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.

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

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- 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.

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14 (a) As used in this article chapter:

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| 1 | (1) "Corrective action plan" means a plan the |
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| 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 article chapter 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. |
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| 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 | chapter, the possession, purchase, sale, transportation and |
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| 1 | use of hemp and hemp products by any person is allowable |
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| 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 |
| LO | department for random inspections and verifications related |
| L1 | to production or processing activities for which a licensee |
| L2 | shall be assessed fees under W.S. 11-51-104(a); and |
| L3 | |
| L 4 | (e) Any person possessing hemp or hemp products only |
| L5 | for the purpose of testing THC levels may, but shall not be |
| L6 | required to, obtain a license under this article chapter. |
| L7 | |
| L8 | 11-51-104. Enforcement; fees; penalties. |
| L9 | |
| 20 | (a) The department shall perform inspections and |
| 21 | provide chemical <u>sampling</u> and analysis of a random sample |
| 22 | of production or processing activities by licensees to |
| 23 | determine compliance with this article chapter. The |

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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 established by rule of the department, not to exceed the 5 6 following: 7 8 (i) Two hundred dollars (\$200.00) per sample conducted by the department; 9 10 11 (ii) Two hundred dollars (\$200.00) per analysis 12 conducted by the department; 13 (iii) Two hundred fifty dollars (\$250.00) per 14 lot for verification of effective disposal of hemp or hemp 15 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 action plan. The corrective action plan may include 21 reporting requirements, additional inspections, suspension 22 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. The plan may require
- 4 rendering THC inaccessible by using hemp or hemp products
- 5 as a soil amendment material or by destruction of the hemp
- 6 or hemp product as authorized by rule of the department.

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

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

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21 11-51-105. Rules; agreements; research activities.

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1 (a) The department shall adopt rules necessary to 2 implement the provisions of this article chapter. 3 4 11-51-106. Disposition of fees. 5 All fees collected under this article chapter shall be 6 deposited with the state treasurer in a separate account 7 8 which is continuously appropriated to the department for 9 the administration of this article chapter. 10 11 11-51-107. Exception if this is chapter not 12 implemented. 13 Nothing in this article chapter shall preclude any person 14 from applying for and receiving authorization to produce 15 16 and process hemp from another authorized entity if the

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20 **Section 2.** The department of agriculture shall adopt 21 rules necessary to implement this act.

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otherwise not implementing this article chapter.

department does not receive authority to do so or is

2020 STATE OF WYOMING

1 Section 3. This act is effective immediately upon

2 completion of all acts necessary for a bill to become law

3 as provided by Article 4, Section 8 of the Wyoming

4 Constitution.

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6 (END)

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