First Regular Session Seventy-second General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 19-1082.01 Jennifer Berman x3286

SENATE BILL 19-220

SENATE SPONSORSHIP

Marble and Fenberg,

HOUSE SPONSORSHIP

Saine and Arndt,

Senate Committees Agriculture & Natural Resources

House Committees

	A BILL FOR AN ACT
101	CONCERNING UPDATES TO THE INDUSTRIAL HEMP REGULATORY
102	PROGRAM ADMINISTERED BY THE COMMISSIONER OF
103	AGRICULTURE TO ALIGN THE PROGRAM WITH THE REGULATORY
104	REQUIREMENTS SET FORTH IN THE FEDERAL "AGRICULTURAL
105	IMPROVEMENT ACT OF 2018".

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

In 2018, the federal government enacted the "Agricultural Improvement Act of 2018" (federal act), which removed hemp from

schedule I of the federal "Controlled Substances Act". The federal act requires the United States department of agriculture (USDA) to develop a plan for the regulation of hemp and authorizes each state to seek approval from the USDA to have primary regulatory authority over hemp production within the state by preparing and submitting a state plan of regulation to the secretary of the USDA.

The bill updates the laws governing Colorado's industrial hemp regulatory program to align with the federal act and to put the department of agriculture in a position to prepare and submit a state plan to the secretary of the USDA.

1 *Be it enacted by the General Assembly of the State of Colorado:* 2 **SECTION 1. Legislative declaration.** (1) The general assembly 3 hereby finds and declares that: 4 (a) The hemp industry offers strong economic potential for 5 agricultural producers throughout Colorado, innovators in the 6 manufacturing space, and entrepreneurs across the country; 7 (b) Colorado leads the nation in public policy supporting the hemp 8 industry and is poised to continue that leadership with the passage of the 9 federal "Agricultural Improvement Act of 2018"; 10 (c) It is the intent of the general assembly that the department of 11 agriculture, the department of public health and environment, and other 12 state agencies continue to regulate hemp in compliance with federal law; 13 and 14 (d) Ensuring equitable regulation and enforcement for hemp under 15 state law will keep Colorado competitive in the hemp industry and spur 16 economic development. 17 **SECTION 2.** In Colorado Revised Statutes, 35-61-101, amend 18 (1) and (7); and **repeal** (2) as follows: 19 **35-61-101. Definitions.** As used in this article 61, unless the context otherwise requires: 20

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(1) "Certified seed" means industrial hemp seed including
Colorado heritage cannabis seed, that has been certified by an
organization recognized by the department as PRODUCING MATURE
PLANTS having no more than a three-tenths of one percent of delta-9
tetrahydrocannabinol concentration on a dry-weight basis.
(2) "Colorado heritage cannabis seed" means seed from the plant
cannabis sativa that possesses characteristics of a unique and specialized
cannabis seed variety that is present in Colorado or has been recognized
as produced in Colorado.
(7) "Industrial hemp" OR "HEMP" means a THE plant of the genus
Cannabis SATIVA L. and any part of the plant, INCLUDING THE SEEDS OF
THE PLANT AND ALL DERIVATIVES, EXTRACTS, CANNABINOIDS, ISOMERS,
ACIDS, SALTS, AND SALTS OF ISOMERS, whether growing or not, containing
WITH a delta-9 tetrahydrocannabinol concentration of no more than
three-tenths of one percent on a dry-weight basis.
SECTION 3. In Colorado Revised Statutes, 35-61-104, amend
(3) and (5); repeal (1)(b); and add (6) as follows:
35-61-104. Registration - cultivation of industrial hemp -
research and development growth - hemp management plan - rules.
(1) (b) If a person registered under the industrial hemp remediation pilot
program prior to May 28, 2013, applies for a registration pursuant to
paragraph (a) of this subsection (1) within sixty days after the applications
are made available, the person may continue to engage in industrial hemp
are made available, the person may continue to engage in industrial hemp activities as authorized under the pilot program until the commissioner

one year $\overline{\mbox{\sc Hn}}$ order from the date of its issuance.

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(b) To continue engaging in industrial hemp cultivation or
research and development growth operations in this state the AFTER A
REGISTRATION'S EXPIRATION, A registrant must annually apply for a
RENEWAL OF ITS registration in accordance with subsection (1) of this
section RULES ADOPTED BY THE COMMISSIONER SETTING FORTH
APPLICATION RENEWAL AND REVIEW PROCESSES AND SETTING A
REGISTRATION RENEWAL FEE.
(5) The commissioner shall adopt rules by March 1, 2014, and as
necessary thereafter to implement the registration program and to
implement and administer this article ARTICLE 61.
(6) THE COMMISSIONER OR THE COMMISSIONER'S DESIGNEE MAY
SUBMIT A HEMP MANAGEMENT PLAN IN ACCORDANCE WITH THE
REQUIREMENTS AND TIMELINES PRESCRIBED BY THE SECRETARY OF THE
UNITED STATES DEPARTMENT OF AGRICULTURE PURSUANT TO THE
"AGRICULTURE IMPROVEMENT ACT OF 2018", PUB.L. 115-334, AS
AMENDED, FOR APPROVAL BY THE SECRETARY. IN DRAFTING THE HEMP
MANAGEMENT PLAN, THE COMMISSIONER OR THE COMMISSIONER'S
DESIGNEE MAY CONSULT WITH ANY STAKEHOLDERS, INCLUDING STATE
AND FEDERAL AGENCIES, LAW ENFORCEMENT AGENCIES, AND PRIVATE
INDUSTRY.
SECTION 4. In Colorado Revised Statutes, 35-61-104.5, amend
(1)(a) and (2); and repeal (1)(b) as follows:
35-61-104.5. Research - certified seed program - fees.
(1) (a) The department shall administer an industrial hemp grant research
program so that state institutions of higher education may conduct

research to develop or recreate strains of industrial hemp. best suited for

industrial applications. The purpose of the research may include growing

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1 industrial hemp to provide breeding strains to aid Colorado's industrial 2 hemp program and to create Colorado strains of industrial hemp. 3 (b) An institution of higher education that conducts industrial 4 hemp seed research may accept seed varieties that are approved by the 5 committee or the department. The institution of higher education may 6 work with private hemp developers and other stakeholders to develop a 7 Colorado heritage seed. 8 (2) In addition to the fees collected pursuant to section 35-61-106 9 OR PURSUANT TO RULES PROMULGATED UNDER SECTION 35-61-104, the 10 commissioner may collect an additional A fee, established by the 11 committee, from FOR each registrant REGISTRATION for the purpose of 12 funding industrial hemp research and certification programs, including by 13 making grants to institutions of higher education as specified in 14 subsection (1) of this section. The fees collected shall be deposited in the 15 industrial hemp research grant fund created in section 35-61-106 (3). The 16 department may solicit, apply for, and accept moneys MONEY from other 17 sources for the grant program. 18 **SECTION 5.** In Colorado Revised Statutes, 35-61-105, amend 19 (1) introductory portion and (1)(a); and **repeal** (1)(b) as follows: 20 35-61-105. Report of growth and sales activities - verification 21 of crop content - testing - waiver of concentration limits - rules. 22 (1) At least annually and more often as required by the commissioner, a 23 person who obtains a registration under this article ARTICLE 61 to engage 24 in industrial hemp cultivation for commercial purposes shall file with the 25 department a report that includes the following information: 26 (a) Prior to planting, a verification that the crop the registrant will

plant is of a type and variety of hemp that will produce a delta-9

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1	tetrahydrocannabinol concentration of no more than three-tenths of one
2	percent on a dry-weight basis; AND
3	(b) Documentation demonstrating that the registrant has entered
4	into a purchase agreement with an in-state industrial hemp processor; and
5	SECTION 6. In Colorado Revised Statutes, repeal 35-61-109.
5	SECTION 7. Safety clause. The general assembly hereby finds,
7	determines, and declares that this act is necessary for the immediate
3	preservation of the public peace, health, and safety.

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