant to
- 9 this chapter and subsequent rules to carry out this chapter.
- 10 PART III
- 11 SECTION 3. There is appropriated out of the general
- 12 revenues of the State of Hawaii the sum of \$750,000 or so much
- 13 thereof as may be necessary for fiscal year 2021-2022 to be
- 14 deposited into the Hawaii hemp products regulatory special fund
- 15 established pursuant to section 328H- , Hawaii Revised
- 16 Statutes.
- 17 The sums appropriated shall be expended by the department
- 18 of health for purposes of this Act.

- 1 SECTION 4. Not later than July 1, 2027, the department of
- 2 health shall establish a repayment plan and schedule to repay
- 3 the general fund, the sums deposited into the Hawaii hemp
- 4 processing revolving fund established pursuant to section 328H-
- 5 , Hawaii Revised Statutes. The department of health shall
- 6 only use moneys from the Hawaii hemp processing revolving fund
- 7 to repay the general fund.
- 8 PART IV
- 9 SECTION 5. This Act does not affect rights and duties that
- 10 matured, penalties that were incurred, and proceedings that were
- 11 begun before its effective date.
- 12 SECTION 6. If any provision of this Act, or the
- 13 application thereof to any person or circumstance, is held
- 14 invalid, the invalidity does not affect other provisions or
- 15 applications of the Act that can be given effect without the
- 16 invalid provision or application, and to this end the provisions
- 17 of this Act are severable.
- 18 SECTION 7. This Act shall take effect on July 1, 2020.
- 19

1	INTRODUCED BY:
2	
3	
4	Thank you for the opportunity to testify on this measure.

<u>SB-2050-SD-2</u> Submitted on: 3/9/2020 8:29:53 PM

Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing	
Brian Miyamoto	Hawaii Farm Bureau	Support	Yes	

Comments:



1050 Bishop St. PMB 235 | Honolulu, HI 96813 P: 808-533-1292 | e: info@hawaiifood.com

Executive Officers

Joe Carter, Coca-Cola Bottling of Hawaii, Chair
Charlie Gustafson, Tamura Super Market, Vice Chair
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Stan Brown, Acosta Sales & Marketing, Advisor
Paul Kosasa, ABC Stores, Advisor
Derek Kurisu, KTA Superstores, Advisor
Beau Oshiro, C&S Wholesale Grocers, Advisor
Toby Taniguchi, KTA Superstores, Advisor

TO:

Committee on Agriculture Rep. Richard P. Creagan, Chair Rep. Lynn DeCoite, Vice Chair

FROM: HAWAII FOOD INDUSTRY ASSOCIATION

Lauren Zirbel, Executive Director

DATE: March 11, 2020

TIME: 9am

PLACE: Conference Room 312

RE: SB2050 SD2 Relating to Industrial Hemp Derived Products

Position: Support

The Hawaii Food Industry Association is comprised of two hundred member companies representing retailers, suppliers, producers, and distributors of food and beverage related products in the State of Hawaii.

HFIA is in support of this measure to create a regulatory framework for legally made hemp derived CBD products. As noted in the measure there is currently a lot of confusion among retailer and consumers about these products. Currently businesses that adhere to the FDA's guidelines are at a commercial disadvantage compared to the many businesses that continue to sell these unregulated products. We support a framework that will create a level playing field and allow consumers to make informed decisions about these products. We thank you for the opportunity to testify.





March 9, 2020

RE: SB 2050 Support IF Amended

Dear Honorable Committee Members,

The Hemp Farmers Association (HHFA) asks for the following amendments to SB 2050:

Insert a clause that allows for the interim sale of hemp products beginning July 1, 2020 until rules regarding labeling and testing are established because it may take the Department of Health a year or more to adopt rules. Hawaii is already significantly behind the rest of the country with regard to developing a hemp industry, which will bring significant revenue to the State. Furthermore, without the immediate protection to allow hemp product and cannabinoid sales in the interim, it is likely businesses will continue to lose clients and Hawaii will lose significant revenues. A Maui dispensary has been sending cease and desist letters to local businesses and a mainland spa has severely interrupted hemp products sales by Hawaii manufacturers by sending letters to Hawaii resorts and spas stating that hemp product manufacturing is not legal in Hawaii. These intimidation tactics have only hurt Hawaii companies as brands from other states are still being sold in Hawaii stores and internet sales are still bustling.

Page 5, Line 19-25, clarify that any individual or entity is covered by this bill: "Nothing in this part shall prohibit any individual or entity, including entities licensed under 329D...." Please add "any individual or entity, including" to line 21 per the previous sentence. A strict reading of the current language allows individuals and entities licensed under 329D, but no other entity or company including hemp farming LLCs or companies. Given the recent cease and desist letters sent by a Maui dispensary, we wish to ensure we are protected.

Page 5, Line 17 and 18 please strike this prohibition on leaf material, seeds, and flower. How can a tincture be allowed but not tea bags of dried leaves or fresh juice from leaves? Flower should be allowed to be exported, which is allowed under the 2018 US Farm Bill, as long as it contains the certificate of analysis from the Department of Agricultural required testing that confirms the materials is hemp. Hemp sprouts, similar to wheat grass and other sprouts that

are consumed raw should be allowed to be packaged and sold. We suggest eliminating the sale of fresh flower since this is the primary concern with raw hemp for law enforcement – not being able to distinguish hemp flower from medical marijuana flower:

Industrial hemp flower that has not been significantly physically altered, e.g. shredded, pulverized, etc. and not labeled as hemp may not be sold in Hawaii.

Page 4, Line 12, add "products, including" to purpose (4) to read, "Clarifies that these products are not considered adulterated products, including food, beverage, or cosmetic products."

Page 2, Line 20 and 21, strike these examples of state programs because they exceed labeling and independent laboratory testing. To ensure we do not over regulate while waiting for FDA guidance, protecting public health with labeling and independent laboratory testing is very sufficient.

Page 3, Line 16-17, delete "...and the existing confusion in the industry and among consumers..." The need for labeling is driven by transparency for consumers.

Page 8, Line 10, clarify that contaminants should not be at unsafe levels.

Page 9, line 10 Change effective date of the bill back to July 1, 2020.

Respectfully Submitted,

Ray Maki

Ray Maki



502.319.2358 | 100 M Street, S.E., Suite 600, Washington, DC 20003 | info@hempsupporter.com

March 11, 2020

Representative Richard P. Creagan, Chair Representative Lynn DeCoite, Vice Chair House Committee on Agriculture

Chair Creagan, Vice-Chair DeCoite, and Members of the Committees:

Thank you for the opportunity to provide testimony <u>in strong support</u> of SB 2050, SD 2

RELATING TO INDUSTRIAL HEMP DERIVED PRODUCTS. This measure would require labels on hemp products, prohibit unwarranted health-related statements about hemp products, and establish standards for manufacturing, distributing and selling products that contain hemp, cannabinoids, or derivatives from hemp. We also offer additional technical amendments to further clarify the measure.

The U.S. Hemp Roundtable is a coalition of leading companies and organizations committed to safe hemp and CBD products. We proudly represent the industry's major national grassroots organizations, and are leading the way forward for hemp and CBD products through education and action. We do not view industrial hemp derived products as medication, and believe that the most effective way to realize the potential of the industrial hemp market and allow for safe and regulated CBD products in the market is to establish the right conditions for the market to flourish.

Since the passage of the federal Farm Bill in 2018, which effectively legalized the sale of cannabidiol products from the commercial cultivation of hemp, more than sixteen thousand hemp growers have emerged throughout the United States. The hemp industry across the country has grown rapidly, and hemp-derived products including cannabidiol are used by a wide range of consumers. In Hawaii, there are currently over 30 registered hemp growers under the Industrial Hemp pilot program.

It is expected that the Food and Drug Administration will eventually use its authority to regulate hemp-derived products. However, the only enforcement action that the FDA has taken to date is to issue warning letters against improper disease remediation claims made by food and supplement companies. The Hawaii Department of Health has adhered to guidance from the FDA that provides that food, beverage, or cosmetic products that contain cannabidiol are adulterated and therefore

prohibited under law. Despite this suggested prohibition, cannabidiol products continue to be sold across Hawaii, with no regulatory oversight.

Given the time expected for the FDA to act, other states have considered and enacted their own regulatory frameworks for hemp-derived cannabidiol. We believe that it is prudent for Hawaii to also do so, and support the approach outlined in SB 2050, SD 2.

We believe that SB 2050, SD 2 provides legal clarity to businesses and consumers by explicitly authorizing the production and sale of hemp-derived cannabidiol products, while at the same time establishing and provides needed regulatory oversight to eliminate the confusion in the marketplace that exists today. This bill establishes that products containing cannabidiol are not adulterated food, beverage or cosmetics, and also provides for consumer protections and safety through the following mechanisms:

- Requiring the hemp to come from an established hemp program that meets federal law.
- Requiring the hemp to be tested for potency and contaminants under industrial hemp regulations.
- Requiring labels to be placed on all products cautioning against use while pregnant and keeping out of reach of children.
- Prohibiting misleading health related claims from being made about the use of CBD.

We believe that this measure <u>with the following technical amendments</u> would provide the necessary framework to establish a viable hemp/cannabidiol industry and would continue to maintain the current unregulated market being fulfilled through on-line sales and unregulated marketplaces.

- 1. Instances of the term "Industrial Hemp" be changed to "Hemp"
- 2. Page 5, line 19 through Page 6, line 3
 - **§328-** Manufacture, distribution, or sale of industrial hemp products. Nothing in this part shall prohibit any individual or entity licensed pursuant chapter 329D from manufacturing, distributing, or selling products that contain industrial hemp, cannabinoids, extracts, or derivatives from industrial hemp grown in compliance with section 141-32, including entities licensed pursuant to chapter 329D.
- 3. Page 7, line 4 amend the section title to read as follows.
 - §328 Use in food and beverage products.

Thank you for the opportunity to submit testimony in support of this measure.

<u>SB-2050-SD-2</u> Submitted on: 3/10/2020 9:00:54 AM

Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Brian Murphy	PATIENTS WITHOUT TIME	Oppose	No

Submitted on: 3/10/2020 1:06:59 PM

Testimony for AGR on 3/11/2020 9:00:00 AM



Submitted By	Organization	Testifier Position	Present at Hearing
Richard	Kokoiki Brands: CBD.CENTER and Hawi Nice Day Hemp Co	Support	No

Comments:

Honorable Senators,

Thank you for the opportunity to support this bill.

I have two concerns regarding its language:

RE: §328- Definitions. ... "Industrial hemp product" does not include any living hemp plants, viable seeds, leaf materials, or floral materials.

After reading this bill, I do not understand what is the intention of this phrase. What is the definition of hemp flower, and what is its relation to these regulations? Should this be clarified?

Hemp flower is the most medicinally useful part of the cannabis plant. Consumers should be able to purchase raw hemp flower the same as they purchase CBD oil to process into their own herbal mediciations. Smoking hemp flower is the fastest and most efficient method of ingesting CBD from industrial hemp, and is rapidly becoming the healthier althernative to transition people away from cigarettes and vaping.

RE: §328- Labeling...."CANNABIDIOL USE WHILE PREGNANT OR BREASTFEEDING MAY BE HARMFUL. KEEP OUT OF REACH OF CHILDREN."

This is, in itself, an unsubstantiated health claim, as prudent as it may be, and would require additional labeling expenses for any product imported into the state. These costs would invariably be passed on to the consumer.

Honorable senators, hemp, in all of its manifestations, from building material to medicine, can and should become a major player in developing a sustainable economy for the Hawaiian Islands, providing real wealth and more happiness to their people.

Promoting Hawaiian-grown hemp and Hawaiian-processed CBD, to the point of subsidizing its distribution to the less fortunate whose health would benefit from its use, is the righteous and moral imperative to pursue.

Thank you for your efforts,

With much respect and aloha,

Richard Bodien



Dedicated to safe, responsible, humane and effective drug policies since 1993

Comments on SB 2050, SD 2

TO: Chair Creagan, Vice Chair DeCoite & House Agriculture Committee Members

FROM: Nikos Leverenz

DPFH Board President

DATE: March 11, 2020 (9:00 AM)

Drug Policy Forum of Hawai'i (DPFH) supports access to safe, tested, and accurately labeled products containing CBD and other cannabinoids. We strongly encourage a regulatory framework that allows broad latitude in the production, sale, and consumption of cannabinoid products within the state, including those produced by parties located outside of Hawai'i.

We encourage the findings language to include reference to states like <u>Oregon</u> and <u>Colorado</u>, states now have thriving industrial hemp sectors that produce CBD and other regulated products. Hawai'i consumers should have access to tested and labeled products from these states.

Further, the following language in the findings is problematic and should be struck: "The FDA has also issued non-legally binding public statements arguing that it is illegal to market CBD as a food additive or dietary supplement because it is an active ingredient in a pharmaceutical drug." Consumer access to cannabinoid products should not be subject to prospective restrictions or regulations that seek to facilitate pharmaceutical companies' patents of components of a plant that has been available to humanity for many thousands of years. A statement like this evinces what economists call regulatory capture, whereby government regulators seek to advance or protect the discrete interests of those parties they regulate. In this case, the existence of Epidolex, which is not broadly used, should not foreclose broad consumer access to safe, tested, and accurately labeled CBD products. Similarly, Marinol cannot supplant the broad range of benefits supplied by cannabis.

DPFH also supports prospective efforts to involve a wide variety of businesses in the production of cannabis products in Hawai'i, as is the case here with those local hemp farmers now awaiting authorization to engage in the marketplace. In the context of this state's medical cannabis production, continued vertical integration inhibits the variety of available products. This operates to the detriment of consumers and those persons who could otherwise be employed in Hawai'i's emerging cannabis economy.

Thank you for the opportunity to provide testimony.





TESTIMONY OF TINA YAMAKI PRESIDENT RETAIL MERCHANTS OF HAWAII March 11, 2020

Re: SB 2050 Relating to Industrial Hemp Derived Products

Good morning Chairperson Creagan and members of the House Committee on Agriculture. I am Tina Yamaki, President of the Retail Merchants of Hawaii and I appreciate this opportunity to testify.

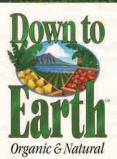
The Retail Merchants of Hawaii (RMH) is a statewide not-for-profit trade organization committed to supporting the retail industry and business in general in Hawaii. The retail industry is one of the largest employers in the state, employing 25% of the labor force.

The Retail Merchants of Hawaii is in strong support of SB 2050 Relating to Industrial Hemp Derived Products. This measure establishes a regulatory framework for products containing cannabidiol that were manufactured legally through approved government programs; clarifies that these products are not considered adulterated food, beverage, or cosmetic products; prohibits manufacturers from making health-related claims; requires product labeling for the products to be legally allowed in the State; and takes effect 7/1/2050.

We are very much aware of the potential derived for the hemp industry. In retail, we are seeing a significant increase in cannabis-derived products on the shelves, especially those containing cannabidiol (aka "CBD"). Popular products include but not limited to oils, soaps, creams, candies and pet food. We are also seeing these products being marketed to a wide audience, some products claiming to be a cure all to treat health concerns ranging from stress, joint discomfort, and anxiety to name a few

This measure will help to level the playing field by establishing clear and uniform regulatory guidelines for all to follow as well as to ensure consumer product safety and effectiveness. Because there is no testing or regulations, currently there is no guarantee that the products on the shelves contain what they say they do and conform to FDA regulations. It will also reveal what is truly in these products as we we want to be sure that the consumers are safe and informed on what they are putting into and on their body.

Mahalo for this opportunity to testify.



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Maui Location

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SB 2050, SD2 RELATING TO INDUSTRIAL HEMP DERIVED PRODUCTS House Committee on Agriculture March 11, 2020, 9:00am State Capitol

Aloha Rep. Richard P. Creagan, Chair, and Lynn DeCoite, Vice Chair, and Committee Members,

Down to Earth Organic and Natural testifies in support of SB 2050, SD2.

Down to Earth Organic and Natural has six locations on Oahu and Maui. Since we opened in 1977, we have supported healthy lifestyles and preservation of the environment by selling local, fresh, organic and natural products, and by promoting a healthy, plant-based and vegetarian lifestyle.

We are in support of SB 2050, SD2. We have experienced a great demand for CBD and other hemp-derived products because of the improvement in quality of life that these products may offer based on our customers' accounts, due to the reduction of anxiety, depression, pain, inflammation, and general calming properties. Finding a natural substance with these benefits can be life-renewing for people who suffer from a wide range of mental and physical health challenges. We are in support of SB 2050, SD2 to establish a uniform, safe regulatory framework for the testing and sale of CBD products while ensuring their proper labeling. Being able to legally sell CBD products will also be beneficial for our local businesses and provide a needed boost for our economy.

Thank you for the opportunity to comment on this bill.

Alison Riggs
Public Policy & Government Relations Manager
Down to Earth

2525 S. King St., Suite 309 Honolulu, HI 96826

Phone (808) 824-3240 Fax (808) 951-8283

E-mail: alison.riggs@downtoearth.org



Submitted on: 3/10/2020 12:12:01 PM Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
JARED DALGAMOUNI	Hawaiian Choice	Support	No

Comments:

Dear Legislators,

We would like to express our whole hearted support for SB2050. We feel it continues to evolve in the right direction and we look forward to the certainty this will provide the farmers, manufacturers and consumers.

The only thing we'd like to respectfully highlight, which may or may not be an issue, is the potential for a delay or late implementation timing in the federal/state approval of Hawaii's hemp farm program, and whether this could cause a time gap which might permit only mainland USA farm extracts to be used for the interim period. We request that this scenario is considered in your deliberations and whether this might be an issue that needs to be addressed in the wording of the bill.

Thank you for your continued wisdom and support to this important issue.

Best regards,

Jared Dalgamouni

Hawaiian Choice

<u>SB-2050-SD-2</u> Submitted on: 3/9/2020 2:25:37 PM

Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Tai Cheng	Aloha Green Holdings Inc.	Support	No

Submitted on: 3/10/2020 9:07:17 AM

Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing	
Brian Murphy	Individual	Oppose	No	

Comments:

Aloha lawmakers,

I STRONGLY OPPOSE - SB2050 "Let the Buyer Beware" CBD Bill

On Feb. 10th, the committee on AEN recommended that SB2050 be PASSED, WITH AMENDMENTS. This "Let the Buyer Beware" bill pretends that cannabinoids, including CBD, are NOT powerful medicines, ignoring all the known medical properties of cannabinoids, especially CBD, which has had the most research studies, and is being widely used for medical purposes.

There is massive misinformation regarding cannabinoids, especially on the internet, which is very confusing to patients seeking help.

CBD has many known side-effects and potentially dangerous drug-interactions to when considering marketing them to patients, without industry-standard warnings of the potential health risks. Especially, considering that nanotechnology cannabinoids will be mixed with multiple ingredients that have not been tested for interactions, and no standard dosing has been established.

The original SB2050 "clarifies" (meaning ignores many Hawaii laws) that:

... "these products (containing cannabinoids) are not considered adulterated food, beverage, or cosmetic products; and Prohibits manufacturers from making health-

related claims; and Requires product labeling for the products to be legally allowed in the State: to state,

"CANNABIDIOL USE WHILE PREGNANT OR BREASTFEEDING MAY BE HARMFUL. KEEP OUT OF REACH OF CHILDREN."

This warning is entirely insufficient, because it does not include known side effects including, effects on mood, sleeping, and pain, etc, nor does it address the potential drug interactions with commonly taken prescription medications, such as Coumadin, and NSAIDS.

Why the rush to market (profits, of course) without the common medical warnings such as are including with other OTC medicines, such as Aspirin, NSAIDS, cough syrups, etc.

Submitted on: 3/10/2020 9:04:31 AM

Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing	1
Mary Whispering Wind	Individual	Oppose	No	Ī

Comments:

Aloha Lawmakers,

I STRONGLY OPPOSE SB2050 "Let the Buyer Beware" CBD Bill

On Feb. 10th, the committee on AEN recommended that SB2050 be PASSED, WITH AMENDMENTS. This "Let the Buyer Beware" bill pretends that cannabinoids, including CBD, are NOT powerful medicines, ignoring all the known medical properties of cannabinoids, especially CBD, which has had the most research studies, and is being widely used for medical purposes.

There is massive misinformation regarding cannabinoids, especially on the internet, which is very confusing to patients seeking help.

CBD has many known side-effects and potentially dangerous drug-interactions to when considering marketing them to patients, without industry-standard warnings of the potential health risks. Especially, considering that nanotechnology cannabinoids will be mixed with multiple ingredients that have not been tested for interactions, and no standard dosing has been established.

The original SB2050 "clarifies" (meaning ignores many Hawaii laws) that:

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related claims; and Requires product labeling for the products to be legally allowed in the State: to state,

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This warning is entirely insufficient, because it does not include known side effects including, effects on mood, sleeping, and pain, etc, nor does it address the potential drug interactions with commonly taken prescription medications, such as Coumadin, and NSAIDS.

Why the rush to market (profits, of course) without the common medical warnings such as are including with other OTC medicines, such as Aspirin, NSAIDS, cough syrups, etc.

Submitted on: 3/9/2020 11:05:48 AM

Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Wendy Arbeit	Individual	Oppose	No

Comments:

I oppose this bill because there are hundreds of uses for hemp, none of them needing the kind of controls or regulations proposed by this bill, which would hinder an agricultural industry that could be of great benefit our state.

Submitted on: 3/10/2020 11:37:53 AM Testimony for AGR on 3/11/2020 9:00:00 AM



Submitted By	Organization	Testifier Position	Present at Hearing
Jennifer Carlile	Individual	Support	No

Comments:

Thank you for giving me the opportunity to give testimony. I am writing in support of SB2050 with the amendments that have been made. I would like to see it go into effect as quickly as possible. Hemp and CBD need these regulations right away to give security to the industry and help our local hemp farmers, CBD companies, and consumers. Mahalo.

<u>SB-2050-SD-2</u> Submitted on: 3/11/2020 7:30:46 AM

Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Miles W. Tuttle	Kush Hawai'i	Support	No



Submitted on: 3/11/2020 7:56:10 AM

Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing	
Brittany Neal	Individual	Support	No	1

Comments:

Good morning,

My name is Brittany Neal, I am a Registered Nurse and a Big Island Hemp Farmer. I support SB2050 with amendments. My suggestions for the amendments are as follows:

- 1.) On page 5 line 19-page 6 line 3, under the section titled Manufacture, distribution or sale of industrial hemp products, I feel the language needs to be clarified to expressly state that licensed hemp farmers can manufacture, distribute and sell industrial hemp products. As written it suggests that only dispensary's can. Where it says "entity" it should be replaced with "entities, including". Additionally, I believe it is necessary to specify that manufacturing, distribution and sales of hemp products shall be allowed beginning July 1st, 2020.
- 2.) On page 7 line 13, under the Use in food section, Hawaii's Hemp Pilot Program should be included.
- 3.) On page 8 lines 10-12, under the Use in food section, I have concerns that hemp products will be held to the same microbial standards as dispensaries, which are some of the most strict standards in the country. I believe the language in this section should be amended to clarify that hemp products will be held to the same microbial standards as are generally acceptable in the food industry NOT the dispensary industry.
- 4.) On page 8 line 18, under the Use in food section, the words "juice and package" should be inserted.
- 5.) Lastly, I would like to see the effective date of this bill changed to July 1, 2020.

Mahalo for your time and attention.

Sincerely,

Brittany Neal MSOM, BSN, RN

Industrial Hemp Researcher/Farmer

Submitted on: 3/11/2020 8:04:22 AM

Testimony for AGR on 3/11/2020 9:00:00 AM



Submitted By	Organization	Testifier Position	Present at Hearing
Brent Neal	Individual	Support	No

Comments:

Aloha,

My name is Brent Neal, I am a cannabis expert and a Research assistant for a Big Island Hemp farm. I support SB2050 with amendments. I recommend the following amendments:

- 1.) On page 5 line 19-page 6 line 3, under the section titled Manufacture, distribution or sale of industrial hemp products, I believe the language needs to be clarified to expressly state that licensed hemp farmers can manufacture, distribute and sell industrial hemp products. As written it suggests that only dispensary's can. Where it says "entity" it should be replaced with "entities, including". Additionally, I believe it is necessary to specify that manufacturing, distribution and sales of hemp products shall be allowed beginning July 1st, 2020.
- 2.) On page 7 line 13, under the Use in food section, Hawaii's Hemp Pilot Program should be included.
- 3.) On page 8 lines 10-12, under the Use in food section, I have concerns that hemp products will be held to the same microbial standards as dispensaries, which are some of the most strict standards in the country. I feel that this section should be amended to clarify that hemp products will be held to the same microbial standards as are generally acceptable in the food industry NOT the dispensary industry.
- 4.) On page 8 line 18, under the Use in food section, the words "juice and package" should be inserted.
- 5.) Finally, I would like to see the effective date of this bill changed to July 1, 2020.

Thank for your time.

Sincerely,

Brent Neal

Industrial Hemp Research Assistant



<u>SB-2050-SD-2</u> Submitted on: 3/11/2020 8:09:30 AM

Testimony for AGR on 3/11/2020 9:00:00 AM

Submitted By	Organization	Testifier Position	Present at Hearing
Mike Ruggles	Individual	Support	No