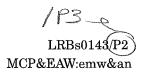


State of Misconsin 2017 - 2018 LEGISLATURE



PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION SENATE SUBSTITUTE AMENDMENT, TO SENATE BILL 119



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AN ACT to renumber and amend 961.55 (8); to amend 94.67 (2), 97.02 and 973.01 (2) (c) 2. a.; and to create 20.115 (7) (gc), 94.55, 94.67 (15r), 348.27 (18) (a) 1. f., 961.32 (3), 961.442, 961.55 (8) (b) and 961.55 (9) of the statutes; relating to: growing and processing industrial hemp, providing an exemption from emergency rule procedures, granting rule-making authority, making an appropriation, and providing a criminal penalty.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

- **Section 1.** 20.115 (7) (gc) of the statutes is created to read:
- 8 20.115 (7) (gc) Industrial hemp. All moneys received under s. 94.55 for regulation of activities relating to industrial hemp under s. 94.55.
- **Section 2.** 94.55 of the statutes is created to read:

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1	94.55 Industrial hemp. (1) Definition. In this section, "industrial hemp"
2	means the plant Cannabis sativa, or any part of the plant including the seeds, having
3	a delta-9-tetrahydrocannabinol concentration of no more than 0.3 percent on a dry
4	weight basis or the maximum concentration allowed under federal law up to 1
5	percent, whichever is greater. "Industrial hemp" does not include any substance,
6	material, or product that is not designated as a controlled substance under either the
7	federal Controlled Substances Act under 21 USC 801 to 971 or the Uniform
8	Controlled Substances Act under ch. 961.
9	(2) REGULATION OF INDUSTRIAL HEMP. (a) Subject to the provisions under this
10	subsection, a person may plant, grow, cultivate, harvest, sample, test, process,
11	transport, transfer, take possession of, sell, import, and export industrial hemp in

(b) 1. The department shall promulgate rules regulating the activities described in par. (a).

this state to the greatest extent allowed under federal law.

- 2. Except as provided under subds. 3. to 5, and sub. (3), rules promulgated under this paragraph shall regulate the activities described in par. (a) only to the extent required under federal law, and in a manner that allows the people of this state to have the greatest possible opportunity to engage in those activities.
- 3. The department shall promulgate rules, as necessary, to ensure the quality of industrial hemp grown or processed in this state, the security of activities related to industrial hemp, and the safety of products produced from industrial hemp, including any necessary testing; to verify adherence to laws and rules governing activities related to industrial hemp; and to enforce violations of those laws and rules.

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4. The department shall require the payment of an initial fee from any person	n
who plants, grows, or cultivates industrial hemp in this state equal to the greater of	f
\$150 or \$5 multiplied by the number of acres on which the person will plant, grow	7,
or cultivate industrial hemp, but not to exceed \$1,000. The department may als	0
impose an annual fee on any person whose activities related to industrial hemp ar	e
regulated by the department under this paragraph, in an amount not to exceed a	n
amount sufficient to cover the costs to the department of regulating those activities	3,
as determined by the department by rule.	
5. The department shall ensure that any of the following information that i	S
in the department's possession is confidential and not open to public inspection of	r
copying under s. 19.35 (1), except that it shall be made available to a law enforcement	ıt
agency or law enforcement officer:	
a. Information relating to the locations of industrial hemp fields and processin	g
locations.	
b. Personally identifiable information relating to a person who is lawfull	у
engaging in activities related to industrial hemp.	
c. Information obtained about an individual as a result of any criminal histor	у
search performed in relation to authorizing the individual to engage in activities	s
related to industrial hemp.	
d. Any other information about activities related to industrial hemp that coul	d
create a security risk if disclosed.	
(c) The department shall establish and administer a certification program, of	r
shall designate a member of the Association of Official Seed Certifying Agencies	r

a successor organization to administer a certification program, for industrial hemp

seed in this state. A certification program under this paragraph shall include the

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- testing and certification of delta-9-tetrahydrocannabinol concentrations in hemp plants. Participation in the certification program shall be voluntary for growers and cultivators of industrial hemp. The department shall promulgate rules for the administration of any certification program established and administered by the department under this paragraph.
- (d) The department of justice shall provide information to the department that the department has identified, by rule, as necessary to administer the provisions under this subsection.
- (e) The department may seek federal approval to serve as an importer of industrial hemp seed.
- (3) PILOT PROGRAM. The department shall create a pilot program to study the growth, cultivation, and marketing of industrial hemp. The department shall promulgate rules to implement the pilot program consistent with the authority under sub. (2) (b). The department shall also do all of the following as part of the pilot program:
- (a) Issue licenses that authorize the planting, growing, cultivating, harvesting, sampling, testing, processing, transporting, transferring, taking possession, selling, importing, and exporting of industrial hemp. The department shall identify the requirements for applying for a license, approving or denying a license, and suspending or revoking a license, and shall identify the restrictions and obligations that apply to operating under a license. As part of the application process, the department shall require an applicant to provide the global positioning system coordinates of the centers of all fields on which the industrial hemp will be planted, grown, cultivated, or harvested. The department shall obtain a criminal history search from the records maintained by the department of justice for each applicant

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and may not issue a license if the applicant has ever been convicted of a criminal violation of the federal Controlled Substances Act under 21 USC 801 to 971, the Uniform Controlled Substances Act under ch. 961, or any controlled substances law of another state, as indicated in the information obtained from the criminal history search. The department shall require, as a condition of any license under this paragraph, the licensee to provide the department with documentation of the chain of custody of the industrial hemp for all transfers of the industrial hemp. A license issued under this paragraph does not expire unless the pilot program under this subsection expires or the license is revoked.

- (b) Create a registration system that authorizes the sampling, testing, processing, transporting, transferring, taking possession, selling, importing, and exporting of industrial hemp. The department shall require each registrant under this paragraph to pay any annual fee established under sub. (2) (b) 4. The department shall obtain a criminal history search from the records maintained by the department of justice for each person applying for registration and may not register an applicant who has been convicted of a criminal violation of the federal Controlled Substances Act under 21 USC 801 to 971, the Uniform Controlled Substances Act under ch. 961, or any controlled substances law of another state, as indicated in the information obtained from the criminal history search.
- (c) Create a form to accompany any transfer of industrial hemp. The department shall identify the information to be included in the form, which shall include any test results showing the delta-9-tetrahydrocannabinol concentration of the industrial hemp being transferred, the amount of industrial hemp being transferred for all transfers of the industrial hemp until it is processed in such a way that it no

1 longer meets the definition under sub. (1), at which point the form shall be submitted to the department. MCP Itus 6-2 **Section 3.** 94.67 (2) of the statutes is amended to read: 94.67 (2) "Agricultural commodity" means any plant or part of a plant, animal 4 or animal product produced by a person primarily for sale, consumption, 5 propagation, or other use by humans or animals. "Agricultural commodity" includes 6 7 industrial hemp. 8 **SECTION 4.** 94.67 (15r) of the statutes is created to read: 9 94.67 (15r) "Industrial hemp" means the plant Cannabis sativa, or any part 10 of the plant including the seeds, having a delta-9-tetrahydrocannabinol 11 concentration of no more than 0.3 percent on a dry weight basis or the maximum 12 concentration allowed under federal law up to 1 percent, whichever is greater. 13 **SECTION 5.** 97.02 of the statutes is amended to read: 14 97.02 Standards; adulterated food. For the purposes of this chapter, a food is adulterated if it is adulterated within the meaning of 21 USC 342, except that the 15 department may not consider a food to be adulterated solely because it contains 16 industrial hemp, as defined in s. 94.67 (15r), or an industrial hemp product. 17 **Section 6.** 348.27 (18) (a) 1. f. of the statutes is created to read: 18 348.27 (18) (a) 1. f. Industrial hemp, as defined in s. 94.67 (15r). 19 **Section 7.** 961.32 (3) of the statutes is created to read: 2021961.32 (3) (a) In this subsection: 22 1. "Hemp" means the plant Cannabis sativa, or any part of the plant including 23 the seeds.

2. "Industrial hemp" has the meaning given in s. 94.55 (1).

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1 (b) A person who is acting in accordance with rules promulgated by the $\mathbf{2}$ department of agriculture, trade and consumer protection under s. 94.55 (2) (b) may 3 not be prosecuted for a criminal offense under this chapter or any municipal 4 ordinance for any of the following: 5 1. Planting, growing, cultivating, harvesting, processing, or transporting hemp 6 that contains a delta-9-tetrahydrocannabinol concentration of the crop of not more 7 than 0.7 percent above the permissible limit for industrial hemp on a dry weight 8 basis or that is grown from industrial hemp seed certified under s. 94.55 (2) (c). 9 2. Selling, transferring, importing, exporting, or taking possession of industrial Selling, transferring, importing, exporting, or cavalid certification Taking possession of hemp that has been certified, from a laboratory 10 hemp. 11 authorized by the department of agriculture, trade and consumer protection to test 12 13 delta-9-tetrahydrocannabinol concentration in hemp, (as 14 permissible delta-9-tetrahydrocannabinol concentration limit for industrial hemp. 15 4. Taking samples of hemp crops, transporting the samples to a testing facility, 16 and testing the samples for the delta-9-tetrahydrocannabinol concentration of the 17 hemp. (A) (A) Notwithstanding s. 961.41 (4) (am) 2. a., engaging in an activity described 18 19 under par. (b) does not constitute prima facie evidence of a prohibited representation 20 under s. 961.41 (4) (am) 1. a. or b. 21 **Section 8.** 961.442 of the statutes is created to read: 22 **961.442 Penalties; industrial hemp.** If a person attempts to conceal the 23commission of a crime under this chapter while representing that he or she is

engaging in the planting, growing, cultivating, harvesting, processing, transporting,

importing, exporting, selling, transferring, sampling, testing, or taking possession

1	of industrial hemp, the maximum term of imprisonment prescribed by law for that
2	crime may be increased as follows:
3	(1) The maximum term of imprisonment for a misdemeanor may be increased
4	by not more than 6 months.
5	(2) The maximum term of imprisonment for a felony may be increased by not
6	more than 3 years.
.7	SECTION 9. 961.55 (8) of the statutes is renumbered 961.55 (8) (intro.) and
8	amended to read:
9	961.55 (8) (intro.) The failure, upon demand by any officer or employee
10	designated in s. 961.51 (1) or (2), of the person in occupancy or in control of land or
11	premises upon which the species of plants are growing or being stored, to produce an
12	any of the following constitutes authority for the seizure and forfeiture of the plants
13	described in sub. (7):
14	(a) An appropriate federal registration, or proof that the person is the holder
15	thereof, constitutes authority for the seizure and forfeiture of the plants.
16	Section 10. 961.55 (8) (b) of the statutes is created to read:
17	961.55 (8) (b) Proof that the person is growing or storing the plants in
18	accordance with the requirements, if any, imposed by the department of agriculture,
19	trade and consumer protection under s. 94.55.
20	Section 11. 961.55 (9) of the statutes is created to read:
21	961.55 (9) If a crop intended to be industrial hemp, as defined in s. 94.55 (1),
22	is tested for delta-9-tetrahydrocannabinol levels and the average concentration of
23	delta-9-tetrahydrocannabinol in a whole dry plant is found to exceed 1 percent, the
24	entire crop on the field where the plant was found shall be seized and destroyed.
25	Before a crop is seized and destroyed under this subsection, the agency whose officers/

0.7 percent above the permissible limit for industrial hemp

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or employees intend to seize and destroy the crop shall provide, to the person licensed under s. 94.55 (3) to grow the crop or to the person's agent or employee, written documentation verifying the test results for the crop that is subject to seizure and destruction. **SECTION 12.** 973.01 (2) (c) 2. a. of the statutes is amended to read: 973.01 (2) (c) 2. a. Sections 939.621, 939.632, 939.635, 939.645, 946.42 (4), 961.442, 961.46, and 961.49. SECTION 13. Nonstatutory provisions. (1) LEGISLATIVE FINDINGS. The legislature finds all of the following: (a) That the Cannabis sativa plant used for the production of industrial hemp is separate and distinct from forms of Cannabis used to produce marijuana. (b) That section 7606 of the federal farm bill of 2014, 7 USC 5940, allows states to establish agricultural pilot programs to study the growth, cultivation, or marketing of industrial hemp. (c) That industrial hemp is used in products such as building materials, textiles, cordage, fiber, food, floor coverings, fuel, paint, animal feed, paper, particle board, plastics, seed meal, cosmetics, seed, oil, and yarn. (d) That cannabidiol and hemp seed oil have the ability to provide relief for maladies, without psychotropic effect. (e) That the growth, cultivation, and processing of industrial hemp will provide an alternate crop to vitalize the agricultural sector in this state and will provide production and processing jobs. (2) EMERGENCY RULES. No later than the 90th day after the effective date of this subsection, the department of agriculture, trade and consumer protection shall, using the procedure under section 227.24 of the statutes, promulgate rules under section 94.55 (2) and (3) of the statutes. Notwithstanding section 227.24 (1) (a) and (3) of the statutes, the department is not required to provide evidence that promulgating a rule under this subsection as an emergency rule is necessary for the preservation of the public peace, health, safety, or welfare and is not required to provide a finding of emergency for a rule promulgated under this subsection. Notwithstanding section 227.24 (1) (c) and (2) of the statutes, emergency rules promulgated under this subsection remain in effect until July 1, 2020, or the date on which permanent rules take effect, whichever is sooner. Notwithstanding section 227.24 (1) (e) 1d. and 1g. of the statutes, for emergency rules promulgated under this subsection, the department is not required to prepare a statement of scope of the rules or to submit the proposed rules in final draft form to the governor for approval.

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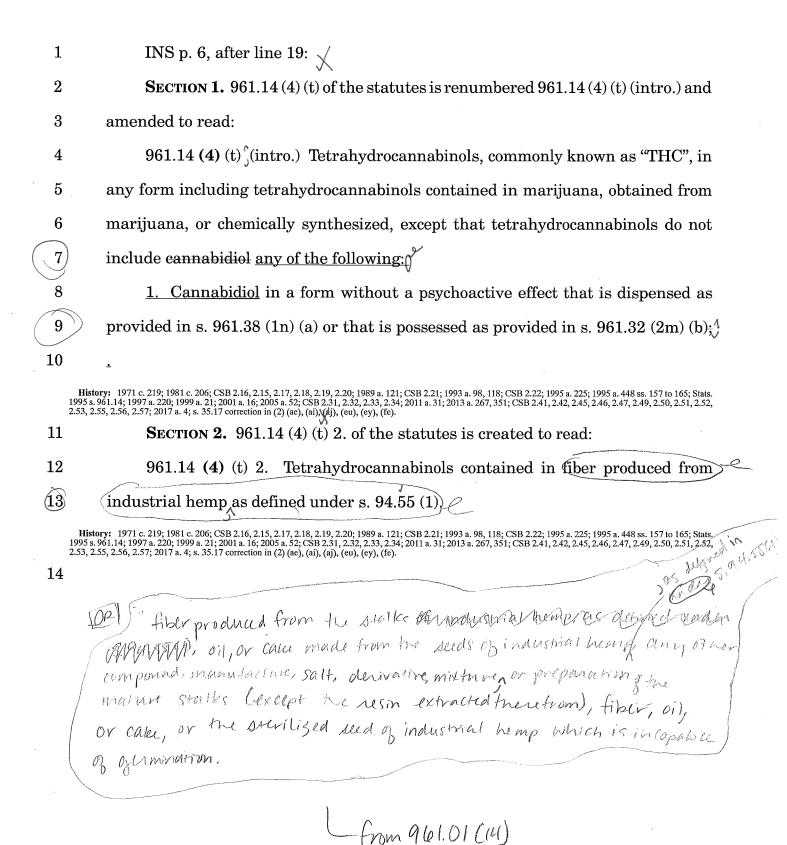
2017-2018 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU

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INS MCP 3-21

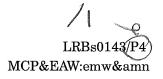
2	6. The department shall promulgate rules setting forth the factors to be
3	considered when determining whether to refer a person to local or state law
4	enforcement for prosecution under s. 961.32 $\stackrel{\checkmark}{(3)}$ (c).
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6	INS MCP 6-2
7	(4) PENALTIES. A person who violates any provision of this section, or an order
8	issued or rule promulgated under this section, may be required to forfeit not less than
9	\$200 or more than \$5,000 or, for an offense committed within 5 years of an offense
10	for which a penalty has been assessed under this section, may be required to forfeit
11	not less than \$400 or more than \$10,000.
12	
13	INS EAW 7-18
14	(c) A person who is engaging in an activity listed under par. (b) 1., 2., 3., or 4.
15	in violation of a rule promulgated under s. $94.55 (\overset{\checkmark}{2}) (b)$ may not be prosecuted under
16	this chapter, §. 94.55, or any municipal ordinance unless the person is referred to
17	local or state law enforcement by the department of agriculture, trade and consumer
18	protection.

2017-2018 DRAFTING INSERT FROM THE LEGISLATIVE REFERENCE BUREAU





State of Misconsin 2017 - 2018 LEGISLATURE



ASAP

PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION SENATE SUBSTITUTE AMENDMENT, TO SENATE BILL 119

1	AN ACT to renumber and amend 961.14 (4) (t) and 961.55 (8); to amend 94.67
2	$(2), 97.02 \text{and} 973.01 (2) (c) 2. a.; \\ \text{and} \textit{to} \textit{create} 20.115 (7) (gc), 94.55, 94.67 (15r), \\ \text{(15r)}, \\ \text{(15r)}$
3	348.27(18)(a)1.f., 961.14(4)(t)2., 961.32(3), 961.442, 961.55(8)(b)and961.55(c)
4	(9) of the statutes; relating to: growing and processing industrial hemp,
5	providing an exemption from emergency rule procedures, granting
6	rule-making authority, making an appropriation, and providing a criminal
7	penalty.

The people of the state of Wisconsin, represented in senate and assembly, do

20.115 (7) (gc) Industrial hemp. All moneys received under s. 94.55 for

Section 1. 20.115 (7) (gc) of the statutes is created to read:

regulation of activities relating to industrial hemp under s. 94.55.

enact as follows:

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Section 2. 94.55 of the statutes is created to read:

- 94.55 Industrial hemp. (1) Definition. In this section, "industrial hemp" means the plant Cannabis sativa, or any part of the plant including the seeds, having a delta-9-tetrahydrocannabinol concentration of no more than 0.3 percent on a dry weight basis or the maximum concentration allowed under federal law up to 1 percent, whichever is greater. "Industrial hemp" includes a substance, material, or product only if it is designated as a controlled substance under the federal Controlled Substances Act under 21 USC 801 to 971 or the Uniform Controlled Substances Act under ch. 961 or both.
- (2) Regulation of industrial Hemp. (a) Subject to the provisions under this subsection, a person may plant, grow, cultivate, harvest, sample, test, process, transport, transfer, take possession of, sell, import, and export industrial hemp in this state to the greatest extent allowed under federal law.
- (b) 1. The department shall promulgate rules regulating the activities described in par. (a).
- 2. Except as provided under subds. 3. to 6. and subs. (3) and (4), rules promulgated under this paragraph shall regulate the activities described in par. (a) only to the extent required under federal law, and in a manner that allows the people of this state to have the greatest possible opportunity to engage in those activities.
- 3. The department shall promulgate rules, as necessary, to ensure the quality of industrial hemp grown or processed in this state, the security of activities related to industrial hemp, and the safety of products produced from industrial hemp, including any necessary testing; to verify adherence to laws and rules governing activities related to industrial hemp; and to enforce violations of those laws and rules.

- 4. The department shall require the payment of an initial fee from any person who plants, grows, or cultivates industrial hemp in this state equal to the greater of \$150 or \$5 multiplied by the number of acres on which the person will plant, grow, or cultivate industrial hemp, but not to exceed \$1,000. The department may also impose an annual fee on any person whose activities related to industrial hemp are regulated by the department under this paragraph, in an amount not to exceed an amount sufficient to cover the costs to the department of regulating those activities, as determined by the department by rule.
- 5. The department shall ensure that any of the following information that is in the department's possession is confidential and not open to public inspection or copying under s. 19.35 (1), except that it shall be made available to a law enforcement agency or law enforcement officer:
- a. Information relating to the locations of industrial hemp fields and processing locations.
- b. Personally identifiable information relating to a person who is lawfully engaging in activities related to industrial hemp.
- c. Information obtained about an individual as a result of any criminal history search performed in relation to authorizing the individual to engage in activities related to industrial hemp.
- d. Any other information about activities related to industrial hemp that could create a security risk if disclosed.
- 6. The department shall promulgate rules setting forth the factors to be considered when determining whether to refer a person for prosecution under s. 961.32 (3) (c).

- (c) The department shall establish and administer a certification program, or shall designate a member of the Association of Official Seed Certifying Agencies or a successor organization to administer a certification program, for industrial hemp seed in this state. A certification program under this paragraph shall include the testing and certification of delta-9-tetrahydrocannabinol concentrations in hemp plants. Participation in the certification program shall be voluntary for growers and cultivators of industrial hemp. The department shall promulgate rules for the administration of any certification program established and administered by the department under this paragraph.
- (d) The department of justice shall provide information to the department that the department has identified, by rule, as necessary to administer the provisions under this subsection.
- (e) The department may seek federal approval to serve as an importer of industrial hemp seed.
- (3) PILOT PROGRAM. The department shall create a pilot program to study the growth, cultivation, and marketing of industrial hemp. The department shall promulgate rules to implement the pilot program consistent with the authority under sub. (2) (b). The department shall also do all of the following as part of the pilot program:
- (a) Issue licenses that authorize the planting, growing, cultivating, harvesting, sampling, testing, processing, transporting, transferring, taking possession, selling, importing, and exporting of industrial hemp. The department shall identify the requirements for applying for a license, approving or denying a license, and suspending or revoking a license, and shall identify the restrictions and obligations that apply to operating under a license. As part of the application process, the

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department shall require an applicant to provide the global positioning system coordinates of the centers of all fields on which the industrial hemp will be planted, grown, cultivated, or harvested. The department shall obtain a criminal history search from the records maintained by the department of justice for each applicant and may not issue a license if the applicant has ever been convicted of a criminal violation of the federal Controlled Substances Act under 21 USC 801 to 971, the Uniform Controlled Substances Act under ch. 961, or any controlled substances law of another state, as indicated in the information obtained from the criminal history search. As a condition of any license under this paragraph, the licensee shall provide the department with documentation of the chain of custody of the industrial hemp for all transfers of the industrial hemp. A license issued under this paragraph does not expire unless the pilot program under this subsection expires or the license is revoked.

- (b) Create a registration system that authorizes the sampling, testing, processing, transporting, transferring, taking possession, selling, importing, and exporting of industrial hemp. The department shall obtain a criminal history search from the records maintained by the department of justice for each person applying for registration and may not register an applicant who has been convicted of a criminal violation of the federal Controlled Substances Act under 21 USC 801 to 971, the Uniform Controlled Substances Act under ch. 961, or any controlled substances law of another state, as indicated in the information obtained from the criminal history search.
- (c) Create a form to accompany any transfer of industrial hemp. The department shall identify the information to be included in the form, which shall include any test results showing the delta-9-tetrahydrocannabinol concentration of

the industrial hemp being transferred, the amount of industrial hemp being transferred, and the full chain of custody of the industrial hemp being transferred for all transfers of the industrial hemp until it is processed in such a way that it no longer meets the definition under sub. (1), at which point the form shall be submitted to the department.

(4) Penalties. A person who violates any provision of this section, or an order issued or rule promulgated under this section, may be required to forfeit not less than \$200 nor more than \$5,000 or, for an offense committed within 5 years of an offense for which a penalty has been assessed under this section, may be required to forfeit not less than \$400 nor more than \$10,000.

Section 3. 94.67 (2) of the statutes is amended to read:

94.67 (2) "Agricultural commodity" means any plant or part of a plant, animal or animal product produced by a person primarily for sale, consumption, propagation, or other use by humans or animals. "Agricultural commodity" includes industrial hemp.

Section 4. 94.67 (15r) of the statutes is created to read:

94.67 (15r) "Industrial hemp" means the plant Cannabis sativa, or any part of the plant including the seeds, having a delta-9-tetrahydrocannabinol concentration of no more than 0.3 percent on a dry weight basis or the maximum concentration allowed under federal law up to 1 percent, whichever is greater.

Section 5. 97.02 of the statutes is amended to read:

97.02 Standards; adulterated food. For the purposes of this chapter, a food is adulterated if it is adulterated within the meaning of 21 USC 342, except that the department may not consider a food to be adulterated solely because it contains industrial hemp, as defined in s. 94.67 (15r), or an industrial hemp product.

1	Section 6. 348.27 (18) (a) 1. f. of the statutes is created to read:
2	348.27 (18) (a) 1. f. Industrial hemp, as defined in s. 94.67 (15r).
3	Section 7. 961.14 (4) (t) of the statutes, as affected by 2017 Wisconsin Act 4
4	is renumbered 961.14 (4) (t) (intro.) and amended to read:
5	961.14 (4) (t) (intro.) Tetrahydrocannabinols, commonly known as "THC", in
6	any form including tetrahydrocannabinols contained in marijuana, obtained from
7	marijuana, or chemically synthesized, except that tetrahydrocannabinols do not
8	include cannabidiol any of the following:
9	1. Cannabidiol in a form without a psychoactive effect that is dispensed as
10	provided in s. 961.38 (1n) (a) or that is possessed as provided in s. 961.32 (2m) (b);
11	Section 8. 961.14 (4) (t) 2. of the statutes is created to read:
12	961.14 (4) (t) 2. Tetrahydrocannabinols contained in fiber produced from the
13	stalks, oil, or cake made from the seeds of a plant of the genus Cannabis, any other
14	compound, manufacture, salt, derivative, mixture, or preparation of the mature
15	stalks (except the resin extracted therefrom), fiber, oil, or cake, or the sterilized seed
16	of a plant of the genus Cannabis, which is incapable of germination.
17	SECTION 9. 961.32 (3) of the statutes is created to read:
18	961.32 (3) (a) In this subsection:
19	1. "Hemp" means the plant Cannabis sativa, or any part of the plant including
20	the seeds.
21	2. "Industrial hemp" has the meaning given in s. 94.55 (1).
22	(b) A person who is acting in accordance with rules promulgated by the
23	department of agriculture, trade and consumer protection under s. $94.55(2)(b)$ may
24	not be prosecuted for a criminal offense under this chapter, or under any municipal

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- ordinance that prohibits conduct that is the same as that prohibited under this chapter, for any of the following:
 - 1. Planting, growing, cultivating, harvesting, processing, or transporting hemp that contains a delta-9-tetrahydrocannabinol concentration of the crop of not more than 0.7 percent above the permissible limit for industrial hemp on a dry weight basis or that is grown from industrial hemp seed certified under s. 94.55 (2) (c).
 - 2. Selling, transferring, importing, exporting, or taking possession of industrial hemp.
 - 3. Selling, transferring, importing, exporting, processing, transporting, harvesting, or taking possession of hemp that has been certified under s. 94.55 (2) (c), by a laboratory authorized by the department of agriculture, trade and consumer protection to test the delta-9-tetrahydrocannabinol concentration in hemp, as meeting the permissible delta-9-tetrahydrocannabinol concentration limit for industrial hemp.
 - 4. Possessing hemp with a delta-9-tetrahydrocannabinol concentration above the permissible level for industrial hemp if the hemp was certified under s. 94.55 (2) (c) at the time the possessor took possession as meeting the permissible concentration limit for industrial hemp and the possessor has no reason to believe that the certification was incorrect.
 - 5. Taking samples of hemp, transporting samples to a testing facility, or testing samples for their delta-9-tetrahydrocannabinol concentration.
 - (c) A person who plants, grows, cultivates, harvests, samples, tests, processes, transports, transfers, takes possession of, sells, imports, or exports industrial hemp in violation of a rule promulgated under s. 94.55 (2) (b) may not be prosecuted under s. 94.55 or this chapter unless the person is referred to the district attorney for the

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- county in which the violation occurred by the department of agriculture, trade and consumer protection, and may not be prosecuted under a municipal ordinance that prohibits the same conduct as is prohibited under this chapter unless the person is referred to local law enforcement by the department of agriculture, trade and consumer protection.
- (d) Notwithstanding s. 961.41 (4) (am) 2. a., engaging in an activity described under par. (b) does not constitute prima facie evidence of a prohibited representation under s. 961.41 (4) (am) 1. a. or b.
 - **Section 10.** 961.442 of the statutes is created to read:
- **961.442 Penalties; industrial hemp.** If a person attempts to conceal the commission of a crime under this chapter while representing that he or she is engaging in the planting, growing, cultivating, harvesting, processing, transporting, importing, exporting, selling, transferring, sampling, testing, or taking possession of industrial hemp, the maximum term of imprisonment prescribed by law for that crime may be increased as follows:
- (1) The maximum term of imprisonment for a misdemeanor may be increased by not more than 6 months.
- (2) The maximum term of imprisonment for a felony may be increased by not more than 3 years.
- **SECTION 11.** 961.55 (8) of the statutes is renumbered 961.55 (8) (intro.) and amended to read:
 - 961.55 (8) (intro.) The failure, upon demand by any officer or employee designated in s. 961.51 (1) or (2), of the person in occupancy or in control of land or premises upon which the species of plants are growing or being stored, to produce an

1	any of the following constitutes authority for the seizure and forfeiture of the plants
2	described in sub. (7):
3	(a) An appropriate federal registration, or proof that the person is the holder
4	thereof, constitutes authority for the seizure and forfeiture of the plants.
5	SECTION 12. 961.55 (8) (b) of the statutes is created to read:
6	961.55 (8) (b) Proof that the person is growing or storing the plants in
7	accordance with the requirements, if any, imposed by the department of agriculture,
8	trade and consumer protection under s. 94.55.
9	Section 13. 961.55 (9) of the statutes is created to read:
10	961.55 (9) If a crop intended to be industrial hemp, as defined in s. 94.55 (1),
11	is tested for delta-9-tetrahydrocannabinol levels and the average concentration of
12	delta-9-tetrahydrocannabinol in a whole dry plant is found to exceed 0.7 percent
13	above the permissible limit for industrial hemp, the entire crop on the field where
14	the plant was found shall be seized and destroyed. Before a crop is seized and
15	destroyed under this subsection, the agency whose officers or employees intend to
16	seize and destroy the crop shall provide, to the person licensed under s. $94.55\ (3)$ to
17	grow the crop or to the person's agent or employee, written documentation verifying
18	the test results for the crop that is subject to seizure and destruction.
19	Section 14. 973.01 (2) (c) 2. a. of the statutes is amended to read:
20	973.01 (2) (c) 2. a. Sections 939.621, 939.632, 939.635, 939.645, 946.42 (4),
21	961.442, 961.46, and 961.49.
22	Section 15. Nonstatutory provisions.
23	(1) Legislative findings. The legislature finds all of the following:
24	(a) That the Cannabis sativa plant used for the production of industrial hemp

is separate and distinct from forms of Cannabis used to produce marijuana.

- (b) That section 7606 of the federal farm bill of 2014, 7 USC 5940, allows states to establish agricultural pilot programs to study the growth, cultivation, or marketing of industrial hemp.
- (c) That industrial hemp is used in products such as building materials, textiles, cordage, fiber, food, floor coverings, fuel, paint, animal feed, paper, particle board, plastics, seed meal, cosmetics, seed, oil, and yarn.
- (d) That cannabidiol and hemp seed oil have the ability to provide relief for maladies, without psychotropic effect.
- (e) That the growth, cultivation, and processing of industrial hemp will provide an alternate crop to vitalize the agricultural sector in this state and will provide production and processing jobs.
- (2) EMERGENCY RULES. No later than the 90th day after the effective date of this subsection, the department of agriculture, trade and consumer protection shall, using the procedure under section 227.24 of the statutes, promulgate rules under section 94.55 (2) and (3) of the statutes. Notwithstanding section 227.24 (1) (a) and (3) of the statutes, the department is not required to provide evidence that promulgating a rule under this subsection as an emergency rule is necessary for the preservation of the public peace, health, safety, or welfare and is not required to provide a finding of emergency for a rule promulgated under this subsection. Notwithstanding section 227.24 (1) (c) and (2) of the statutes, emergency rules promulgated under this subsection remain in effect until July 1, 2020, or the date on which permanent rules take effect, whichever is sooner. Notwithstanding section 227.24 (1) (e) 1d. and 1g. of the statutes, for emergency rules promulgated under this

- 1 subsection, the department is not required to prepare a statement of scope of the
- 2 rules or to submit the proposed rules in final draft form to the governor for approval.

3 (END)

Pfotenhauer, Mary

From:

Konopacki, Larry

Sent:

Wednesday, November 01, 2017 12:14 PM

To:

Pfotenhauer, Mary; Wheeler, Elizabeth

Cc:

Rettinger, Nik; Spencer, Matt

Subject:

RE: Draft review: LRB s0143/P3

Follow Up Flag: Flag Status:

Follow up

Flagged

Hi Mary and Liz, I hope that you are getting off to a great start to your Wednesday.

Would you please modify the draft industrial hemp draft as follows?

Page 2, line 7, change "both" to "either" and line 8, change ""and" to "or"

Page 3, line 23-24, remove "to local or state law enforcement"

Page 5, lines 9-11, delete the sentence beginning with "The department shall require".

Page 5, lines 16-17, delete the sentence beginning with "the department shall require each registrant". or add a similar sentence under the licensing provision under sub. (3) (a), either way is fine.

Page 7, line 15, replace "industrial hemp, as defined in s. 94.55 (1)" with "the plant" and replace "industrial hemp" with "the plant" on line 18.

Page 8, lines 1-2, add the following after "municipal ordinance": "that prohibits conduct that is the same as that prohibited under ch. 961"

Page 8, line 9, add "processing," "transporting," and "harvesting" to this list.

Page 8, line 10, replace "a valid certification, from" with "been certified under 94.55 (2) (c) by"

Page 8, line 14, after that line, insert an exemption from prosecution for a criminal offense under ch. 961 for possession of hemp (not "industrial" hemp) if the possessor received a certification of the THC content in the hemp as being below the permissible level when he or she took possession of the hemp and had no reason to believe that the certification was incorrect, but the hemp subsequently proved to be of a concentration above the permissible level.

Page 8, lines 15-17:

- remove the word "crops"
- add "and possess hemp for purposes of" before "transporting"
- remove the word "the" from the phrases "the samples" (twice)
- replace the word "hemp" on line 17 with "samples".

Page 8, lines 18-22:

- Include the list of activities on page 2, lines 11 and 12 instead of "an activity listed under par (b) 1., 2., 3., or 4".
- Replace ", this chapter, or any municipal ordinance unless the person is referred to local or state law enforcement by the department of agriculture, trade and consumer protection." with "or this chapter unless the person is referred to the district attorney for the county in which the violation occurred by the department of agriculture, trade, and consumer protection, and may not be prosecuted under a municipal ordinance that prohibits conduct that is the same as that prohibited under ch. 961 unless the person is referred to local law enforcement by the department of agriculture, trade, and consumer protection."

Thanks!

Larry A. Konopacki Wisconsin Legislative Council (608) 267-0683 Jarry.konopacki@legis.wisconsin.gov

From: Spencer, Matt

Sent: Monday, October 30, 2017 2:38 PM

To: Rettinger, Nik < Nik.Rettinger@legis.wisconsin.gov >; Rob Richard < rrichard@wfbf.com >; Testin, Patrick

<Patrick.Testin@legis.wisconsin.gov>; Kremer, Jesse <Jesse.Kremer@legis.wisconsin.gov>

Cc: Konopacki, Larry <Larry.Konopacki@legis.wisconsin.gov>; Queensland, Michael

< <u>Michael.Queensland@legis.wisconsin.gov</u>> **Subject:** FW: Draft review: LRB s0143/P3

/p3

From: LRB.Legal

Sent: Monday, October 30, 2017 2:32 PM

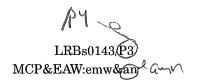
To: Sen.Testin < Sen.Testin@legis.wisconsin.gov>

Subject: Draft review: LRB s0143/P3

Following is the PDF version of draft LRB s0143/P3.



State of Misconsin 2017 - 2018 LEGISLATURE



PRELIMINARY DRAFT - NOT READY FOR INTRODUCTION SENATE SUBSTITUTE AMENDMENT, TO SENATE BILL 119





AN ACT to renumber and amend 961.14 (4) (t) and 961.55 (8); to amend 94.67

(2), 97.02 and 973.01 (2) (c) 2. a.; and to create 20.115 (7) (gc), 94.55, 94.67 (15r),

348.27 (18) (a) 1. f., 961.14 (4) (t) 2., 961.32 (3), 961.442, 961.55 (8) (b) and 961.55

(9) of the statutes; relating to: growing and processing industrial hemp,

providing an exemption from emergency rule procedures, granting

rule-making authority, making an appropriation, and providing a criminal

penalty.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

- 8 **Section 1.** 20.115 (7) (gc) of the statutes is created to read:
- 9 20.115 (7) (gc) Industrial hemp. All moneys received under s. 94.55 for
- regulation of activities relating to industrial hemp under s. 94.55.

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7)

Section 2. 94.55 of the statutes is created to read:

- means the plant Cannabis sativa, or any part of the plant including the seeds, having a delta-9-tetrahydrocannabinol concentration of no more than 0.3 percent on a dry weight basis or the maximum concentration allowed under federal law up to 1 percent, whichever is greater. "Industrial hemp" does not include any substance, material, or product that is not designated as a controlled substance under both the federal Controlled Substances Act under 21 USC 801 to 971 and the Uniform Controlled Substances Act under ch. 961.
- (2) REGULATION OF INDUSTRIAL HEMP. (a) Subject to the provisions under this subsection, a person may plant, grow, cultivate, harvest, sample, test, process, transport, transfer, take possession of, sell, import, and export industrial hemp in this state to the greatest extent allowed under federal law.
- (b) 1. The department shall promulgate rules regulating the activities described in par. (a).
- 2. Except as provided under subds. 3. to 6. and subs. (3) and (4), rules promulgated under this paragraph shall regulate the activities described in par. (a) only to the extent required under federal law, and in a manner that allows the people of this state to have the greatest possible opportunity to engage in those activities.
- 3. The department shall promulgate rules, as necessary, to ensure the quality of industrial hemp grown or processed in this state, the security of activities related to industrial hemp, and the safety of products produced from industrial hemp, including any necessary testing; to verify adherence to laws and rules governing activities related to industrial hemp; and to enforce violations of those laws and rules.

 $\mathbf{2}$

4. The department shall require the payment of an initial fee from any person
who plants, grows, or cultivates industrial hemp in this state equal to the greater of
\$150 or \$5 multiplied by the number of acres on which the person will plant, grow,
or cultivate industrial hemp, but not to exceed \$1,000. The department may also
impose an annual fee on any person whose activities related to industrial hemp are
regulated by the department under this paragraph, in an amount not to exceed an
amount sufficient to cover the costs to the department of regulating those activities,
as determined by the department by rule.
5. The department shall ensure that any of the following information that is
in the department's possession is confidential and not open to public inspection or
copying under s. 19.35 (1), except that it shall be made available to a law enforcement
agency or law enforcement officer:
a. Information relating to the locations of industrial hemp fields and processing
locations.
b. Personally identifiable information relating to a person who is lawfully
engaging in activities related to industrial hemp.
c. Information obtained about an individual as a result of any criminal history
search performed in relation to authorizing the individual to engage in activities
related to industrial hemp.
d. Any other information about activities related to industrial hemp that could
create a security risk if disclosed.
6. The department shall promulgate rules setting forth the factors to be
considered when determining whether to refer a person to local or state law
enforcement for prosecution under s. 961.32 (3) (c).

- (c) The department shall establish and administer a certification program, or shall designate a member of the Association of Official Seed Certifying Agencies or a successor organization to administer a certification program, for industrial hemp seed in this state. A certification program under this paragraph shall include the testing and certification of delta-9-tetrahydrocannabinol concentrations in hemp plants. Participation in the certification program shall be voluntary for growers and cultivators of industrial hemp. The department shall promulgate rules for the administration of any certification program established and administered by the department under this paragraph.
- (d) The department of justice shall provide information to the department that the department has identified, by rule, as necessary to administer the provisions under this subsection.
- (e) The department may seek federal approval to serve as an importer of industrial hemp seed.
- (3) PILOT PROGRAM. The department shall create a pilot program to study the growth, cultivation, and marketing of industrial hemp. The department shall promulgate rules to implement the pilot program consistent with the authority under sub. (2) (b). The department shall also do all of the following as part of the pilot program:
- (a) Issue licenses that authorize the planting, growing, cultivating, harvesting, sampling, testing, processing, transporting, transferring, taking possession, selling, importing, and exporting of industrial hemp. The department shall identify the requirements for applying for a license, approving or denying a license, and suspending or revoking a license, and shall identify the restrictions and obligations that apply to operating under a license. As part of the application process, the

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department shall require an applicant to provide the global positioning system coordinates of the centers of all fields on which the industrial hemp will be planted, grown, cultivated, or harvested. The department shall obtain a criminal history search from the records maintained by the department of justice for each applicant and may not issue a license if the applicant has ever been convicted of a criminal violation of the federal Controlled Substances Act under 21 USC 801 to 971, the Uniform Controlled Substances Act under ch. 961, or any controlled substances law of another state, as indicated in the information obtained from the criminal history search. (The department shall require, as a condition of any license under this paragraph, the licensee to provide the department with documentation of the chain of custody of the industrial hemp for all transfers of the industrial hemp. A license issued under this paragraph does not expire unless the pilot program under this subsection expires or the license is revoked. Create a registration system that authorizes the sampling, testing, processing, transporting, transferring, taking possession, selling, importing, and exporting of industrial hemp. The department shall require each registrant under

processing, transporting, transferring, taking possession, selling, importing, and exporting of industrial hemp. The department shall require each registrant under this paragraph to pay any annual fee established under sub. (2) (b) 4. The department shall obtain a criminal history search from the records maintained by the department of justice for each person applying for registration and may not register an applicant who has been convicted of a criminal violation of the federal Controlled Substances Act under 21 USC 801 to 971, the Uniform Controlled Substances Act under ch. 961, or any controlled substances law of another state, as indicated in the information obtained from the criminal history search.

(c) Create a form to accompany any transfer of industrial hemp. The department shall identify the information to be included in the form, which shall

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include any test results showing the delta-9-tetrahydrocannabinol concentration of the industrial hemp being transferred, the amount of industrial hemp being transferred, and the full chain of custody of the industrial hemp being transferred for all transfers of the industrial hemp until it is processed in such a way that it no longer meets the definition under sub. (1), at which point the form shall be submitted to the department. (4) PENALTIES. A person who violates any provision of this section, or an order issued or rule promulgated under this section, may be required to forfeit not less than \$200 nor more than \$5,000 or, for an offense committed within 5 years of an offense for which a penalty has been assessed under this section, may be required to forfeit not less than \$400 nor more than \$10,000. **Section 3.** 94.67 (2) of the statutes is amended to read: 94.67 (2) "Agricultural commodity" means any plant or part of a plant, animal or animal product produced by a person primarily for sale, consumption, propagation, or other use by humans or animals. "Agricultural commodity" includes industrial hemp. **Section 4.** 94.67 (15r) of the statutes is created to read: 94.67 (15r) "Industrial hemp" means the plant Cannabis sativa, or any part of the plant including the seeds, having a delta-9-tetrahydrocannabinol

Section 5. 97.02 of the statutes is amended to read:

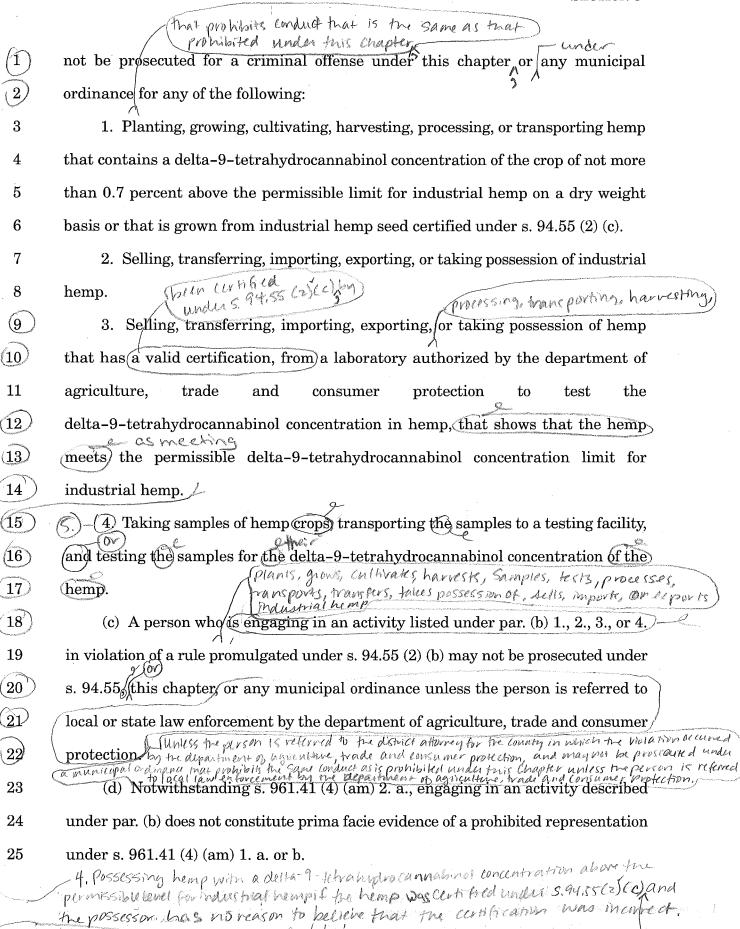
97.02 Standards; adulterated food. For the purposes of this chapter, a food is adulterated if it is adulterated within the meaning of 21 USC 342, except that the

concentration of no more than 0.3 percent on a dry weight basis or the maximum

concentration allowed under federal law up to 1 percent, whichever is greater.

1	department may not consider a food to be adulterated solely because it contains
2	industrial hemp, as defined in s. 94.67 (15r), or an industrial hemp product.
3	Section 6. 348.27 (18) (a) 1. f. of the statutes is created to read:
4	348.27 (18) (a) 1. f. Industrial hemp, as defined in s. 94.67 (15r).
5	SECTION 7. 961.14 (4) (t) of the statutes is renumbered 961.14 (4) (t) (intro.) and
6	amended to read:
7	961.14 (4) (t) (intro.) Tetrahydrocannabinols, commonly known as "THC", in
8	any form including tetrahydrocannabinols contained in marijuana, obtained from
9	marijuana, or chemically synthesized, except that tetrahydrocannabinols do not
10	include cannabidiol any of the following:
11	1. Cannabidiol in a form without a psychoactive effect that is dispensed as
12	provided in s. 961.38 (1n) (a) or that is possessed as provided in s. 961.32 (2m) (b);
13	SECTION 8. 961.14 (4) (t) 2. of the statutes is created to read:
14	961.14 (4) (t) 2. Tetrahydrocannabinols contained in fiber produced from the a a plant of the genus Cannabis stalks, oil, or cake made from the seeds of industrial hemp, as defined in s. 94.55 (1)
16	any other compound, manufacture, salt, derivative, mixture, or preparation of the
17	mature stalks (except the resin extracted therefrom), fiber, oil, or cake, or the
(18)	sterilized seed of industrial hemp which is incapable of germination.
19	SECTION 9. 961.32 (3) of the statutes is created to read:
20	961.32 (3) (a) In this subsection:
21	1. "Hemp" means the plant Cannabis sativa, or any part of the plant including
22	the seeds.
23	2. "Industrial hemp" has the meaning given in s. 94.55 (1).
24	(b) A person who is acting in accordance with rules promulgated by the
25	department of agriculture, trade and consumer protection under s. 94.55 (2) (b) may

at the time the



(as meeting the permissible concentration limit

. Т	SECTION 10. 961.442 of the statutes is created to read:
2	961.442 Penalties; industrial hemp. If a person attempts to conceal the
3	commission of a crime under this chapter while representing that he or she is
4	engaging in the planting, growing, cultivating, harvesting, processing, transporting,
5	importing, exporting, selling, transferring, sampling, testing, or taking possession
6	of industrial hemp, the maximum term of imprisonment prescribed by law for that
7	crime may be increased as follows:
8.	(1) The maximum term of imprisonment for a misdemeanor may be increased
9	by not more than 6 months.
10	(2) The maximum term of imprisonment for a felony may be increased by not
11	more than 3 years.
12	Section 11. 961.55 (8) of the statutes is renumbered 961.55 (8) (intro.) and
13	amended to read:
14	961.55 (8) (intro.) The failure, upon demand by any officer or employee
15	designated in s. 961.51 (1) or (2), of the person in occupancy or in control of land or
16	premises upon which the species of plants are growing or being stored, to produce an
17	any of the following constitutes authority for the seizure and forfeiture of the plants
18	described in sub. (7):
19	(a) An appropriate federal registration, or proof that the person is the holder
20	thereof, constitutes authority for the seizure and forfeiture of the plants.
21	SECTION 12. 961.55 (8) (b) of the statutes is created to read:
22	961.55 (8) (b) Proof that the person is growing or storing the plants in
23	accordance with the requirements, if any, imposed by the department of agriculture,
24	trade and consumer protection under s. 94.55.
25	Section 13. 961.55 (9) of the statutes is created to read:

961.55 (9) If a crop intended to be industrial hemp, as defined in s. 94.55 (1), is tested for delta-9-tetrahydrocannabinol levels and the average concentration of delta-9-tetrahydrocannabinol in a whole dry plant is found to exceed 0.7 percent above the permissible limit for industrial hemp, the entire crop on the field where the plant was found shall be seized and destroyed. Before a crop is seized and destroyed under this subsection, the agency whose officers or employees intend to seize and destroy the crop shall provide, to the person licensed under s. 94.55 (3) to grow the crop or to the person's agent or employee, written documentation verifying the test results for the crop that is subject to seizure and destruction.

SECTION 14. 973.01 (2) (c) 2. a. of the statutes is amended to read:

973.01 **(2)** (c) 2. a. Sections 939.621, 939.632, 939.635, 939.645, 946.42 (4), 961.442, 961.46, and 961.49.

Section 15. Nonstatutory provisions.

- (1) LEGISLATIVE FINDINGS. The legislature finds all of the following:
- (a) That the Cannabis sativa plant used for the production of industrial hemp is separate and distinct from forms of Cannabis used to produce marijuana.
- (b) That section 7606 of the federal farm bill of 2014, 7 USC 5940, allows states to establish agricultural pilot programs to study the growth, cultivation, or marketing of industrial hemp.
- (c) That industrial hemp is used in products such as building materials, textiles, cordage, fiber, food, floor coverings, fuel, paint, animal feed, paper, particle board, plastics, seed meal, cosmetics, seed, oil, and yarn.
- (d) That cannabidiol and hemp seed oil have the ability to provide relief for maladies, without psychotropic effect.

 $\mathbf{2}$

(e) That the growth, cultivation, and processing of industrial her	np will	provide
an alternate crop to vitalize the agricultural sector in this state an	d will	provide
production and processing jobs.		

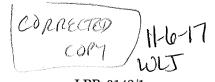
(2) Emergency rules. No later than the 90th day after the effective date of this subsection, the department of agriculture, trade and consumer protection shall, using the procedure under section 227.24 of the statutes, promulgate rules under section 94.55 (2) and (3) of the statutes. Notwithstanding section 227.24 (1) (a) and (3) of the statutes, the department is not required to provide evidence that promulgating a rule under this subsection as an emergency rule is necessary for the preservation of the public peace, health, safety, or welfare and is not required to provide a finding of emergency for a rule promulgated under this subsection. Notwithstanding section 227.24 (1) (c) and (2) of the statutes, emergency rules promulgated under this subsection remain in effect until July 1, 2020, or the date on which permanent rules take effect, whichever is sooner. Notwithstanding section 227.24 (1) (e) 1d. and 1g. of the statutes, for emergency rules promulgated under this subsection, the department is not required to prepare a statement of scope of the rules or to submit the proposed rules in final draft form to the governor for approval.

(END)



11

State of Misconsin 2017 - 2018 LEGISLATURE



LRBs0143/1 MCP&EAW:emw&amn

SENATE SUBSTITUTE AMENDMENT 1, TO SENATE BILL 119

November 3, 2017 - Offered by Senator Testin.

2	(2), 97.02 and 973.01 (2) (c) 2. a.; and <i>to create</i> 20.115 (7) (gc), 94.55, 94.67 (15r)
3	348.27 (18) (a) 1. f., 961.14 (4) (t) 2., 961.32 (3), 961.442, 961.55 (8) (b) and 961.55
4	(9) of the statutes; relating to: growing and processing industrial hemp,
5	providing an exemption from emergency rule procedures, granting
6	rule-making authority, making an appropriation, and providing a criminal
7	penalty.
	The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:
8	Section 1. 20.115 (7) (gc) of the statutes is created to read:
9	20.115 (7) (gc) Industrial hemp. All moneys received under s. 94.55 for
10	regulation of activities relating to industrial hemp under s. 94.55.

SECTION 2. 94.55 of the statutes is created to read:

AN ACT to renumber and amend 961.14(4)(t) and 961.55(8); to amend 94.67

1	SECTION 7. 961.14 (4) (t) of the statutes, as affected by 2017 Wisconsin Act 4,
2	is renumbered 961.14 (4) (t) (intro.) and amended to read:
3	961.14 (4) (t) (intro.) Tetrahydrocannabinols, commonly known as "THC", in
4	any form including tetrahydrocannabinols contained in marijuana, obtained from
5	marijuana, or chemically synthesized, except that tetrahydrocannabinols do not
6	include cannabidiol any of the following:
7	1. Cannabidiol in a form without a psychoactive effect that is dispensed as
8	provided in s. 961.38 (1n) (a) or that is possessed as provided in s. 961.32 (2m) (b);
9	Section 8. 961.14 (4) (t) 2. of the statutes is created to read:
10	961.14 (4) (t) 2. Tetrahydrocannabinols contained in fiber produced from the
11	stalks, oil or cake made from the seeds of a plant of the genus Cannabis, any other
12	compound, manufacture, salt, derivative, mixture or preparation of the mature
13	stalks (except the resin extracted therefrom), fiber, oil or cake, or the sterilized seed
14	of a plant of the genus Cannabis, which is incapable of germination.
15	SECTION 9. 961.32 (3) of the statutes is created to read:
16	961.32 (3) (a) In this subsection:
17	1. "Hemp" means the plant Cannabis sativa, or any part of the plant including
18	the seeds.
19	2. "Industrial hemp" has the meaning given in s. 94.55 (1).
20	(b) A person who is acting in accordance with rules promulgated by the
21	department of agriculture, trade and consumer protection under s. 94.55 (2) (b) may
22	not be prosecuted for a criminal offense under this chapter, or under any municipal
23	ordinance that prohibits conduct that is the same as that prohibited under this
24	chapter, for any of the following:



State of Misconsin 2017 - 2018 LEGISLATURE

CORRECTED COPY

LRBs0143/1 MCP&EAW:emw&amn



SENATE SUBSTITUTE AMENDMENT 1, TO SENATE BILL 119

November 3, 2017 - Offered by Senator Testin.

1	AN ACT to renumber and amend 961.14 (4) (t) and 961.55 (8); to amend 94.67
2	(2), 97.02 and 973.01 (2) (c) 2. a.; and <i>to create</i> 20.115 (7) (gc), 94.55, 94.67 (15r),
3	348.27 (18) (a) 1. f., 961.14 (4) (t) 2., 961.32 (3), 961.442, 961.55 (8) (b) and 961.55
4	(9) of the statutes; relating to: growing and processing industrial hemp,
5	providing an exemption from emergency rule procedures, granting
6	rule-making authority, making an appropriation, and providing a criminal
7	penalty.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

- 8 Section 1. 20.115 (7) (gc) of the statutes is created to read:
- 9 20.115 (7) (gc) *Industrial hemp*. All moneys received under s. 94.55 for regulation of activities relating to industrial hemp under s. 94.55.
- 11 **Section 2.** 94.55 of the statutes is created to read:

1	Section 7. 961.14 (4) (t) of the statutes, as affected by 2017 Wisconsin Act 4,
2	is renumbered 961.14 (4) (t) (intro.) and amended to read:
3	961.14 (4) (t) (intro.) Tetrahydrocannabinols, commonly known as "THC", in
4	any form including tetrahydrocannabinols contained in marijuana, obtained from
5	marijuana, or chemically synthesized, except that tetrahydrocannabinols do not
6	include cannabidiol any of the following:
7	1. Cannabidiol in a form without a psychoactive effect that is dispensed as
8	provided in s. 961.38 (1n) (a) or that is possessed as provided in s. 961.32 (2m) (b);
9	Section 8. 961.14 (4) (t) 2. of the statutes is created to read:
10	961.14 (4) (t) 2. Tetrahydrocannabinols contained in fiber produced from the
11	stalks, oil or cake made from the seeds of a Cannabis plant, any other compound,
12	manufacture, salt, derivative, mixture or preparation of the mature stalks (except
13	the resin extracted therefrom), fiber, oil or cake, or the sterilized seed of a Cannabis
14	plant which is incapable of germination.
15	Section 9. 961.32 (3) of the statutes is created to read:
16	961.32 (3) (a) In this subsection:
17	1. "Hemp" means the plant Cannabis sativa, or any part of the plant including
18	the seeds.
19	2. "Industrial hemp" has the meaning given in s. 94.55 (1).
20	(b) A person who is acting in accordance with rules promulgated by the
21	department of agriculture, trade and consumer protection under s. 94.55 (2) (b) may
22	not be prosecuted for a criminal offense under this chapter, or under any municipal
23	ordinance that prohibits conduct that is the same as that prohibited under this
24	chapter, for any of the following:

- subsection, the department is not required to prepare a statement of scope of the
- 2 rules or to submit the proposed rules in final draft form to the governor for approval.

3 (END)