## SENATE, No. 3110 **STATE OF NEW JERSEY** 215th LEGISLATURE

INTRODUCED DECEMBER 16, 2013

Sponsored by: Senator NICHOLAS P. SCUTARI District 22 (Middlesex, Somerset and Union)

SYNOPSIS

Establishes an industrial hemp license.

**CURRENT VERSION OF TEXT** As introduced.



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1 AN ACT concerning the production of industrial hemp and 2 supplementing Title 4 of the Revised Statutes. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. As used in this act, "industrial hemp" means any variety of 8 sativa L. with a delta-9-tetrahydrocannabinol Cannabis 9 concentration of 0.3% or less on a dry weight basis, and that is 10 grown or possessed by a hemp producer licensed pursuant to section 11 3 of this act. 12 13 2. Notwithstanding any other law, or rule or regulation adopted 14 pursuant thereto, to the contrary, a person licensed pursuant to 15 section 3 of this act may plant, grow, harvest, possess, process, sell 16 and buy industrial hemp. 17 18 3. a. A person seeking to grow industrial hemp for commercial 19 purposes shall apply to the Secretary of Agriculture for an industrial 20 hemp license as provided for in this section. The application shall 21 include the name and address of the applicant, and documentation 22 and the legal description of the land area to be used for the growing 23 and production of industrial hemp, including a map, aerial 24 photograph of the land area, or global positioning coordinates 25 sufficient for locating the production fields. 26 b. Except for employees of the New Jersey Agricultural Experiment Station or Cook College at Rutgers, The State 27 University, a person making an application pursuant to subsection a. 28 29 of this section shall also submit the first time such an application is 30 made, a set of the applicant's fingerprints to be taken by a law 31 enforcement officer in the manner prescribed in the rules and 32 regulations adopted pursuant to section 7 of this act, and any other 33 information necessary to complete a nationwide and Statewide 34 criminal history and background check by the Department of Law 35 and Public Safety and the Federal Bureau of Investigation. All 36 costs associated with this criminal history and background check 37 shall be the responsibility of the applicant and shall be paid at the 38 time that the fingerprints are taken by the law enforcement officer. 39 c. The criminal history, background check, and other 40 information collected pursuant to subsections a. and b. of this 41 section shall be confidential, and may only be used in determining 42 an applicant's eligibility for an industrial hemp license. No person 43 with a prior criminal conviction shall be eligible for an industrial 44 hemp license. d. Upon review of the submitted application and the 45 46 documentation and other information obtained pursuant to 47 subsection a. and b. of this section, the Secretary of Agriculture

47 subsection a. and b. of this section, the Secretary of Agriculture48 shall approve or disapprove issuing the applicant an industrial hemp

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1 license. Prior to approving or disapproving a first-time applicant, 2 the Secretary of Agriculture shall forward the submitted application 3 and the documentation and other information obtained pursuant to 4 subsection a. and b. of this section to the Department of Law and 5 Public Safety and request a determination from that department 6 concerning the applicant's eligibility for the industrial hemp license 7 in terms of law and public safety considerations. Subsequent 8 applications from the same applicant shall be reviewed by the 9 Secretary of Agriculture for approval or disapproval, and copies of 10 approved applications shall be forwarded to the Department of Law 11 and Public Safety. Records of all applications shall be maintained 12 by the Department of Agriculture and the Department of Law and 13 Public Safety.

14 e. Upon approving an application for an industrial hemp 15 license, the Secretary of Agriculture shall notify the applicant of the 16 approval. Upon notification by the Attorney General pursuant to 17 subsection b. of section 4 of this act, the Secretary of Agriculture 18 shall request payment from the applicant of the license fee 19 established pursuant to paragraph (4) of subsection a. of section 6 of 20 this act, and upon receipt thereof, shall issue to the applicant the 21 industrial hemp license.

22 f. An approved industrial hemp license shall be valid only for 23 the site or sites specified in the license application and for the 24 period of one year from the date of issuance, unless adjusted by the 25 Department of Agriculture to allow for the normal growing season 26 and reasonable harvesting, processing, and sale or distribution time. 27 The license may be renewed as provided by the rules and 28 regulations adopted pursuant to subsection a. of section 6 of this 29 act.

g. The Secretary of Agriculture, at the secretary's discretion or
upon the request of the Attorney General, may, after a hearing,
revoke or deny renewal of an industrial hemp license at any time
that it is discovered the licensed hemp producer is guilty of
wrongdoing in connection with industrial hemp production, sale or
distribution, or has submitted false information or documentation
pursuant to this section.

h. An applicant denied a license or license renewal, or who has
a license revoked pursuant to this section, shall have the right to an
administrative hearing and decision, and the matter shall be treated
as a contested case, under the "Administrative Procedure Act,"
P.L.1968, c.410 (C.52:14B-1 et seq.).

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4. a. No license may be issued pursuant to section 3 of this act44 unless:

(1) the President of the United States and the United States
Congress enact federal legislation or take other federal action to
exclude industrial hemp from the definition of marihuana for the

1 purposes of the federal Controlled Substances Act, 21 United States 2 Code, Section 802 (16); or 3 (2) the Drug Enforcement Administration in the United States Department of Justice takes affirmative steps towards issuing a 4 5 permit to industrial hemp producers in states with laws similar to this act, under Chapter 13 of Title 21 of the United States Code or 6 7 other appropriate federal authority. 8 b. The Attorney General shall notify the Secretary of 9 Agriculture when the requirements of either paragraph (1) or (2) of 10 subsection a. of this section have been met.

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Annually, at the time required under the rules and 12 5. regulations adopted pursuant to section 6 of this act, each licensed 13 hemp producer shall file with the Secretary of Agriculture 14 15 documentation indicating that the seeds planted were a type and 16 variety of hemp approved by the secretary as having a concentration 17 of no more than 0.3% delta-9-tetrahydrocannabinol by dry weight 18 and a copy of any contract entered into by the licensed hemp 19 producer to grow industrial hemp. At the conclusion of the 20 licensing period, the licensed hemp producer shall notify the Secretary of Agriculture and the Attorney General of the sale or 21 distribution of industrial hemp grown by the licensed hemp 22 23 producer and the name and address of each person to whom the 24 industrial hemp was sold or distributed during the licensing period.

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6. a. In consultation with the Attorney General, the Secretary of Agriculture shall adopt, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), rules and regulations providing for the administrative and enforcement responsibilities of the Department of Agriculture pursuant to this act, including, but not necessarily limited to:

(1) the establishment of approved varieties of industrial hemp;

33 (2) protocols for testing plant parts during growth for delta-9-34 tetrahydrocannabinol;

35 (3) guidelines for monitoring the growth and harvest of36 industrial hemp;

37 (4) licensing and other fees collected pursuant to subsection e.38 of section 3 of this act or any other provision of this act;

39 (5) other application requirements, licensing renewal
40 procedures, and provisions for adjusting the licensing term dates
41 pursuant to subsection f. of section 3 of this act; and

(6) any other issues required to implement this act.

b. The Secretary of Agriculture may defer to the Attorney
General rulemaking on any of the issues enumerated above if they
determine in the interest of public safety, that the issue is better
addressed by the Department of Law and Public Safety than by the
Department of Agriculture.

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1 7. In consultation with the Secretary of Agriculture, the 2 Attorney General shall adopt, pursuant to the "Administrative 3 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), rules and 4 regulations providing for the taking of fingerprints and the other 5 procedures and documentation required pursuant to subsection b. of 6 section 3 of this act, and any other provisions necessary for the 7 implementation of this act.

8. This act shall take effect immediately.

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## STATEMENT

This bill establishes an industrial hemp license for planting, growing, harvesting, possessing, processing, selling and buying industrial hemp. The bill provides specific application procedures and requirements, including fingerprinting and criminal background checks for license applicants.

The bill also specifies that no license may be issued unless:

1) The President of the United States and the United States
 Congress enact federal legislation or take other federal action to
 exclude industrial hemp from the definition of marihuana for the
 purposes of the Controlled Substances Act, 21 United States Code,
 Section 802 (16); or

25 2) the Drug Enforcement Administration in the United States
26 Department of Justice takes affirmative steps towards issuing a
27 permit under 21 United States Code, Chapter 13, Subchapter 1, Part
28 C to industrial hemp producers in states with laws similar to this
29 bill.

The Attorney General is charged with notifying the Secretary ofAgriculture when either of these requirements is met.

Finally, the bill authorizes the Secretary of Agriculture to adopt rules and regulations for the bill's implementation and to defer any rulemaking issues to the Attorney General that are better addressed for the public's safety by the Department of Law and Public Safety, and it authorizes the Attorney General to adopt rules and regulations necessary to implement the bill.