SENATE BILL 5323

Sta	ate of Was	shingtor	ı	65t	ch I	Legislatu	ire	2017	Reg	Jular	Session
Ву	Senators	Rivers	and	Takko;	by	request	of	Department	of	Agria	culture

1 AN ACT Relating to creating a voluntary marijuana production 2 standard and certification program; adding a new chapter to Title 15 3 RCW; and prescribing penalties.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 <u>NEW SECTION.</u> Sec. 1. The definitions in this section apply 6 throughout this chapter unless the context clearly requires 7 otherwise.

8 (1) "Board" means the state liquor and cannabis board.

9 (2) "Department" means the department of agriculture.

10 (3) "Director" means the director of the department of 11 agriculture.

(4) "Licensee facilities" means any premises regulated by the
 board for producing, processing, or retailing marijuana or marijuana
 products.

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(5) "Marijuana" has the definition in RCW 69.50.101.

16 (6) "Marijuana processor" has the definition in RCW 69.50.101.

17 (7) "Marijuana producer" has the definition in RCW 69.50.101.

18 (8) "Marijuana products" has the definition in RCW 69.50.101.

19 (9) "Marijuana retailer" has the definition in RCW 69.50.101.

(10) "Person" means any natural person, firm, partnership,
 association, private or public corporation, government entity, or
 other business entity.

4 <u>NEW SECTION.</u> Sec. 2. (1) The department may adopt rules 5 establishing:

6 (a) Standards for marijuana and marijuana products produced and
7 processed in a manner consistent with, to the extent practical, 7
8 C.F.R. Part 205;

9 (b) A self-sustaining program for certifying marijuana producers 10 and marijuana processors as meeting the standards established under 11 (a) of this subsection; and

12 (c) Other rules as necessary for administration of this chapter.

13 (2) To the extent practical, the program must be consistent with14 the program established by the director under chapter 15.86 RCW.

15 (3) The rules must include a fee schedule that will provide for 16 the recovery of the full cost of the program including, but not 17 limited to, application processing, inspections, sampling and 18 testing, notifications, public awareness programs, and enforcement.

19 <u>NEW SECTION.</u> Sec. 3. (1) No marijuana or marijuana product may 20 be labeled, sold, or represented as produced or processed under the 21 standards established under this chapter unless produced or processed 22 by a person certified by the department under the program established 23 under this chapter.

(2) No person may represent, sell, or offer for sale any marijuana or marijuana products as produced or processed under standards adopted under this chapter if the person knows, or has reason to know, that the marijuana or marijuana product has not been produced or processed in conformance with the standards established under this chapter.

30 (3) No person may represent, sell, or offer for sale any 31 marijuana or marijuana products as "organic" as that term has meaning 32 under chapter 15.86 RCW.

33 <u>NEW SECTION.</u> **Sec. 4.** (1) The department may inspect licensee 34 facilities to verify compliance with this chapter and rules adopted 35 under it.

36 (2) The department may deny, suspend, or revoke a certification37 provided for in this chapter if the department determines that an

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applicant or certified person has violated this chapter or rules
 adopted under it.

3 (3) The department may impose on and collect from any person who 4 has violated this chapter or rules adopted under it a civil fine not 5 exceeding the total of:

6 (a) The state's estimated costs of investigating and taking
7 appropriate administrative and enforcement actions for the violation;
8 and

9 (b) One thousand dollars.

10 (4) The board may take enforcement actions against a marijuana 11 producer, marijuana processor, or marijuana retailer license issued 12 by the board, including suspension or revocation of the license, when 13 a licensee continues to violate this chapter after revocation of its 14 certification or, if uncertified, receiving written notice from the 15 department of certification requirements.

16 (5) The provisions of this chapter are cumulative and 17 nonexclusive and do not affect any other remedy at law.

18 <u>NEW SECTION.</u> **Sec. 5.** Information about marijuana producers, 19 marijuana processors, and marijuana retailers otherwise exempt from 20 public inspection and copying under chapter 42.56 RCW is also exempt 21 from public inspection and copying if submitted to or used by the 22 department.

23 <u>NEW SECTION.</u> Sec. 6. All fees collected under this chapter must 24 be deposited in an account within the agricultural local fund. The 25 revenue from such fees must be used solely for carrying out the 26 provisions of this chapter, and no appropriation is required for 27 disbursement from the fund.

28 <u>NEW SECTION.</u> Sec. 7. Sections 1 through 6 of this act 29 constitute a new chapter in Title 15 RCW.

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