

LAWS OF ALASKA

2021

Source CSSB 27(RES) Chapter No.

AN ACT

Relating to industrial hemp; and providing for an effective date.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

THE ACT FOLLOWS ON PAGE 1

AN ACT

1	Relating to industrial hemp; and providing for an effective date.
2	
3	* Section 1. AS 03.05.010(a) is amended to read:
4	(a) The commissioner of natural resources shall
5	(1) direct, administer, and supervise promotional and experimental
6	work, extension services, and agricultural projects for the purpose of promoting and
7	developing commercial and noncommercial agricultural industry in the state,
8	including horticulture, dairying, cattle raising, fur farming, grain production, vegetable
9	production, and agricultural products;
10	(2) procure and preserve all information pertaining to developing the
11	agricultural industry in the state and disseminate that information to the public;
12	(3) assist prospective settlers and others to engage in the agricultural
13	industry in the state by providing information about activities and programs essential
14	to developing the agricultural industry and areas in the state that are suitable for
15	agriculture;

1 (4) review the marketing, financing, transportation, and development 2 of agricultural products in the state, with special emphasis on local production, and 3 negotiate for the marketing of agricultural products of the state with federal and state 4 agencies operating in the state;

5 (5) regulate and control the entry in the state and the transportation, 6 sale, or use in the state of plants, seeds, vegetables, shell eggs, fruits and berries, 7 nursery stock, animal feeds, remedies and mineral supplements, fertilizers, and 8 agricultural chemicals to prevent the spread of pests, diseases, or toxic substances 9 injurious to the public interest and protect the agricultural industry against fraud, 10 deception, and misrepresentation; for purposes of this paragraph, the commissioner 11 may require registration, inspection, and testing [,] and may establish procedures and 12 fees;

13 (6) regulate the farming of elk in a manner similar to the manner in
14 which the commissioner regulates domestic animals and livestock, to the extent that is
15 appropriate;

16 (7) adopt regulations relating to industrial hemp, including regulations17 that

18 (A) specify approved sources or varieties of hemp seed to be
19 grown, sold, or offered for sale by an individual registered to produce
20 industrial hemp;

(B) require testing, paid for by the registrant, for delta-9tetrahydrocannabinol concentration following harvest of the industrial hemp;

(C) provide for general production practices to avoid the
unintended distribution of industrial hemp seeds by registrants into
nonagricultural land;

26 (D) establish isolation distances for the production of industrial
27 hemp; in this subparagraph, "isolation distance" means the minimum
28 separation required between two or more varieties of the plant (genus)
29 Cannabis for the purpose of keeping the seed pure;

30 (E) permit manufacturing and retail sale of industrial hemp 31 and products made from industrial hemp;

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1	(F) establish a registration and renewal procedure for a
2	participant in the industrial hemp program developed under
3	<u>AS 03.05.076;</u>
4	(8) submit a list of individuals registered to produce industrial hemp
5	under AS 03.05.076 and the expiration dates of the registrations to the Marijuana
6	Control Board and the Department of Public Safety;
7	(9) regulate the labeling of seed that does not comply with the
8	requirements of AS 03.20.130.
9	* Sec. 2. AS 03.05.010(c) is amended to read:
10	(c) The commissioner of natural resources shall notify the Marijuana
11	Control Board and the Department of Public Safety when the commissioner
12	issues a stop order. The commissioner of natural resources
13	(1) shall issue a stop order to $\underline{\mathbf{a}}$ [ANY] person
14	(A) not registered under AS 03.05.076 who is found to be
15	producing a plant [PRODUCT] with delta-9-tetrahydrocannabinol: or
16	(B) registered under AS 03.05.076 who is found to be
17	producing a plant with delta-9-tetrahydrocannabinol over one percent;
18	and
19	(2) may issue a stop order to a person registered under
20	AS 03.05.076 who is found to be producing a plant with delta-9-
21	tetrahydrocannabinol between 0.3 percent and one percent [OVER 0.3
22	PERCENT, REGARDLESS OF WHETHER THE PERSON IS REGISTERED
23	UNDER AS 03.05.076. THE COMMISSIONER OF NATURAL RESOURCES
24	SHALL NOTIFY THE MARIJUANA CONTROL BOARD AND THE
25	DEPARTMENT OF PUBLIC SAFETY WHEN THE COMMISSIONER ISSUES A
26	STOP ORDER].
27	* Sec. 3. AS 03.05.076(a) is amended to read:
28	(a) Industrial hemp is an agricultural crop in the state. An individual who
29	produces industrial hemp shall apply to the department for registration under this
30	section. Registration is valid for one year but may be renewed. An application for
31	registration or renewal must be on a form prescribed by the department that includes

1	(1) the name and address of the applicant;
2	(2) the address and global positioning system coordinates of the area to
3	be used for the production of industrial hemp; and
4	(3) a signed statement by the applicant, made under the penalty of
5	perjury, affirming that the applicant
6	(A) has not been convicted of a felony related to a
7	controlled substance in this or another jurisdiction within the 10 years
8	immediately preceding the date of application; or
9	(B) was lawfully growing hemp before December 20, 2018,
10	and was not convicted of a felony related to a controlled substance in this
11	or another jurisdiction after that date.
12	* Sec. 4. AS 03.05.076(e) is amended to read:
13	(e) The department [MAY]
14	(1) <u>shall</u> issue a stop-sale order and issue a violation notice to a person
15	who is producing industrial hemp without a current registration;
16	(2) <u>mav</u> adopt regulations regarding approved shipping documentation
17	for the transportation of industrial hemp;
18	(3) <u>may</u> conduct random tests and inspections of industrial hemp for
19	delta-9-tetrahydrocannabinol concentration produced by an individual registered under
20	this section.
21	* Sec. 5. AS 03.05.076 is amended by adding a new subsection to read:
22	(i) The department may develop an industrial hemp program that complies
23	with federal requirements and submit a program plan to the United States Department
24	of Agriculture for approval.
25	* Sec. 6. AS 03.05.079 is amended to read:
26	Sec. 03.05.079. Production in violation of delta-9-tetrahydrocannabinol
27	limit. Notwithstanding AS 11.71.040 - 11.71.060, an individual registered under
28	AS 03.05.076 to produce industrial hemp whose product has a delta-9-
29	tetrahydrocannabinol content between 0.3 percent and one percent may retain and
30	recondition the product as provided in AS 03.05.076(b)(4) [IS GUILTY OF A
31	VIOLATION].

* Sec. 7. AS 03.05.079 is amended by adding a new subsection to read:

2 (b) An individual who retains but fails to recondition an industrial hemp
3 product described in (a) of this section is guilty of a violation.

4 * Sec. 8. AS 03.05.100(5) is amended to read:

(5) "industrial hemp" means [ALL PARTS AND VARIETIES OF] the
 plant Cannabis sativa L. <u>and any part of that plant, including its seeds and all</u>
 <u>derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers,</u>
 <u>whether growing or not, with a delta-9-tetrahydrocannabinol concentration of</u>
 [CONTAINING] not more than 0.3 percent <u>on a dry-weight basis</u> [DELTA-9 TETRAHYDROCANNABINOL].

11 * Sec. 9. AS 03.05.077 is repealed.

* Sec. 10. The uncodified law of the State of Alaska is amended by adding a new section to
read:

14 CONDITIONAL EFFECT; NOTIFICATION TO REVISOR OF STATUTES. (a) 15 Section 9 of this Act takes effect only if the United States Department of Agriculture approves 16 an industrial hemp program plan submitted by the Department of Natural Resources under 17 AS 03.05.076(i) before January 1, 2030.

(b) If the United States Department of Agriculture approves an industrial hemp
program submitted under AS 03.05.076(i), the commissioner of natural resources shall notify
the revisor of statutes not later than 30 days after receiving notice of the approval.

* Sec. 11. If, under sec. 10(a) of this Act, sec. 9 of this Act takes effect, it takes effect on the
day after the date on which the revisor of statutes receives notice from the commissioner of
natural resources under sec. 10(b) of this Act.