

1 **HOUSE OF REPRESENTATIVES - FLOOR VERSION**

2 STATE OF OKLAHOMA

3 2nd Session of the 57th Legislature (2020)

4 COMMITTEE SUBSTITUTE
5 FOR
6 HOUSE BILL NO. 3666

By: Kannady

7
8 COMMITTEE SUBSTITUTE

9 An Act relating to agriculture; amending Section 4,
10 Chapter 64, O.S.L. 2018, as amended by Section 5,
11 Chapter 91, O.S.L. 2019 and Section 6, Chapter 64,
12 O.S.L. 2018, as amended by Section 6, Chapter 91,
13 O.S.L. 2019 (2 O.S. Supp. 2019, Sections 3-404 and 3-
14 406), which relate to the Oklahoma Industrial Hemp
15 Program; directing the Oklahoma Department of
16 Agriculture, Food, and Forestry to establish rules to
17 regulate cross-pollination; requiring a buffer zone
18 between industrial hemp crops; requiring the
19 Department establish certain registry; and providing
20 an effective date.

21 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

22 SECTION 1. AMENDATORY Section 4, Chapter 64, O.S.L.
23 2018, as amended by Section 5, Chapter 91, O.S.L. 2019 (2 O.S. Supp.
24 2019, Section 3-404), is amended to read as follows:

Section 3-404. A. A person intending to engage in industrial
hemp growth, cultivation, handling or processing authorized under
the Oklahoma Industrial Hemp Program shall apply to the Oklahoma

1 Department of Agriculture, Food, and Forestry for a license prior to
2 planting, handling or processing the industrial hemp.

3 1. The application shall include:

- 4 a. the name and address of the applicant,
- 5 b. the legal description, global positioning system
6 location, and map of the land area on which the
7 applicant will engage in industrial hemp growth and
8 cultivation operations, handling operations or
9 processing operations, and
- 10 c. a statement of intended end use.

11 2. By submitting an application, the applicant acknowledges and
12 agrees that:

- 13 a. information provided to the Department may be provided
14 to law enforcement agencies,
- 15 b. the applicant shall allow and fully cooperate with any
16 inspection and sampling that the Department deems
17 necessary,
- 18 c. the applicant will submit all required reports by the
19 applicable due dates specified by the Department, and
- 20 d. the applicant has the legal right to cultivate, handle
21 or process industrial hemp on the registered land area
22 and shall grant the Department access for inspection
23 and sampling.

1 B. The Department shall establish rules to help prevent cross-
2 pollination of industrial hemp crops. Applications shall not be
3 approved unless a buffer zone, as defined by the Department, is
4 provided between licensees' land areas on which the licensees will
5 engage in industrial hemp growth.

6 C. The Department shall establish deadlines for submitting
7 applications and limits for the number of applications seeking to
8 engage in industrial hemp growth in areas that are in close
9 approximation.

10 The Department shall collect a nonrefundable fee from the
11 applicant at the time of application. The Department shall set a
12 fee schedule based on the size and use of the land area on which the
13 licensee will conduct industrial hemp growing or cultivation
14 operations and shall set the fee at a level sufficient to generate
15 the amount of monies necessary to cover the Department's direct
16 costs in implementing the Oklahoma Industrial Hemp Program. Denied
17 applications for a license may be resubmitted within a twelve-month
18 period. The Department may waive the fee for resubmitted
19 applications.

20 ~~C.~~ D. A license issued pursuant to this section is valid for
21 one (1) year. In order to continue engaging in industrial hemp
22 growth and cultivation operations in Oklahoma, the licensee shall
23 annually apply for a license in accordance with subsection A of this
24

1 section. The Department may set a separate fee schedule for renewal
2 of existing licenses in good standing.

3 ~~D.~~ E. All industrial hemp plant material shall be planted,
4 grown and harvested under a valid license. Any plant material that
5 is not harvested in the license period in which it was planted or
6 volunteer plants that are not destroyed must be declared for
7 inclusion in a subsequent license.

8 ~~E.~~ F. If the licensee wishes to alter the land area on which
9 the licensee will conduct industrial hemp growth, cultivation,
10 handling or processing operations within thirty (30) days of any new
11 license, before altering the area, the licensee shall submit to the
12 Department an updated legal description, global positioning system
13 location, and map specifying the proposed alterations.

14 ~~F.~~ G. Each licensee shall report any changes to information
15 provided in the license application within ten (10) days of such
16 change to the Department.

17 ~~G.~~ H. A licensee shall maintain all records pertaining to the
18 license and growing records for a minimum of three (3) years.

19 ~~H.~~ I. The Department shall promulgate rules necessary to
20 implement the licensing program and to implement the Oklahoma
21 Industrial Hemp Program.

22 ~~I.~~ J. The Department shall promulgate rules to facilitate
23 transportation of industrial hemp.
24

SECTION 2. AMENDATORY Section 6, Chapter 64, O.S.L.

2018, as amended by Section 6, Chapter 91, O.S.L. 2019 (2 O.S. Supp. 2019, Section 3-406), is amended to read as follows:

Section 3-406. A. At least thirty (30) days prior to harvest, each licensee shall file a harvest report on a form approved by the Department that includes:

1. A statement of intended disposition of its industrial hemp crop; and

2. The harvest date or dates, location and yield of each variety cultivated within a registered land area.

B. A licensee shall notify the Department immediately of any changes in a reported harvest date by more than five (5) days.

C. The Department shall establish a registry of licensees and harvest reports approved by the Department that is accessible by the public on their website. The registry shall allow licensees and potential applicants to determine areas and location of industrial hemp crops.

SECTION 3. This act shall become effective November 1, 2020.

COMMITTEE REPORT BY: COMMITTEE ON JUDICIARY, dated 02/27/2020 - DO PASS, As Amended.