By the Committees on Appropriations; and Agriculture; and Senators Montford and Powell

576-04160-17 20171726c2

A bill to be entitled An act relating to industrial hemp pilot projects; creating s. 1004.4473, F.S.; authorizing the Department of Agriculture and Consumer Services to oversee the development of industrial hemp pilot projects for the Institute of Food and Agricultural Sciences at the University of Florida and the Florida Agricultural and Mechanical University; authorizing the universities to develop the pilot projects in partnership with public, nonprofit, and private entities; providing the purpose of the pilot projects; defining terms; requiring each university to obtain the authorization of its board of trustees before implementing a pilot project; requiring pilot projects to comply with rules adopted by the department; requiring the department to adopt certain rules by a specified date; requiring the universities to develop partnerships with certain entities; requiring the universities to establish guidelines for the approval, oversight, and enforcement of pilot project rules; requiring a report to the Governor and the Legislature within a specified timeframe; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Section 1004.4473, Florida Statutes, is created to read:

1004.4473 Industrial hemp pilot projects.

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shall authorize and oversee the development of industrial hemp pilot projects, and promulgate the rules governing such projects, for the Institute of Food and Agricultural Sciences at the University of Florida and the Florida Agricultural and Mechanical University. The Institute of Food and Agricultural Sciences at the University of Florida and the Florida Agricultural Sciences at the University of Florida and the Florida Agricultural and Mechanical University may develop industrial hemp pilot projects in partnership with public, nonprofit, and private entities in accordance with this section and all applicable state and federal laws. The purpose of the pilot projects is to cultivate, process, test, research, create, and market safe and effective commercial applications for industrial hemp in the agricultural sector in this state.

- (2) As used in this section, the term:
- (a) "Hemp material" means a substance containing hemp stems, leaves, fibers, seeds, extracts, oil, or any other substance derived or harvested from a species of the cannabis plant.
- (b) "Industrial hemp" means all parts and varieties of the cannabis sativa plant, cultivated or possessed by an approved grower under the pilot project, whether growing or not, which contain a tetrahydrocannabinol concentration that does not exceed 0.3 percent on a dry-weight basis.
- (c) "Industrial hemp pilot project" or "pilot project" means a project that includes research of industrial hemp and any aspect of cultivation, harvesting, processing, market research, and sales of approved industrial hemp agricultural, industrial, and commercial products.

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(d) "Qualified program personnel" means a person who, or an employee of a company, that, partners with the University of Florida or the Florida Agricultural and Mechanical University on a pilot project, is certified by the university, is 18 years of age or older, and has passed the required criminal background check.

- (e) "Qualified project partner" means a public, nonprofit, or private entity that has a principal place of business is in this state and meets the requirements of subsection (3).
- (3) A qualified project partner must, at a minimum, meet all of the following requirements:
- (a) Have access to a grow site and research facility

  located in this state which is acceptable for the cultivation,

  processing, and manufacturing of industrial hemp and hemp

  products, as determined by the Department of Agriculture and

  Consumer Services.
- (b) Submit a comprehensive business or research plan acceptable to the partnering university.
- (c) Provide proof of prior experience in the cultivation, processing, manufacturing, or research of medical marijuana or industrial hemp, as determined by the Department of Agriculture and Consumer Services.
- (4) Each university must obtain the authorization of its board of trustees before implementing an industrial hemp pilot project. A pilot project authorized by a university must be registered with the Department of Agriculture and Consumer Services. The pilot project must comply with rules adopted by the department, which must address safety, compliance, and accountability and, at a minimum, must require the universities

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to provide detailed information on the scope, design, and objectives of the pilot project; information on personnel and participants involved in the pilot project; facility locations and security; the chain of control of hemp material; the economic impact of the pilot project on the state's agricultural sector; genetic research, ensuring that psychotropic compounds will not be synthesized; and compliance with state and federal law. The rules shall be promulgated by the department no later than October 31, 2018.

- (5) Each university shall develop partnerships with qualified project partners to attract experts and investors experienced with industrial hemp research and the commercialization of such projects.
- (6) The universities' respective research offices shall oversee the pilot projects and ensure compliance with department rule. The offices must identify a contact person who is responsible for oversight of the pilot project. Each university research office shall adopt procedures and guidelines to ensure the proper operation of the pilot project, the proper handling of hemp material and products, compliance with state and federal law, and the safety and security of the pilot project facilities. At a minimum, the guidelines must meet all of the following requirements:
- (a) Designate the physical location, global positioning system position, and map of the pilot project facility. Areas within the facility must be designated as general access or limited access. An area where hemp material is cultivated, processed, stored, or packaged or where industrial hemp research is conducted must be designated as limited access. Limited-

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access areas must be restricted to entry by qualified program personnel and authorized visitors accompanied at all times by qualified program personnel. All other areas of the facility may be designated as general access and are open to authorized visitors, regardless of whether accompanied by qualified program personnel.

- (b) Identify the qualified program personnel involved in the pilot projects. The personnel must have successfully completed a level 2 screening pursuant to s. 435.04. Owners and employees of companies directly involved in the pilot projects must comply with this requirement.
- (c) Authorize the qualified program personnel to handle, grow, cultivate, process, and manufacture hemp materials.
- (d) Establish a testing program and protocols to ensure the proper labeling of hemp material.
- (e) Establish guidelines for attracting successful, entrepreneurial, and experienced public and private investors and partners who are interested in pursuing an industrial hemp pilot project.
- (7) Each university that implements an industrial hemp pilot project shall submit a report to the Governor, the President of the Senate, and the Speaker of the House of Representatives on the status of its pilot project and any research related to the cultivation, harvesting, processing, and uses of industrial hemp. The report must be prepared and submitted within 2 years after the pilot project's creation.
  - Section 2. This act shall take effect upon becoming a law.