First Regular Session - 2019

Moved	by	Lee

# Seconded by Burgoyne

# IN THE SENATE SENATE AMENDMENT TO H.B. NO. 122

### AMENDMENT TO SECTION 1

On page 1 of the printed bill, delete lines 18 through 39. On page 2, delete lines 1 through 14, and insert:

- "22-1702. LEGISLATIVE INTENT. (1) It is the policy of this state to allow and encourage the research and production of hemp in Idaho. The legislature finds that the Cannabis sativa L. plant used for the production of hemp is separate and distinct from the forms of cannabis used to produce marijuana. The federal agriculture improvement act of 2018, P.L. 115-334, has eliminated barriers at the federal level to hemp research and development. It is the policy of this state to immediately regulate the interstate transport of hemp. It is also the policy of this state that, through the negotiated rulemaking process, the director shall develop and submit by a date certain a state plan to the secretary of agriculture that allows for the production of hemp in Idaho to the greatest extent allowed in compliance with the agriculture improvement act of 2018.
- (2) Hemp is used in products such as building materials, cordage, fiber, food, floor coverings, fuel, paint, animal feed, paper, particle board, plastics, seed meal, cosmetics, seed, and yarn. The university of Idaho, in fulfillment of its land grant mission, leads the nation in many areas of agricultural research and is encouraged to research and study this burgeoning field. Hemp has the potential to be an alternate crop in Idaho's thriving agricultural economy. A growing hemp industry also has the potential to create jobs in production, processing, and research, and Idahoans will benefit from numerous consumer products made from hemp.

## 22-1703. DEFINITIONS. As used in this chapter:

- (1) "Chief law enforcement officer" means the director of the Idaho state police.
- (2) "Director" means the director of the Idaho state department of agriculture.
- (3) "Hemp" means the plant Cannabis sativa L. and any part of that plant, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol concentration of not more than three-tenths of one percent (0.3%) on a dry weight basis, as defined in the federal agriculture improvement act of 2018. It does not include any approved cannabidiol drugs listed on schedule V in section 37-2713, Idaho Code.
- (4) "Person" means any individual, partnership, corporation, association, grower, farm, or any other business unit.

22-1704. INTERSTATE TRANSPORT. (1) No person shall move, convey, or transport hemp through the state without a permit issued by the director based on documentation from the equivalent foreign state authorizing body in compliance with the agriculture improvement act of 2018. Hemp is exempted from the provisions of chapter 27, title 37, Idaho Code, for the purpose of interstate transport when being moved, conveyed, or transported pursuant to a permit and in compliance with the agriculture improvement act of 2018.

- (2) The director shall expeditiously promulgate rules, in consultation with the chief law enforcement officer, regulating the transport of hemp through the state. The director may assess fees for permits created in this chapter and civil penalties for violations of this chapter or any rules promulgated under this chapter.
- (3) Any person transporting hemp through the state has the duty to keep and furnish upon request by the director or a peace officer any permits required by this chapter.
- (4) Any hemp transported through the state must be free of pests as defined in chapter 20, title 22, Idaho Code.
- (5) The chief law enforcement officer may establish check stations at ports of entry or other locations as established by rule as necessary to carry out the provisions of this chapter.
- (6) No person shall proceed past or travel through any established check station at a port of entry or other location as established by rule during hours of operations when required by rule to stop for inspection while transporting hemp.
- (7) The director or the chief law enforcement officer may issue hold orders to take prompt regulatory action on hemp transported through the state when either reasonably believes hemp is transported in violation of this chapter or the federal agriculture improvement act of 2018 or any rules promulgated thereunder. The hold order shall contain contact information, the reason for the hold order, and the conditions for release.
- (8) It shall be the duty of all peace officers within the state, as defined by section 19-5101(d), Idaho Code, to enforce the provisions of this chapter by making a complaint or citation as described in section 19-3901, Idaho Code.
- (9) A peace officer may inspect any vehicle transporting hemp presented at a check station at a port of entry or other location as established by rule or during lawful traffic enforcement contacts and collect reasonably sized samples selected by the peace officer for testing.
- (10) If a peace officer has probable cause to believe that a person is transporting hemp without permits required in this chapter, the peace officer may seize and impound the hemp, provided however, if permits that were valid at the time of seizure and impoundment are subsequently furnished, the peace officer shall immediately release the hemp.
- (11) Except when hemp is transported through this state in compliance with the permits required in this section, nothing in this section shall inhibit or restrict any peace officer from enforcing to the fullest extent the laws of this state prohibiting marijuana as provided in chapter 27, title 37, Idaho Code.

- 22-1705. STATE PLAN. (1) The director shall prepare a plan through negotiated rulemaking and submit the plan to the secretary of agriculture by November 1, 2019, or immediately upon the date after which the United States department of agriculture is ready to accept state plans, whichever is later. The plan shall be created through the negotiated rulemaking process, in consultation with the governor and the chief law enforcement officer of the state, and shall allow for the research and production of hemp in Idaho to the greatest extent allowed under federal law.
- (2) As part of the state plan, the director, in consultation with the governor and the chief law enforcement officer of the state, shall prepare by rule and submit to the secretary of agriculture a corrective action plan consistent with the federal agriculture improvement act of 2018.
- (3) If approved by the secretary of agriculture, the state plan and the corrective action plan will not take effect until enacted in Idaho Code.
- 22-1706. HEMP DEVELOPMENT FUND. There shall be established in the dedicated fund in the state treasury the hemp development fund to which shall be credited the revenues derived from fees and penalties collected as authorized by this chapter and the rules promulgated under this chapter. Moneys in the fund shall be used solely for carrying out the provisions of this chapter. The director is charged with the administration of moneys appropriated from the fund unless otherwise provided by law. All interest or other income accruing from moneys deposited to the fund shall be redeposited and accrue to the fund.
- 22-1707. EXCEPTIONS. Hemp shall not be subject to inspection or indemnification pursuant to chapter 51, title 22, Idaho Code, or chapter 2 or 5, title 69, Idaho Code.".

#### AMENDMENT TO THE BILL

On page 2, delete lines 15 through 47. Delete pages 3 through 15, and insert:

"SECTION 2. An emergency existing therefor, which emergency is hereby declared to exist, this act shall be in full force and effect on and after its passage and approval.".

### CORRECTION TO TITLE

On page 1, delete lines 3 through 9, and insert: "CHAPTER 17, TITLE 22, IDAHO CODE, TO PROVIDE FOR THE HEMP RESEARCH AND DEVELOPMENT ACT, TO PROVIDE A SHORT TITLE, TO PROVIDE LEGISLATIVE INTENT, TO DEFINE TERMS, TO PROVIDE FOR INTERSTATE TRANSPORT, TO PROVIDE FOR A STATE PLAN, TO PROVIDE FOR THE HEMP DEVELOPMENT FUND, AND TO PROVIDE EXCEPTIONS; AND DECLARING AN EMERGENCY.".