19 (c) The tax imposed pursuant to this section is to be used 20 exclusively for the purpose of funding farmland preservation.

CHAPTER 19. AGRICULTURE.

ARTICLE 1. DEPARTMENT OF AGRICULTURE.

§19-1-4d. Farmland preservation fees fund.

- 1 There is hereby created a special revenue account within
- 2 the state treasury to be known as "Farmland Preservation Fees
- 3 Fund". Expenditures from the fund shall be used exclusively by
- 4 the commissioner of agriculture for the purpose of funding
- 5 farmland preservation boards in any county which has adopted
- 6 and implemented a farmland protection program pursuant to the
- 7 farmland preservation act as enacted beginning with section
- 8 seventy-two, article twenty-four, chapter eight of this code.

CHAPTER 7

(Com. Sub. for S. B. 447 — By Senators Facemyer and Bailey)

[Passed March 8, 2002; in effect ninety days from passage. Approved by the Governor.]

AN ACT to amend chapter nineteen of the code of West Virginia, one thousand nine hundred thirty-one, as amended, by adding thereto a new article, designated article twelve-e, relating to legalizing the growing of industrial hemp generally; defining terms; authorizing growing industrial hemp as an agricultural crop; requiring the agricultural commissioner to promulgate rules and otherwise regulate; providing grower licensing requirements; requiring federal approval of hemp production; distribution of fees; and providing defenses.

Be it enacted by the Legislature of West Virginia:

That chapter nineteen of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended by adding thereto a new article, designated article twelve-e, to read as follows:

ARTICLE 12E. INDUSTRIAL HEMP DEVELOPMENT ACT.

- §19-12E-1. Short title.
- §19-12E-2. Purpose.
- §19-12E-3. Definitions.
- §19-12E-4. Industrial hemp authorized as agricultural crop.
- §19-12E-5. Industrial hemp licensing.
- §19-12E-6. Industrial hemp production notification.
- §19-12E-7. Rule-making authority.
- §19-12E-8. Disposition of fees.
- §19-12E-9. Defense for possession or cultivation of marijuana.

§19-12E-1. Short title.

- 1 This article is known as the "Industrial Hemp Development
- 2 Act".

§19-12E-2. Purpose.

- 1 The Legislature finds that the development and use of
- 2 industrial hemp can serve to improve the state's economy and
- 3 agricultural vitality and that the production of industrial hemp
- 4 can be regulated so as not to interfere with the strict regulation
- 5 of controlled substances in this state. The purpose of the
- 6 industrial hemp development act is to promote the economy and
- 7 agriculture by permitting the development of a regulated
- 8 industrial hemp industry while maintaining strict control of
- 9 marijuana.

§19-12E-3. Definitions.

1 As used in this article:

- 2 (1) "Commissioner" means the commissioner of agricul-3 ture:
- 4 (2) "Industrial hemp" means all parts and varieties of the plant cannabis sativa L. containing no greater than one percent
- 6 tetrahydrocannabinol; and
- 7 (3) "Marijuana" means all plant material from the genus
- 8 cannabis containing more than one percent
- 9 tetrahydrocannabinol or seeds of the genus capable of germina-
- 10 tion.

§19-12E-4. Industrial hemp authorized as agricultural crop.

- 1 Industrial hemp that has not more than one percent
- 2 tetrahydrocannabinol is considered an agricultural crop in this
- 3 state if grown for the purposes authorized by the provisions of
- 4 this article. Upon meeting the requirements of section three of
- 5 this article, an individual in this state may plant, grow, harvest,
- 6 possess, process, sell or buy industrial hemp.

§19-12E-5. Industrial hemp - licensing.

- 1 (a) A person growing industrial hemp for commercial
- 2 purposes shall apply to the commissioner for license on a form
- 3 prescribed by the commissioner.
- 4 (b) The application for a license must include the name and
- 5 address of the applicant and the legal description of the land
- 6 area to be used for the production of industrial hemp.
- 7 (c) The commissioner shall require each first-time applicant
- 8 for a license to file a set of the applicant's fingerprints, taken by
- 9 a law-enforcement officer, and any other information necessary
- 10 to complete a statewide and nationwide criminal history check
- 11 with the criminal investigation bureau of the department of
- 12 justice for state processing and with the federal bureau of

- 13 investigation for federal processing. All of the costs associated
- 14 with the criminal history check are the responsibility of the
- 15 applicant. Criminal history records provided to the department
- 16 under this section are confidential. The commissioner may use
- 17 the records only to determine if an applicant is eligible to
- 18 receive a license for the production of industrial hemp.
- 19 (d) Prior to issuing a license under the provisions of this 20 article, the commissioner shall determine that the applicant has
- 21 complied with all applicable requirements of the United States
- 22 department of justice, drug enforcement administration for the
- 23 production, distribution and sale of industrial hemp.
- 24 (e) If the applicant has completed the application process to
- 25 the satisfaction of the commissioner, the commissioner shall
- 26 issue the license which is valid until the thirty-first day of
- 27 December of the year of application. An individual licensed
- 28 under this section is presumed to be growing industrial hemp
- 29 for commercial purposes.

§19-12E-6. Industrial hemp production - notification.

- 1 (a) Every licensee shall file with the commissioner:
- 2 (1) Documentation showing that the seeds planted are of a
- 3 type and variety certified to contain no more than one percent
- 4 tetrahydrocannabinol; and
- 5 (2) A copy of any contract to grow industrial hemp.
- 6 (b) Each licensee shall notify the commissioner of the sale
- 7 or distribution of any industrial hemp grown by the licensee,
- 8 including, but not limited to, the name and address of the
- 9 person or entity receiving the industrial hemp and the amount
- 10 of industrial hemp sold.

§19-12E-7. Rule-making authority.

- 1 The commissioner shall promulgate legislative rules that
- 2 include, but are not limited to:
- 3 (1) Testing of the industrial hemp during growth to deter-
- 4 mine tetrahydrocannabinol levels;
- 5 (2) Supervision of the industrial hemp during its growth and 6 harvest:
- 7 (3) Assessment of a fee that is commensurate with the costs 8 of the commissioner's activities in licensing, testing and 9 supervising industrial hemp production;
- 10 (4) Promulgate rules relating to the production and sale of 11 industrial hemp which are consistent with the rules of the
- 12 United States department of justice, drug enforcement adminis-
- 13 tration for the production, distribution and sale of industrial
- 14 hemp; and
- 15 (5) Any other rules and procedures necessary to carry out 16 the purposes of this article.

§19-12E-8. Disposition of fees.

- 1 All fees assessed as provided for in section five of this
- 2 article must be deposited with the state treasurer to the credit of
- 3 the "Agricultural Fee Fund" established by the provisions of
- 4 section four-c, article one of this chapter for the use of the
- 5 commissioner for administering and enforcing the provisions of
- 6 this article.

§19-12E-9. Defense for possession or cultivation of marijuana.

- 1 (a) It is a complete defense to a prosecution for the posses-
- 2 sion or cultivation of marijuana pursuant to the provisions of
- 3 article four, chapter sixty-a of this code that:

- 4 (1) The defendant was growing industrial hemp pursuant to 5 the provisions of this article;
- 6 (2) The defendant has a valid applicable controlled sub-7 stances registration from the United States department of 8 justice, drug enforcement administration; and
- 9 (3) The defendant fully complied with all of the conditions 10 of the controlled substances registration.
- (b) This section is not a defense to a charge of criminal sale
 or distribution of marijuana as defined in chapter sixty-a of this
 code which does not meet the definition of industrial hemp.

CHAPTER 8

(S. B. 417 — By Senators Anderson, Ross, Facemyer, Love and Minard)

[Passed March 7, 2002; in effect from passage. Approved by the Governor.]

AN ACT to amend and reenact sections one, two, three, four, five, six, seven, eight, ten, eleven, thirteen-a, thirteen-b, thirteen-c and fourteen, article twenty-one-a, chapter nineteen of the code of West Virginia, one thousand nine hundred thirty-one, as amended; and to further amend said article by adding thereto a new section, designated section four-a, all relating to soil conservation districts; changing name of "soil conservation districts law of West Virginia" to "conservation districts law of West Virginia"; changing the name "soil conservation districts" to "conservation districts"; changing the name "state soil conservation committee" to "state conservation committee"; adding two members to the conservation committee; and continuing the state conservation committee.