HOUSE BILL 1472

M4 4lr3276

By: Delegates Fraser-Hidalgo, Morhaim, Luedtke, Mizeur, and S. Robinson, and Dwyer

Introduced and read first time: February 21, 2014 Assigned to: Rules and Executive Nominations

Re-referred to: Environmental Matters, March 7, 2014

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 22, 2014

CHAPTER

1 AN ACT concerning

2

Agriculture - Industrial Hemp - Pilot Program Study

3 FOR the purpose of establishing a pilot program to study the growth and marketing of industrial hemp; providing for the purposes of the pilot program; requiring the 4 5 Secretary of Agriculture to administer the pilot program in consultation with 6 certain State and federal agencies; requiring the Secretary to ensure safe 7 cultivation of industrial hemp by conducting certain activities; providing that 8 only State property may be used to grow industrial hemp: requiring the 9 Department of Agriculture to certify and register the sites used for growing industrial hemp with the Department of Agriculture and the Department of 10 State Police: authorizing the Department of State Police to access the property 11 where industrial hemp is grown; restricting access to the property where 12 industrial hemp is being grown; requiring an individual to be licensed by the 13 Department of Agriculture before the individual may participate in the pilot 14 program; providing for certain restrictions on the license; requiring the 15 16 Department of Agriculture to conduct a background and criminal history records check on an individual who applies to participate in the pilot program; 17 requiring the Department of Agriculture to follow certain procedures when 18 submitting an application to the Criminal Justice Information System Central 19 20 Repository of the Department of Public Safety and Correctional Services for a criminal history records check; requiring the Criminal Justice Information 21 22 System Central Repository to provide certain criminal history information to the Department of Agriculture; requiring an individual to register with a 23

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



	2	HOUSE BILL 1472			
1		certain federal agency before the Department of Agriculture may issue a license			
2		to participate in the pilot program; requiring the Department of Agriculture to			
3		assist individuals in the process of registering with a certain federal agency;			
4		authorizing the Secretary of Agriculture to adopt certain regulations in			
5		consultation with certain agencies requiring the Secretary of Agriculture, in			
6		consultation with certain federal and State agencies and the University of			
7		Maryland, College Park, to study the feasibility of growing industrial hemp in			
8		the State and the availability of certain markets relating to industrial hemp and			
9		hemp products; requiring the Secretary to submit a certain report to the			
10		Governor and the General Assembly on or before a certain date; defining certain			
11		terms; and generally relating to a pilot program to study a study on the growth			
12		and marketing of industrial hemp in the State.			
13	BY a	dding to			
14		Article - Agriculture			
15		Section 9-801 through 9-806 to be under the new subtitle "Subtitle 8. Pilot			
16		Program to Study the Growth and Marketing of Industrial Hemp"			
17		Annotated Code of Maryland			
18		(2007 Replacement Volume and 2013 Supplement)			
19		SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF			

20 MARYLAND, That the Laws of Maryland read as follows:

21 Article - Agriculture

- SUBTITLE 8. PILOT PROGRAM TO STUDY THE GROWTH AND MARKETING OF 22 23 INDUSTRIAL HEMP.
- 249-801.
- 25 IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 26 INDICATED.
- (B) (1) "HEMP PRODUCT" MEANS A PRODUCT GENERATED FROM THE 27 PLANT MATERIALS OF INDUSTRIAL HEMP. 28
- 29 "HEMP PRODUCT" INCLUDES CLOTH, CORDAGE, FIBER, FOOD, 30 FUEL, OIL, PAINT, PAPER, PARTICLE BOARD, PLASTICS, AND SEED FOR 31 **CONSUMPTION OR CULTIVATION.**
- "INDUSTRIAL HEMP" MEANS ALL PARTS AND VARIETIES OF THE 32 PLANT CANNABIS SATIVA L. CONTAINING NO GREATER THAN 1% 33 34 TETRAHYDROCANNABINOL BY WEIGHT.
- 35 9 - 802

1	(A) THERE IS A PILOT PROGRAM TO STUDY THE GROWTH AND					
2	MARKETING OF INDUSTRIAL HEMP IN THE STATE.					
4	WINNELLING OF INDOSTREED HEMIT IN THE STATE.					
3	(B) THE PURPOSE OF THE PILOT PROGRAM IS TO ALLOW THE					
4	CONTROLLED GROWTH AND PROCESSING OF INDUSTRIAL HEMP IN ORDER TO					
5	ASSESS:					
J	11002100					
6	(1) THE FEASIBILITY OF GROWING INDUSTRIAL HEMP IN THE					
7	STATE: AND					
8	(2) THE AVAILABILITY AND EXTENT OF THE COMMERCIAL AND					
9	INDUSTRIAL MARKET FOR INDUSTRIAL HEMP GROWN IN THE STATE AND HEMP					
10	PRODUCTS MANUFACTURED IN THE STATE.					
11	9-803.					
12	(A) THE SECRETARY, IN CONSULTATION WITH THE UNITED STATES					
13	DEPARTMENT OF JUSTICE DRUG ENFORCEMENT ADMINISTRATION AND THE					
14	DEPARTMENT OF STATE POLICE, SHALL ADMINISTER THE PILOT PROGRAM IN					
15	ACCORDANCE WITH THIS SUBTITLE.					
	(-) To the control of					
16	(B) IN ADDITION TO THE LICENSING REQUIREMENTS IN § 9–805 OF THIS					
17	SUBTITLE, THE SECRETARY SHALL ENSURE THE SAFE CULTIVATION AND USE OF					
18	INDUSTRIAL HEMP BY:					
19	(1) CONTROLLING THE SUPPLY OF INDUSTRIAL HEMP SEEDS					
_						
20 21	THAT WILL BE USED IN THE PILOT PROGRAM TO ENSURE THAT ONLY THOSE VARIETIES THAT MEET THE TETRAHYDROCANNABINOL LIMITATIONS OF THIS					
21 22	SUBTITLE ARE CULTIVATED:					
44	SUBTITEE ARE CULTIVATED,					
23	(2) REQUIRING THAT INDIVIDUALS WHO PARTICIPATE IN THE					
24	PILOT PROGRAM BY GROWING, HANDLING, TRANSPORTING, OR PROCESSING					
25	INDUSTRIAL HEMP BE LICENSED BY THE DEPARTMENT IN ACCORDANCE WITH §					
26	9-805 OF THIS SUBTITLE;					
10	v ovo or missosimis,					
27	(3) Inspecting and testing periodically industrial hemp					
28	CROPS FOR TETRAHYDROCANNABINOL CONTENT TO ENSURE COMPLIANCE					
29	WITH THIS SUBTITLE; AND					
30	(4) CERTIFYING THE TRANSPORTATION AND FINAL DESTINATION					
31	OF RAW INDUSTRIAL HEMP.					

9-804.

31

1	(A) ONLY STATE AGRICULTURAL LAND MAY BE USED FOR GROWING						
2	INDUSTRIAL HEMP IN THE PILOT PROGRAM.						
3	(B) ACCESS TO THE PROPERTY THAT IS BEING USED TO GROW						
4	INDUSTRIAL HEMP SHALL BE RESTRICTED TO THOSE INDIVIDUALS WHO ARE						
5	LICENSED UNDER § 9–805 OF THIS SUBTITLE.						
6	(C) THE DEPARTMENT SHALL REGISTER AND CERTIFY SITES FOR THE						
7	GROWTH OF INDUSTRIAL HEMP WITH THE DEPARTMENT AND WITH THE						
8	DEPARTMENT OF STATE POLICE.						
9	(D) THE DEPARTMENT OF STATE POLICE MAY ENTER ANY PREMISES,						
10	LAND, OR BUILDING WHERE INDUSTRIAL HEMP IS GROWN OR MANUFACTURED						
11	IN ORDER TO MONITOR COMPLIANCE WITH THIS SUBTITLE DURING						
12	REASONABLE BUSINESS HOURS, WITH OR WITHOUT NOTICE.						
13	9-805.						
14	(A) (1) AN INDIVIDUAL SHALL BE LICENSED BY THE DEPARTMENT						
15	BEFORE THE INDIVIDUAL MAY PARTICIPATE IN THE PILOT PROGRAM.						
16	(2) A LICENSE IS NONTRANSFERABLE.						
17	(3) A LICENSE MAY NOT BE ISSUED TO AN INDIVIDUAL WHO HAS						
18	BEEN CONVICTED OF A FELONY OR A DRUG-RELATED MISDEMEANOR.						
19	(B) (1) IN ORDER TO DETERMINE AN INDIVIDUAL'S ELIGIBILITY FOR						
20	A LICENSE UNDER THIS SECTION, THE DEPARTMENT SHALL:						
21	(I) CONDUCT A BACKGROUND CHECK OF THE INDIVIDUAL;						
22	AND						
23	(II) APPLY TO THE CRIMINAL JUSTICE INFORMATION						
24	SYSTEM CENTRAL REPOSITORY OF THE DEPARTMENT OF PUBLIC SAFETY AND						
25	CORRECTIONAL SERVICES FOR A NATIONAL AND STATE CRIMINAL HISTORY						
26	RECORDS CHECK OF THE INDIVIDUAL.						
27	(2) AS PART OF THE APPLICATION FOR A CRIMINAL HISTORY						
28	RECORDS CHECK, THE DEPARTMENT SHALL SUBMIT TO THE CRIMINAL						
29	JUSTICE INFORMATION SYSTEM CENTRAL REPOSITORY:						
30	(I) TWO COMPLETE SETS OF THE INDIVIDUAL'S LEGIBLE						

FINGERPRINTS TAKEN ON FORMS APPROVED BY THE DIRECTOR OF THE

$\frac{1}{2}$	CRIMINAL JUSTICE INFORMATION SYSTEM CENTRAL REPOSITORY AND THE DIRECTOR OF THE FEDERAL BUREAU OF INVESTIGATION;				
3	(H) THE MANDATORY PROCESSING FEE REQUIRED BY THE				
4	FEDERAL BUREAU OF INVESTIGATION FOR A NATIONAL CRIMINAL HISTORY				
5	RECORDS CHECK; AND				
J					
6	(HI) THE FEE AUTHORIZED UNDER § 10-221 OF THE				
7	CRIMINAL PROCEDURE ARTICLE FOR ACCESS TO MARYLAND CRIMINAL				
8	HISTORY RECORDS.				
0	(2) IN ACCORDANCE WHEN THE 10 CHEMINE 9 OF THE				
9 10	(3) IN ACCORDANCE WITH TITLE 10, SUBTITLE 2 OF THE CRIMINAL PROCEDURE ARTICLE, THE CRIMINAL JUSTICE INFORMATION				
10	System Central Repository shall forward to the individual and the				
12	DEPARTMENT THE INDIVIDUAL'S CRIMINAL HISTORY RECORD INFORMATION.				
12	DEFINITION THE INDIVIDUAL S CHIMINAL HISTONI MECOND IN CHIMITION				
13	(4) INFORMATION OBTAINED FROM THE CRIMINAL JUSTICE				
14	INFORMATION SYSTEM CENTRAL REPOSITORY UNDER THIS SUBSECTION				
15	SHALL BE:				
16	(I) CONFIDENTIAL AND MAY NOT BE REDISSEMINATED;				
17	AND				
18	(H) USED ONLY FOR THE PURPOSE AUTHORIZED BY THIS				
19	SECTION.				
10					
20	(c) (1) An individual shall register with the United States				
21	DEPARTMENT OF JUSTICE DRUG ENFORCEMENT ADMINISTRATION IN				
22	ACCORDANCE WITH 21 U.S.C. 823(A) BEFORE THE DEPARTMENT MAY ISSUE A				
23	LICENSE TO PARTICIPATE IN THE PILOT PROGRAM.				
24	(2) THE DEPARTMENT SHALL ASSIST INDIVIDUALS WHO SEEK TO				
$\frac{24}{25}$	PARTICIPATE IN THE PILOT PROGRAM IN OBTAINING REGISTRATION WITH THE				
26	United States Department of Justice Drug Enforcement				
27	Administration under this subsection.				
28	9-806.				
29	THE SECRETARY, IN CONSULTATION WITH THE UNITED STATES				
30	DEPARTMENT OF JUSTICE DRUG ENFORCEMENT ADMINISTRATION, AND THE				
31	DEPARTMENT OF STATE POLICE MAY ADOPT REGULATIONS NECESSARY TO				
32	IMPLEMENT THIS SUBTITLE.				

1	SECTION 2. AND BE IT FURTHER ENACTED, That on or before December 1,							
2	2014, 2015, 2016, 2017, and 2018, the Secretary of Agriculture shall report to the							
3	Governor and, subject to § 2-1246 of the State Government Article, the General							
4	Assembly on:							
5 6	(1) the status of efforts to implement the pilot program to study the growth and marketing of industrial homp in the State established by this Act;							
7	(2) the amount of acreage under cultivation in the pilot program;							
8	(3) the feasibility of growing industrial hemp in the State; and							
9 10	(4) the market or potential market for industrial hemp grown in the State and industrial hemp products manufactured in the State.							
11 12	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That:							
13	(a) (1) In this section the following words have the meanings indicated.							
14 15	(2) (i) "Hemp product" means a product generated from the plant materials of industrial hemp.							
16 17	(ii) "Hemp product" includes cloth, cordage, fiber, food, fuel, oil, paint, paper, particle board, plastics, and seed for consumption or cultivation.							
18 19 20	(3) "Industrial hemp" means the plant Cannabis sativa L. and any part of such plant, whether growing or not, with a delta–9–tetrahydrocannabinol concentration that does not exceed 0.3 percent on a dry weight basis.							
21 22	(b) The Secretary of Agriculture shall, in consultation with appropriate federal and State agencies and the University of Maryland, College Park, study:							
23	(i) the feasibility of growing industrial hemp in the State; and							
24 25	(ii) the availability and extent of a commercial and industrial market for:							
26	1. industrial hemp grown in the State; and							
27	2. hemp products manufactured in the State.							
28 29 30 31	(c) On or before December 1, 2014, the Secretary shall report to the Governor and, in accordance with § 2–1246 of the State Government Article, the General Assembly on the results of the study conducted under subsection (b) of this section, including:							

$\frac{1}{2}$	in the State;	<u>(i)</u>	strategies for the safe cultivation and use of industrial hemp
3		<u>(ii)</u>	the status of industrial hemp programs in other states;
4 5	in the State;	<u>(iii)</u>	the level and nature of interest in growing industrial hemp
6 7	mechanism for ar	<u>(iv)</u> n indus	recommendations regarding the most appropriate funding trial hemp pilot project;
8 9 10	requirements for industrial hemp;	_	recommendations regarding licensing and testing ing, handling, transporting, processing, and marketing of
11 12	that best meets th	<u>(vi)</u> ne need	recommendations regarding an industrial hemp pilot project is of the State.
13 14 15 16	effect July 1, 201 at the end of De	4. It sh e cembe	AND BE IT FURTHER ENACTED, That this Act shall take all remain effective for a period of 4 years and 6 months and, r 31, 2018, with no further action required by the General be abrogated and of no further force and effect.
	Approved:		
			Governor.
			Speaker of the House of Delegates.

President of the Senate.