## SENATE FILE NO. SF0055

Hemp production-fees.

Sponsored by: Joint Appropriations Committee

## A BILL

for

1 AN ACT relating to hemp production; requiring fees for

2 compliance inspections and disposal verification;

3 authorizing disposal verification; requiring rulemaking;

4 correcting references; and providing for an effective date.

5

6 Be It Enacted by the Legislature of the State of Wyoming:

7

- 8 **Section 1.** W.S. 11-51-101(a)(intro), (i), (ii) and
- 9 (iv), 11-51-102, 11-51-103(b)(iv) and (e), 11-51-104,
- 10 11-51-105(a), 11-51-106 and 11-51-107 are amended to read:

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12 **11-51-101.** Definitions.

13

14 (a) As used in this article chapter:

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Т	(1) "Corrective action plan" means a plan the
2	department develops in consultation with a licensee to
3	correct any violation of this article chapter;
4	
5	(ii) "Disposal" means activities to alter or
6	treat hemp or hemp products that contain an amount of THC
7	in excess of the amount authorized in this article chapter
8	to ensure that the THC is reduced to bring the hemp or hemp
9	product into compliance with this <u>article</u> <u>chapter</u> or, if
10	compliance is not attainable, that the THC is rendered
11	inaccessible;
12	
13	(iv) "Licensee" means a person licensed under
14	this article chapter to produce, process or test hemp;
15	
16	11-51-102. Hemp as agricultural crop; use of hemp.
17	
18	(a) Hemp is an agricultural crop in this state. Upon
19	meeting the requirements of this article chapter, a person
20	may produce or process hemp.
21	
22	(b) Notwithstanding the requirements of this article
23	<pre>chapter, the possession, purchase, sale, transportation and</pre>

1	use of hemp and hemp products by any person is allowable
2	without restriction.
3	
4	11-51-103. Licensing.
5	
6	(b) The application for a license under this section
7	shall include:
8	
9	(iv) Authorization for reasonable access by the
10	department for random inspections and verifications related
11	to production or processing activities for which a licensee
12	shall be assessed fees under W.S. 11-51-104(a); and
13	
14	(e) Any person possessing hemp or hemp products only
15	for the purpose of testing THC levels may, but shall not be
16	required to, obtain a license under this article chapter.
17	
18	11-51-104. Enforcement; fees; penalties.
19	
20	(a) The department shall perform inspections and
21	provide chemical sampling and analysis of a random sample
22	of production or processing activities by licensees to
23	determine compliance with this article chapter. The

1	department may require verification of effective disposal
2	of hemp or hemp products by licensees. For any sample,
3	analysis or verification conducted under this subsection,
4	the department shall assess the licensee fees as
5	established by rule of the department, not to exceed the
6	<pre>following:</pre>
7	
8	(i) Two hundred dollars (\$200.00) per sample
9	conducted by the department;
10	
11	(ii) Two hundred dollars (\$200.00) per analysis
12	conducted by the department;
13	
14	(iii) Two hundred fifty dollars (\$250.00) per
15	lot for verification of effective disposal of hemp or hemp
16	products.
17	
18	(b) Any licensee who violates any provision of this
19	article chapter or any regulation promulgated pursuant to
20	this article chapter shall be subject to a corrective
21	action plan. The corrective action plan may include
22	reporting requirements, additional inspections, suspension
23	of a license, steps necessary to restore a license, or

- 1 requirements related to disposal of hemp or hemp products
- 2 that contain in excess of three-tenths of one percent
- 3 (0.3%) THC on a dry weight basis or providing notice of the
- 4 <u>violation to the licensee's known creditors</u>. The plan may
- 5 require rendering THC inaccessible by using hemp or hemp
- 6 products as a soil amendment material or by destruction of
- 7 the hemp or hemp product as authorized by rule of the
- 8 department.

9

- 10 (c) Any person who intentionally violates this
- 11 article chapter is guilty of a misdemeanor punishable by a
- 12 fine of not more than seven hundred fifty dollars
- 13 (\$750.00), imprisonment for not more than six (6) months,
- 14 or both.

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- 16 (d) If any person has three (3) or more violations of
- 17 this article chapter or any regulation promulgated pursuant
- 18 to this article chapter within five (5) years, the
- 19 department shall revoke the license and the person shall be
- 20 ineligible for licensure under this article for five (5)
- 21 years.

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23 11-51-105. Rules; agreements; research activities.

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2	(a) The department shall adopt rules necessary to
3	implement the provisions of this article chapter.
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5	11-51-106. Disposition of fees.
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7	All fees collected under this article chapter shall be
8	deposited with the state treasurer in a separate account
9	which is continuously appropriated to the department for
LO	the administration of this article chapter.
L1	
L2	11-51-107. Exception if this chapter is not
L3	implemented.
L4	
L4 L5	Nothing in this article chapter shall preclude any person
	Nothing in this article chapter shall preclude any person from applying for and receiving authorization to produce
L5 L6	
L5 L6 L7	from applying for and receiving authorization to produce
L5	from applying for and receiving authorization to produce and process hemp from another authorized entity if the
L5 L6 L7 L8	from applying for and receiving authorization to produce and process hemp from another authorized entity if the department does not receive authority to do so or is
L5 L6 L7 L8	from applying for and receiving authorization to produce and process hemp from another authorized entity if the department does not receive authority to do so or is

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Section 3. This act is effective immediately upon completion of all acts necessary for a bill to become law as provided by Article 4, Section 8 of the Wyoming Constitution.

(END)

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