The Senate Committee on Agriculture and Consumer Affairs offered the following substitute to SB 494:

A BILL TO BE ENTITLED AN ACT

To amend Chapter 23 of Title 2 of the Official Code of Georgia Annotated, relating to the
 'Georgia Hemp Farming Act,' so as to regulate hemp products; to provide for definitions; to
 prohibit persons from performing certain activities without licenses; to provide for penalties;
 to revise disqualifications for a hemp grower license; to revise disqualifications for a hemp
 processor permit; to revise the annual fee for such a permit; to provide for the issuance of
 retail consumable hemp establishment licenses; to provide for the issuance of wholesale
 consumable hemp licenses; to provide for the issuance of manufacturer licenses; to provide
 for the registration of laboratories; to revise provisions concerning violations; to conform
 terminology; to provide for related matters; to repeal conflicting laws; and for other purposes.

10 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

11

SECTION 1.

12 Chapter 23 of Title 2 of the Official Code of Georgia Annotated, relating to the 'Georgia
13 Hemp Farming Act,' is amended in Code Section 2-23-2, relating to intent, by revising
14 paragraph (6) as follows:

15 "(6) Enable the department, <u>hemp grower</u> licensees, and universities to promote the
 16 cultivation and processing of hemp and the commercial sale of hemp products."

LC 44 2765S 17 **SECTION 2.** 18 Said chapter is further amended by revising Code Section 2-23-3, relating to definitions, as 19 follows: 20 "2-23-3. 21 As used in this chapter, the term: 22 (1) 'Commercial sale' means the sale of products in the stream of commerce at retail, at 23 wholesale, and online. 24 (1.2) 'Consumable hemp product' means a hemp product intended to be ingested, 25 absorbed, or inhaled by humans or animals. 26 (2) 'Cultivate' means to plant, water, grow, and harvest a plant or crop. 27 (3) 'Federally defined THC level for hemp' means a delta-9-THC concentration of not 28 more than 0.3 percent on a dry weight basis, or as defined in 7 U.S.C. Section 1639o, 29 whichever is greater. 30 (4) 'Handle' means to possess or store hemp plants for any period of time on premises 31 owned, operated, or controlled by a person licensed to cultivate or permitted to process 32 hemp, or to possess or store hemp plants in a vehicle for any period of time other than 33 during the actual transport of such plants from the premises of a person licensed to cultivate or permitted to process hemp or a college or university authorized to conduct 34 35 research pursuant to Code Section 2-23-4 to the premises of another licensed or permitted 36 person or to a college or university authorized to conduct research pursuant to Code 37 Section 2-23-4; provided, however, that this term shall not include possessing or storing 38 finished hemp products. 39 (5) 'Hemp' means the Cannabis sativa L. plant and any part of such plant, including the 40 seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts 41 of isomers, whether growing or not, with the federally defined THC level for hemp or a 42 lower level.

- 43 (5.1) 'Hemp grower licensee' means an individual or business entity possessing a hemp 44 grower license issued by the department under the authority of this chapter to handle and 45 cultivate hemp in the State of Georgia. 46 (6) 'Hemp products' means all products with the federally defined THC level for hemp 47 derived from, or made by, processing hemp plants or plant parts that are prepared in a 48 form available for legal commercial sale, but not including food products infused with 49 THC unless approved by the United States Food and Drug Administration. 50 (6.1) 'Industrial hemp product' means any hemp product that is not a consumable hemp 51 product. 52 (7) 'Key participant' means a sole proprietor, a partner in a partnership, or a person with 53 executive managerial control in a corporation when such sole proprietor, partnership, or 54 corporation is an applicant to be a <u>hemp grower</u> licensee or a permittee. A person with 55 executive managerial control in a corporation includes persons serving as a chief 56 executive officer, chief operating officer, chief financial officer, or any other individual identified in regulations promulgated by the department. This term shall not include 57 58 nonexecutive managers, such as farm, field, or shift managers. 59 (8) 'Licensee' means an individual or business entity possessing a hemp grower license 60 issued by the department under the authority of this chapter to handle and cultivate hemp 61 in the State of Georgia. (8.1) 'Manufacture' means to create, produce, manipulate, combine, or package. 62 63 (8.2) 'Manufacturer license' means a license issued by the department under the authority of this chapter to an individual or business entity that manufactures consumable hemp 64 products or industrial hemp products in this state. 65 (9) 'Permittee' means an individual or business entity possessing a hemp processor permit 66
- 67 issued by the department under the authority of this chapter to handle and process hemp
- 68 in the State of Georgia.

(10)(A) 'Process' or 'processing,' except as otherwise provided in subparagraph (B) of
 this paragraph, means converting an agricultural commodity into a legally marketable
 form.

72 (B) Such term shall not include:

- (i) Merely placing raw or dried material into another container or packaging raw or
 dried material for resale; or
- (ii) Traditional farming practices such as those commonly known as drying, shucking
 and bucking, storing, trimming, and curing.

77 (10.1) 'Registered laboratory' means an individual or business entity that tests or analyzes

78 any plant within the genus Cannabis, including but not limited to hemp, and products

79 made from or derived from such plant, including but not limited to hemp products and

- 80 consumable hemp products, and that has registered with the department under this
 81 chapter.
- (11) 'Research' or 'researching' means experimental field, greenhouse, or laboratory
 activity for the ultimate purpose of developing new hemp varieties and products,
 improving existing hemp products, developing new uses for existing hemp products, or
 developing or improving methods for producing hemp products.

86 (11.1) 'Retail consumable hemp establishment license' means a license issued by the

87 department under the authority of this chapter to an individual or business entity that

88 prepares or sells prepackaged consumable hemp products to consumers.

89 (12) 'THC' means tetrahydrocannabinol, tetrahydrocannabinolic acid, or a combination

90 of tetrahydrocannabinol and tetrahydrocannabinolic acid.

91 (13) 'Wholesale consumable hemp license' means a license issued by the department

- 92 <u>under the authority of this chapter to an individual or business entity that sells, in bulk,</u>
- 93 prepackaged consumable hemp products to retail consumable hemp establishment
- 94 licensees or to other retail establishments located outside of the State of Georgia that are

SECTION 3.

98 Said chapter is further amended in Code Section 2-23-4, relating to required licenses,
99 research by colleges and universities, and processing of other products, by revising
100 subsection (a) as follows:

101 "(a) Except as otherwise provided in subsection (b) of this Code section, it shall be102 unlawful for:

(1) Any person to cultivate, handle, or process hemp in this state unless such person
 holds a hemp grower license or a hemp processor permit issued by the department
 pursuant to this chapter or is employed by a hemp grower licensee or permittee;

(2) A permittee to accept hemp for processing from any person other than a <u>hemp grower</u>
licensee or a college or university authorized to conduct research pursuant to
subsection (b) of this Code section, except as otherwise provided in paragraph (4) of this
subsection;

110 (3) A hemp grower licensee to provide or sell hemp to any person other than another 111 hemp grower licensee, a college or university authorized to conduct research pursuant to 112 subsection (b) of this Code section, or a permittee with whom the hemp grower licensee 113 enters into an agreement pursuant to Code Section 2-23-7, unless such person is located 114 in a state with a plan to regulate hemp production that is approved by the Secretary of 115 Agriculture secretary of agriculture of the United States, or otherwise in accordance with 116 regulations promulgated by the United States Department of Agriculture, and such person 117 is authorized to grow or process hemp in that state;

(4) A permittee to accept for processing any hemp grown outside of the State of Georgia,
unless such hemp is grown in a state with a plan to regulate hemp production that is
approved by the Secretary of Agriculture secretary of agriculture of the United States or

121	otherwise in accordance with regulations promulgated by the United States Department
122	of Agriculture;
123	(5) A permittee to process hemp pursuant to a hemp processor permit outside of the State
124	of Georgia, unless such processing occurs in a state with a plan to regulate hemp
125	production that is approved by the Secretary of Agriculture secretary of agriculture of the
126	United States or otherwise in accordance with regulations promulgated by the United
127	States Department of Agriculture;
128	(6) Any <u>hemp grower</u> licensee or permittee to otherwise fail to comply with the
129	requirements of this chapter or any applicable state or federal law or regulation;
130	(7) Any person to offer for sale at retail the unprocessed flower or leaves of the hemp
131	plant; or
132	(8) Any person to cultivate or handle hemp in any structure that is used for residential
133	purposes."
134	SECTION 4.
135	Said chapter is further amended by adding a new Code section to read as follows:
136	″ <u>2-23-4.1.</u>
137	(a) Except as provided in subsection (b) of this Code section, it shall be unlawful for any
138	person:
139	(1) To process hemp in this state unless such person holds a processing permit issued by
140	the department or is employed by a permittee;
141	(2) To handle hemp in this state unless such person holds a hemp grower license, a

142 processing permit, or a manufacturer license issued by the department or has registered

143 with the department as a registered laboratory or is employed by a person who holds such

144 <u>a license or who has registered with the department as a registered laboratory;</u>

145	(3) To sell or offer for sale any consumable hemp product in this state to consumers
146	unless such person holds a retail consumable hemp establishment license issued by the
147	department or is employed by a person who holds such a license;
148	(4) To sell or offer for sale any consumable hemp product in this state to retail
149	consumable hemp establishment licensees or other retail establishments unless such
150	person holds a wholesale consumable hemp license issued by the department or is
151	employed by a person who holds such a license;
152	(5) To manufacture hemp products in this state unless such person holds a manufacturer
153	license issued by the department or is employed by a person who holds such a license;
154	<u>or</u>
155	(6) Perform in this state tests or analyses of any plant within the genus Cannabis,
156	including but not limited to hemp, or any product made or derived from such plant,
157	including but not limited to hemp products and consumable hemp products, unless such
158	person has registered with the department as a registered laboratory or is employed by a
159	person who has registered with the department as a registered laboratory.
160	(b) The prohibitions contained in paragraphs (2) and (6) of subsection (a) of this Code
161	section shall not apply to a college or university authorized to conduct research pursuant
162	to Code Section 2-23-4 or a person assisting such college or university with such research
163	pursuant to Code Section 2-23-4.
164	(c)(1) Any person who violates any provision of subsection (a) of this Code section shall:
165	(A) Be guilty of a misdemeanor for a first offense; and
166	(B) For a second or subsequent offense, be guilty of a misdemeanor of a high and
167	aggravated nature.
168	(2) Each violation of any provision of subsection (a) of this Code section shall constitute
169	<u>a separate offense.</u>
170	(d) In addition to the criminal penalties provided for in subsection (c) of this Code section,
171	any person who violates any provision of subsection (a) of this Code section shall be

subject to a civil penalty of not more than \$5,000.00 for each violation. The amount of the
civil penalty imposed pursuant to this subsection shall be fixed by the Commissioner after
notice and hearing as provided in Chapter 13 of Title 50, the 'Georgia Administrative
Procedure Act,' for contested cases. For purposes of this subsection, each day a violation
of subsection (a) of this Code section occurs or continues shall constitute a separate
violation."

178

SECTION 5.

179 Said chapter is further amended in Code Section 2-23-5, relating to procedure for licensing,
180 fees, license requirements, and limitations on license, by revising paragraph (3) of
181 subsection (c) and paragraph (3) of subsection (d) as follows:

182 "(3) No license shall be issued to any applicant who has been convicted of a 183 misdemeanor involving sale of or trafficking in a controlled substance or a felony related 184 to a state or federally controlled substance within ten years of the date of application or 185 who materially falsifies any information contained in a license application."

186 "(3) For purposes of this subsection:

(A) The term 'person' shall include all members of a <u>hemp grower</u> licensee's family and
all corporations, limited partnerships, limited liability companies, and other business
entities in which a <u>hemp grower</u> licensee holds more than a 50 percent ownership
interest; the term 'family' shall include any person related to the holder of the hemp
grower license within the first degree of consanguinity and affinity as computed
according to the canon law and who is claimed as a dependent by the <u>hemp grower</u>
licensee for income tax purposes; and

(B) The beneficiaries of a trust shall be considered to have a beneficial interest in any
business forming a part of the trust estate."

196	SECTION 6.
197	Said chapter is further amended in Code Section 2-23-6, relating to procedure for permitting
198	and limitations on permits and interests, by revising paragraph (3) of subsection (c),
199	subsection (e), and paragraph (3) of subsection (h) as follows:
200	"(3) No permit shall be issued to any applicant who has been convicted of a misdemeanor
201	involving sale of or trafficking in a controlled substance or a felony related to a state or
202	federally controlled substance within ten years of the date of application or who
203	materially falsifies any information contained in a license application."
204	"(e) Hemp processor permits shall be issued for one calendar year at an annual permit fee
205	of \$25,000.00 at least \$500.00 but not more than \$10,000.00, as established by the
206	Commissioner, so long as no administrative action has been taken by the department
207	regarding such permittee under this chapter."
208	"(3) For purposes of this subsection:
209	(A) The term 'person' shall include all members of a licensee's permittee's family and
210	all corporations, limited partnerships, limited liability companies, and other business
211	entities in which a licensee permittee holds more than a 50 percent ownership interest;
212	the term 'family' shall include any person related to the holder of the hemp processor
213	permit within the first degree of consanguinity and affinity as computed according to
214	the canon law and who is claimed as a dependent by the licensee permittee for income
215	tax purposes; and
216	(B) The beneficiaries of a trust shall be considered to have a beneficial interest in any

217 business forming a part of the trust estate."

218

SECTION 7.

219 Said chapter is further amended in Code Section 2-23-6.1, relating to bond requirements, 220 breach of bond, hearing, enforcement, and insufficient bond funds, by revising 221 subsections (a), (d), and (e) as follows: 222 "(a) Any applicant for a hemp processor permit shall make and deliver to the 223 Commissioner a surety bond executed by a surety corporation authorized to transact 224 business in this state and approved by the Commissioner. Any and all bond applications 225 shall be accompanied by a certificate of good standing issued by the Commissioner of 226 Insurance. If any company issuing a bond shall be removed from doing business in this 227 state, it shall be the duty of the Commissioner of Insurance to notify the Commissioner 228 within 30 days. The bond shall be in such amount as the Commissioner may determine, 229 not exceeding an amount equal to 2 percent of the amount of hemp purchased from hemp 230 grower licensees by the permittee in the most recent calendar year; provided, however, that 231 the minimum amount of such bond shall be \$300,000.00 \$50,000.00 and the maximum 232 amount shall be \$1 million. Such bond shall be upon a form prescribed or approved by the 233 Commissioner and shall be conditioned to secure the faithful accounting for and payment 234 to hemp grower licensees for hemp purchased by such permittee as well as to secure the 235 permittee's compliance with the requirements of this chapter. Whenever the Commissioner 236 shall determine that a previously approved bond has for any cause become insufficient, the 237 Commissioner may require an additional bond or bonds to be given in compliance with this 238 Code section. Unless the additional bond or bonds are given within the time fixed by 239 written demand therefor, or if the bond of a permittee is canceled, the permit of such 240 permittee shall be immediately revoked by operation of law without notice or hearing, and such permittee shall be ineligible to reapply for such permit for a period of four years after 241 such revocation." 242

243 "(d) If such settlement is not effected within such time, the Commissioner or the <u>hemp</u> 244 grower licensee may bring an action to enforce the claim. If the <u>hemp grower</u> licensee is 245 not satisfied with the ruling of the Commissioner, he or she may commence and maintain 246 an action against the principal and surety on the bond of the parties complained of as in any 247 civil action.

- 248 (e) If the bond or collateral posted is insufficient to pay in full the valid claims of <u>hemp</u>
- 249 grower licensees, the Commissioner may direct that the proceeds of such bond shall be
- 250 divided pro rata among such hemp grower licensees."
- 251

SECTION 8.

- 252 Said chapter is further amended by adding a new Code section to read as follows:
- 253 ″<u>2-23-6.2.</u>
- 254 (a) Except as otherwise provided in this chapter, consideration, issuance, and revocation
- 255 of retail consumable hemp establishment licenses issued by the department pursuant to this
- 256 Code section shall be accomplished in accordance with Chapter 5 of this title, and such
- 257 <u>licenses shall otherwise be governed by such chapter.</u>
- 258 (b) Applications for a retail consumable hemp establishment license shall be made on a
- 259 form furnished by the Commissioner and, together with such other information as the
- 260 <u>Commissioner may require, shall state:</u>
- 261 (1) The name of the applicant;
- 262 (2) The business address of the applicant;
- 263 (3) The complete telephone number and email address of the applicant;
- 264 (4) The location where the applicant will sell or offer for sale consumable hemp products
- 265 in this state and whether such location is owned or leased by the applicant; and
- 266 (5) If the applicant is a business entity, the name of the owners, partners, members, or
- 267 <u>shareholders of such entity.</u>
- 268 (c) Retail consumable hemp establishment licenses shall be issued by the department for
- 269 one calendar year at an annual licensing fee of at least \$250.00 but not more
- 270 than \$4,000.00, as established by the Commissioner. The Commissioner may establish
- 271 separate classes of retail consumable hemp establishment licenses based on the amount of
- 272 consumable hemp products to be sold by the licensee, and the annual licensing fees

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273	required by this subsection shall be in different amounts for each such separate class of
274	retail consumable hemp establishment licenses.
275	(d) Retail consumable hemp establishment licenses issued by the department pursuant to
276	this Code section shall be issued in connection with a single retail location where
277	consumable hemp products will be sold or offered for sale to consumers by the licensee.
278	For a person to sell or offer for sale consumable hemp products to consumers at multiple
279	retail locations, such person shall be required to obtain from the department separate retail
280	consumable hemp establishment licenses for each such retail location."
281	SECTION 9.
282	Said chapter is further amended by adding a new Code section to read as follows:
283	<u>"2-23-6.3.</u>
284	(a) Except as otherwise provided in this chapter, consideration, issuance, and revocation
285	of wholesale consumable hemp licenses issued by the department pursuant to this Code
286	section shall be accomplished in accordance with Chapter 5 of this title, and such licenses
287	shall otherwise be governed by such chapter.
288	(b) Applications for a wholesale consumable hemp license shall be made on a form
289	furnished by the Commissioner and, together with such other information as the
290	Commissioner may require, shall state:
291	(1) The name of the applicant;
292	(2) The business address of the applicant;
293	(3) The complete telephone number and email address of the applicant;
294	(4) The location of the facility where the applicant will store consumable hemp products
295	and otherwise operate as a wholesaler of consumable hemp products in this state and
296	whether such facility is owned or leased by the applicant; and
297	(5) If the applicant is a business entity, the name of the owners, partners, members, or
298	shareholders of such entity.
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299	(c) Wholesale consumable hemp licenses shall be issued by the department for one
300	calendar year at an annual licensing fee of at least \$500.00 but not more than \$10,000.00,
301	as established by the Commissioner. The Commissioner may establish separate classes of
302	wholesale consumable hemp licenses based on the amount of consumable hemp products
303	to be sold by the licensee, and the annual licensing fees required by this subsection shall
304	be in different amounts for each such separate class of wholesale consumable hemp
305	licenses.
306	(d) Wholesale consumable hemp licenses issued by the department pursuant to this Code
307	section shall be issued in connection with a single facility where the licensee will store
308	consumable hemp products or otherwise operate as a wholesaler of consumable hemp
309	products. For a person to store consumable hemp products or otherwise operate as a
310	wholesaler of consumable hemp products at multiple facilities, such person shall be
311	required to obtain from the department separate wholesale consumable hemp licenses for
312	each such facility."

SECTION 10.

- 314 Said chapter is further amended by adding a new Code section to read as follows:
- 315 <u>"2-23-6.4.</u>
- 316 (a) Except as otherwise provided in this chapter, consideration, issuance, and revocation
- 317 of manufacturer licenses issued by the department pursuant to this Code section shall be
- 318 accomplished in accordance with Chapter 5 of this title, and such licenses shall otherwise
- 319 <u>be governed by such chapter.</u>
- 320 (b) Applications for a manufacturer license shall be made on a form furnished by the
- 321 <u>Commissioner and, together with such other information as the Commissioner may require,</u>
- 322 <u>shall state:</u>
- 323 (1) The name of the applicant;
- 324 (2) The business address of the applicant;

- 325 (3) The complete telephone number and email address of the applicant; 326 (4) The location of the facility where the applicant will manufacture hemp products in 327 this state and whether such facility is owned or leased by the applicant; and 328 (5) If the applicant is a business entity, the name of the owners, partners, members, or shareholders of such entity. 329 (c) Manufacturer licenses shall be issued by the department for one calendar year at an 330 331 annual licensing fee of \$5,000.00; provided, however, that any person who holds a hemp 332 processor permit issued by the department under this chapter shall not be required to pay the annual licensing fee provided for in this subsection in order for such person to be issued 333 334 a manufacturer license by the department under this Code section. 335 (d) Manufacturer licenses issued by the department pursuant to this Code section shall be issued in connection with a single facility where the licensee will manufacture hemp 336 337 products. For a person to manufacture hemp products at multiple facilities, such person shall be required to obtain from the department separate manufacturer licenses for each 338 such facility." 339
- 340

SECTION 11.

- 341 Said chapter is further amended by adding a new Code section to read as follows:
- 342 <u>"2-23-6.5.</u>
- 343 (a) Any person desiring to perform in this state tests or analyses of any plant within the
- 344 genus Cannabis, including but not limited to hemp, or any product made or derived from
- 345 such plant, including but not limited to hemp products and consumable hemp products,
- 346 shall register with the department as a registered laboratory and pay a one-time registration
- 347 <u>fee of \$250.00.</u>
- 348 (b) Except as otherwise provided in this chapter, consideration, acceptance, and revocation
- 349 of a registration made pursuant to this Code section shall be accomplished in accordance

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350	with Chapter 5 of this title, and such registration shall otherwise be governed by such
351	<u>chapter.</u>
352	(c) Registration with the department as a registered laboratory shall be made on a form and
353	in a manner as prescribed by the Commissioner. Such registration shall include, together
354	with such other information as the Commissioner may require, the following information:
355	(1) The name of the registrant;
356	(2) The business address of the registrant;
357	(3) The complete telephone number and email address of the registrant;
358	(4) The location of the laboratory facility where the registrant will perform tests and
359	analyses of any plant within the genus Cannabis or any product made or derived from
360	such plant; and
361	(5) If the registrant is a business entity, the name of the owner, partners, members, or
362	shareholders of such entity.
363	(d) The department shall not accept a registration under this Code section unless the
364	registrant demonstrates, to the department's satisfaction, that it is not affiliated with any
365	licensee or permittee and has been accredited pursuant to the standards of the International
366	Organization for Standardization for the competence, impartiality, and consistent operation
367	of laboratories.
368	(e) Registrations made under this Code section shall be in connection with a single
369	laboratory facility. For a person to perform tests or analyses of any plant within the genus
370	Cannabis or any product made or derived from such plant at multiple laboratory facilities,
371	such person shall be required to register each such laboratory facility with the department
372	under this Code section.
373	(f) A registered laboratory, or any person employed by a registered laboratory, shall not
374	be subject to arrest, prosecution, or any civil penalty for possessing, or having under his or
375	her control, THC or marijuana, as such term is defined in Code Section 16-13-21, provided
376	that such possession or control occurs in connection with a test or analysis performed:

377	(1) On behalf of:
378	(A) A person licensed under this chapter or under Article 9 of Chapter 12 of Title 16;
379	<u>or</u>
380	(B) The department or the Georgia Access to Medical Cannabis Commission; and
381	(2) In accordance with the rules and regulations promulgated by the department pursuant
382	to this chapter.
383	(g) The department shall provide by rule and regulation a procedure by which registered
384	laboratories shall dispose of plants or products within their possession that do not comply
385	with the provisions of this chapter or are otherwise unlawful under the laws of this state."

SECTION 12.

387 Said chapter is further amended in Code Section 2-23-7, relating to business agreements,

388 transportation, and reimbursement for crop destruction, by revising subsections (a) and (c)389 as follows:

390 "(a) Every permittee shall at all times have in place written agreements with each <u>hemp</u>
 391 grower licensee governing their business relationship. Each permittee shall provide a copy

392 of each such agreement, and any amendments thereto, to the department within ten days

393 of execution of each such agreement or amendment thereto."

394 "(c) Until December 31, 2022, when a <u>hemp grower</u> licensee disposes of a lot pursuant to 395 Code Section 2-23-8, the permittee with whom the <u>hemp grower</u> licensee has entered into 396 an agreement pursuant to this Code section shall reimburse the <u>hemp grower</u> licensee for 397 half of the amount of the combined value of the seed, fertilizer, labor costs, and any other 398 reasonable and customary input expenses incurred with such disposed of lot."

399

SECTION 13.

- 400 Said chapter is further amended in Code Section 2-23-8, relating to sampling and random
- 401 testing of hemp, by revising paragraph (1) of subsection (a) as follows:

402 "(a)(1) The department shall have the right, either through its own personnel or through
403 an independent contractor as provided for in Code Section 2-23-9, to collect samples of
404 hemp for testing as provided for in this chapter from the fields and greenhouses of all
405 <u>hemp grower</u> licensees. Samples shall be representative of each lot with the same global
406 positioning coordinates. No hemp shall be harvested until such samples are collected.
407 Such testing, and the harvesting of the hemp tested, shall be conducted in compliance
408 with this chapter and with regulations promulgated by the department."

409

SECTION 14.

410 Said chapter is further amended by revising Code Section 2-23-10, relating to enforcement,

411 corrective action plan, revocation of licenses, and reporting of licensees and permittees to the

412 Attorney General, as follows:

413 "2-23-10.

(a) A violation of a plan authorized by Code Section 2-23-11 and approved by the
secretary of agriculture of the United States by a licensee or permittee shall be subject to
enforcement in accordance with this Code section.

417 (b)(1) A <u>hemp grower</u> licensee or permittee under this chapter shall be required to
418 conduct a corrective action plan if the Commissioner determines that the <u>hemp grower</u>
419 licensee or permittee has negligently violated this chapter or has violated rules and
420 regulations promulgated by the department pursuant to this chapter by:

(A) Failing to provide a legal description and global positioning coordinates sufficient
for locating fields and greenhouses the <u>hemp grower</u> licensee uses to cultivate and
harvest hemp or facilities at which the permittee processes hemp;

424 (B) Failing to properly obtain a <u>hemp grower</u> license or permit from the department;

- 425 (C) Producing Cannabis sativa L. with more than the federally defined THC level for426 hemp; or
- 427 (D) Otherwise negligently violating this chapter.

- 428 (2) A corrective action plan required by this Code section shall include:
- 429 (A) A reasonable date by which the <u>hemp grower</u> licensee or permittee shall correct
 430 the negligent violation; and
- 431 (B) A requirement that the <u>hemp grower</u> licensee or <u>permittee</u> shall periodically report
- to the Commissioner on the compliance status of the <u>hemp grower</u> licensee or permittee
- 433 with the corrective action plan for a period of not less than two calendar years after the
- 434 violation.
- (c) Except as provided in subsection (d) of this Code section, a <u>hemp grower</u> licensee or permittee that negligently violates this chapter or rules and regulations promulgated by the department pursuant to this chapter shall not as a result be subject to any criminal or civil enforcement action by any government agency other than the enforcement action authorized under subsection (b) of this Code section.
- (d) A hemp grower licensee or permittee that negligently violates the corrective action
 plan under subsection (b) of this Code section this chapter or the rules and regulations
 promulgated by the department pursuant to this chapter three times in a five-year period
 shall have its hemp grower license or permit issued pursuant to this chapter immediately
 revoked and shall be ineligible to reapply for a hemp grower license or permit for a period
 of five years after the date of the third violation.
 (e) If the Commissioner determines that a hemp grower licensee or permittee has violated
- state law with a culpable mental state greater than negligence, the Commissioner shall
 immediately report the hemp grower licensee or permittee to the United States Attorney
- General and the state Attorney General, and subsection (a) of this Code section shall notapply to the violation.
- 451 (f) Laws enacting criminal offenses, including laws provided for in Title 16, not in conflict
- 452 with this chapter shall continue to be enforceable and of full force and effect."

453	SECTION 15.
454	Said chapter is further amended by revising Code Section 2-23-12, relating to rules and
455	regulations, as follows:
456	"2-23-12.
457	The department, in consultation with the Georgia Bureau of Investigation, shall may

- 457
- promulgate rules and regulations as necessary to implement the provisions of this chapter. 458
- Such rules and regulations shall include the plan provided for in Code Section 2-23-11 459
- upon the approval of such plan by the secretary of agriculture of the United States." 460
- 461 **SECTION 16.**

462 All laws and parts of laws in conflict with this Act are repealed.