LEGISLATURE OF NEBRASKA

ONE HUNDRED SEVENTH LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 889

Introduced by Halloran, 33.

Read first time January 07, 2022

Committee:

1 A BILL FOR AN ACT relating to the Nebraska Hemp Farming Act; to amend sections 2-503, 2-504, 2-505, 2-506, 2-508, 2-509, 2-510, 2-511, 2 3 2-514, 2-515, and 2-517, Revised Statutes Cumulative Supplement, 4 2020, and section 28-401, Revised Statutes Supplement, 2021; to change and update federal references; to define a term; to eliminate 5 6 obsolete provisions; to change provisions relating to the state plan 7 for regulation of hemp and rules and regulations, fees, duties, violations, and testing and transporting of hemp; to provide for 8 9 remediation of certain hemp; to change a meeting requirement for the Nebraska Hemp Commission; to harmonize provisions; to repeal the 10 original sections; to outright repeal section 2-5701, 11 12 Statutes Cumulative Supplement, 2021; and to declare an emergency. 13 Be it enacted by the people of the State of Nebraska,

-1-

- 1 Section 1. Section 2-503, Revised Statutes Cumulative Supplement,
- 2 2020, is amended to read:
- 3 2-503 For purposes of the Nebraska Hemp Farming Act:
- 4 (1) Acceptable hemp THC level has the same meaning as in 7 C.F.R.
- 5 part 990 990.1, as such part section existed on January 1, 2022 2020;
- 6 (2) Agriculture Improvement Act of 2018 means section 10113 of the
- 7 federal Agriculture Improvement Act of 2018, Public Law 115-334, and any
- 8 regulations adopted and promulgated under such section, as such section,
- 9 act, and regulations existed on January 1, 2022 2020;
- 10 (3) Approved testing facility means a testing facility approved by
- 11 the department;
- 12 (4) Broker means a person who engages or participates in the
- 13 marketing of hemp by acting as an intermediary or negotiator between
- 14 prospective buyers and sellers;
- 15 (5) Commercial sale means the sale of products in the stream of
- 16 commerce, at retail, wholesale, and online;
- 17 (6) Commission means the Nebraska Hemp Commission;
- 18 (7) Cultivate or cultivating means planting, watering, growing, and
- 19 harvesting a hemp plant or crop. The presence of plants of the plant
- 20 Cannabis sativa L. growing as uncultivated, naturalized plants in the
- 21 environment is not cultivating hemp for purposes of the Nebraska Hemp
- 22 Farming Act;
- 23 (8) Cultivator means a person who cultivates hemp;
- (9) Department means the Department of Agriculture;
- 25 (10) Director means the Director of Agriculture or his or her
- 26 designee;
- 27 (11) GPS coordinates means latitude and longitude coordinates
- 28 derived from a global positioning system;
- 29 (12) Handle or handling means possessing or storing hemp plants or
- 30 hemp plant parts prior to cultivation, in the process of cultivation, or
- 31 after being harvested or dried but before processing. Handle or handling

- 1 also includes possessing or storing such hemp plants or hemp plant parts
- 2 in a vehicle for any period of time other than during its actual
- 3 transport from the premises of a person licensed to cultivate or process
- 4 hemp to the premises of another licensee. Handle or handling does not
- 5 include possessing, storing, or transporting finished hemp products or
- 6 hemp seeds;
- 7 (13) Hemp means the plant Cannabis sativa L. and any part of such
- 8 plant, including the viable seeds of such plant and all derivatives,
- 9 extracts, cannabinoids, isomers, acids, salts, and salts of isomers,
- 10 whether growing or not, with a delta-9 tetrahydrocannabinol concentration
- 11 of not more than 0.3 percent on a dry weight basis. Hemp shall be
- 12 considered an agricultural commodity. Notwithstanding any other provision
- 13 of law, hemp shall not be considered a controlled substance under the
- 14 Uniform Controlled Substances Act;
- 15 (14) Licensee means an individual or a business entity possessing a
- 16 license issued by the department under the Nebraska Hemp Farming Act,
- 17 including authorized employees or agents of such licensee, to cultivate,
- 18 handle, process, or broker hemp;
- 19 (15) Location ID means the unique identifier established by a
- 20 licensee for each unique set of GPS coordinates where hemp is cultivated,
- 21 handled, or processed;
- 22 (16) Lot means a contiguous area in a field, greenhouse, or indoor
- 23 growing structure containing the same variety or strain of hemp
- 24 throughout such area;
- 25 (17) Measurement of uncertainty has the same meaning as in 7 C.F.R.
- 26 part 990 990.1, as such part section existed on January 1, 2022 2020;
- 27 (18) Person means an individual, partnership, corporation, limited
- 28 liability company, association, postsecondary institution, or other legal
- 29 entity;
- 30 (19) Postsecondary institution means a postsecondary institution as
- 31 defined in section 85-2403 that also meets the requirements of 20 U.S.C.

- 1 1001, as such section existed on January 1, 2019;
- 2 (20) Process or processing means converting hemp plants or plant
- 3 parts into a marketable form;
- 4 (21) Processor-handler means a person who handles or processes hemp;
- 5 (22) Remediation has the same meaning as in 7 C.F.R. part 990, as
- 6 such part existed on January 1, 2022;
- 7 (23) (22) Site means an area defined by the same legal description
- 8 in a field, greenhouse, or other outdoor area or indoor structure, or for
- 9 a mobile processor, such processor's primary place of business;
- 10 (24) (23) THC means tetrahydrocannabinol; and
- 11 (25) (24) USDA-licensed hemp producer means a person licensed by the
- 12 United States Department of Agriculture to produce hemp as provided in 7
- 13 C.F.R. part 990, subpart C, as such regulations existed on January 1,
- 14 2022 2020.
- 15 Sec. 2. Section 2-504, Revised Statutes Cumulative Supplement, 2020,
- 16 is amended to read:
- 17 2-504 (1) Subject to the Nebraska Hemp Farming Act, it shall be
- 18 lawful:
- (a) For a licensee or his or her employee or agent to cultivate,
- 20 handle, process, or broker hemp in Nebraska and to transport hemp outside
- 21 of Nebraska; and
- (b) To possess, transport, sell, and purchase lawfully produced hemp
- 23 products.
- 24 (2) The department shall establish, operate, and administer a
- 25 program to license and regulate cultivators, processor-handlers, and
- 26 brokers that meets the requirements of the federal Agriculture
- 27 Improvement Act of 2018 and the Nebraska Hemp Farming Act.
- 28 (3) The director may alter or amend the state plan as provided under
- 29 section 2-516 and the The department may adopt and promulgate rules and
- 30 regulations to implement the Nebraska Hemp Farming Act and administer
- 31 programs, including, but not limited to, the following:

- 1 (a) Practices to maintain relevant information regarding land where
- 2 hemp is cultivated, handled, or processed in the state, including a legal
- 3 description of such land, for a period of not less than three calendar
- 4 years;
- 5 (b) Procedures governing the sampling, chain of custody, and testing
- 6 of hemp cultivated, handled, or processed in the state;
- 7 (c) Procedures for the effective destruction of plants cultivated,
- 8 handled, or processed in violation of the Nebraska Hemp Farming Act and
- 9 hemp products made from those plants;
- 10 (d) Procedures implementing enforcement provisions outlined in the
- 11 Nebraska Hemp Farming Act, including factors to be considered when
- 12 issuing administrative fines;
- 13 (e) A procedure for conducting, at a minimum, annual inspections of
- 14 a random sample of hemp cultivators and processor-handlers to verify that
- 15 hemp is not cultivated, processed, or handled in violation of the
- 16 Nebraska Hemp Farming Act or the state plan as described in section
- 17 2-516. The department may, at its discretion, conduct other inspections
- 18 of a cultivator's or processor-handler's operation, including all sites
- 19 registered with the department;
- 20 (f) A procedure for submitting required information to the United
- 21 States Secretary of Agriculture not more than thirty days after the
- 22 information is received;
- 23 (g) Standards governing the approval and denial of license
- 24 applications by cultivators, processor-handlers, and brokers;
- 25 (h) Developing a bill of lading form for use by a person
- 26 transporting hemp as provided in section 28-476. Such bill of lading
- 27 shall, at a minimum:
- 28 (i) Identify the transporting person;
- 29 (ii) List a traceable reference, in accordance with the federal
- 30 Agriculture Improvement Act of 2018, to the lot in which the hemp was
- 31 grown, matching the lot listed on the test results or other documentation

- 1 required by section 2-515 or section 28-476; and
- 2 (iii) Indicate the owner, shipping point of origin, and destination
- 3 of the hemp;
- 4 (i) In consultation with the Nebraska State Patrol, standards for
- 5 transporting hemp in this state to ensure that marijuana or any other
- 6 controlled substance is not disguised as hemp and transported into,
- 7 within, or through this state;
- 8 (j) Recordkeeping requirements and procedures, including planting,
- 9 <u>harvest</u>, and destruction reports and deadlines for the submission of such
- 10 <u>reports</u>; and
- 11 (k) Any other standard, practice, or procedure required by the
- 12 Nebraska Hemp Farming Act or the federal Agriculture Improvement Act of
- 13 2018.
- 14 Sec. 3. Section 2-505, Revised Statutes Cumulative Supplement, 2020,
- is amended to read:
- 16 2-505 (1) Hemp may only be cultivated by a USDA-licensed hemp
- 17 producer or a person meeting the requirements of section 2-5701 or in
- 18 compliance with this section.
- 19 (2) Before a person may be licensed to cultivate hemp under the
- 20 Nebraska Hemp Farming Act, such person shall submit an application on a
- 21 form prescribed by the department that includes, but is not limited to,
- 22 the following:
- 23 (a) If the applicant is an individual, the applicant's full name,
- 24 birthdate, mailing address, telephone number, and valid email address;
- 25 (b) If the applicant is an entity and not an individual, (i) the
- 26 name of the applicant, mailing address, telephone number, and valid email
- 27 address, (ii) the full name of each officer, director, partner, member,
- 28 or owner owning in excess of ten percent of equity or stock in such
- 29 entity, (iii) the full name of each key participant as defined in 7
- 30 C.F.R. part 990, as such section existed on January 1, 2022 990.1, and
- 31 (iv) the birthdate, title, mailing address, telephone number, and valid

- 1 email address of each such person or key participant;
- 2 (c) The proposed acreage to be cultivated or the square footage of a greenhouse or other indoor space to be cultivated;
- 4 (d) The street address, legal description, location ID, and GPS
 5 coordinates for each field, greenhouse, building, or other site where
 6 hemp will be cultivated. The site information may be verified by the
 7 department; and
- 8 (e) Maps depicting each site where hemp will be cultivated, with
 9 appropriate indications for entrances, field boundaries, and specific
 10 locations corresponding to the GPS coordinates provided under subdivision
 11 (d) of this subsection.
- 12 (3) Before a person may be licensed to cultivate hemp under the
 13 Nebraska Hemp Farming Act, such person shall submit with the application
 14 a nonrefundable application fee as set by the department pursuant to
 15 section 2-508.
- (4) Before a person may be licensed to cultivate hemp under the 16 17 Nebraska Hemp Farming Act, such person shall submit a site registration fee as set by the department pursuant to section 2-508. The site 18 registration fee shall be paid for each separate site where the applicant 19 will cultivate hemp. Subsequent modifications to the sites listed in the 20 application shall be submitted on forms prescribed by the department 21 along with a site modification fee and shall only take effect upon 22 written approval of the department. The applicant must certify that all 23 24 sites where hemp is to be cultivated are under the control of the 25 applicant and that the department shall have unlimited access to all such sites. 26
- 27 (5) After the department receives approval by the United States
 28 Secretary of Agriculture for the state plan described in section 2-516,
 29 an initial cultivator license application may be submitted at any time,
 30 except that the department may set a cutoff date for applications ahead
 31 of the growing season. An initial cultivator license issued by the

1 department expires on December 31 in the calendar year for which it was

- 2 issued.
- 3 (6) A renewal application for a license to cultivate hemp shall be
- 4 submitted on forms prescribed by the department. A renewal application is
- 5 due by December 31 and shall be accompanied by the cultivator license fee
- 6 and the site registration fee for all sites listed in the renewal
- 7 application. The renewal cultivator license is valid from January 1 or
- 8 when the license is granted, whichever is later, through December 31 next
- 9 following.
- 10 (7) A cultivator license shall lapse automatically upon a change of
- 11 ownership or location, and a new license must be obtained. The licensee
- 12 shall promptly provide notice of change in ownership or location to the
- 13 department.
- 14 (8) An application and supporting documents submitted to the
- 15 department under this section are not public records subject to
- 16 disclosure pursuant to sections 84-712 to 84-712.09. Such information may
- 17 be submitted to the United States Department of Agriculture pursuant to
- 18 the requirements of the federal Agriculture Improvement Act of 2018 or
- 19 any other federal statute, rule, or regulation, and may be submitted to
- 20 law enforcement.
- 21 Sec. 4. Section 2-506, Revised Statutes Cumulative Supplement, 2020,
- 22 is amended to read:
- 23 2-506 (1) Except for handling by an approved testing facility, a
- 24 USDA-licensed hemp producer, or a cultivator licensed under section
- 25 2-505, a person shall not process, handle, or broker hemp plants or plant
- 26 parts in this state unless the person meets the requirements of section
- 27 2-5701 or is in compliance with this section and licensed as a processor-
- 28 handler or broker under the Nebraska Hemp Farming Act.
- 29 (2) Before a person may be licensed to process, handle, or broker
- 30 hemp in this state, such person shall submit an application on a form
- 31 prescribed by the department that includes, but is not limited to, the

- 1 following:
- 2 (a) If the applicant is an individual, the applicant's full name,
- 3 birthdate, mailing address, telephone number, and valid email address;
- 4 (b) If the applicant is an entity and not an individual, the name of
- 5 the applicant, mailing address, telephone number, and valid email
- 6 address, the full name of each officer and director, partner, member, or
- 7 owner owning in excess of ten percent of equity or stock in such entity,
- 8 and the birthdate, title, mailing address, telephone number, and valid
- 9 email address of each such person;
- 10 (c) The street address, legal description, location ID, and GPS
- 11 coordinates for the site where hemp will be processed or handled, if
- 12 applicable; and
- 13 (d) Maps depicting the site where hemp will be processed or handled,
- 14 if applicable, with appropriate indications for entrances and specific
- 15 locations corresponding to the GPS coordinates provided under subdivision
- 16 (c) of this subsection.
- 17 (3) Before a person may be licensed to process, handle, or broker
- 18 hemp, such person shall submit with the application a nonrefundable
- 19 application fee as set by the department pursuant to section 2-508.
- 20 (4) Before a person may be licensed to process or handle hemp, such
- 21 person shall submit a site registration fee as set by the department
- 22 pursuant to section 2-508. The site registration fee shall be paid for
- 23 each separate site where hemp is processed or handled. Subsequent
- 24 modifications to the sites listed in the application shall be submitted
- 25 on forms prescribed by the department along with the site modification
- 26 fee and shall only take effect upon written approval of the department.
- 27 The applicant must certify that all sites where hemp is to be processed
- 28 or handled are under the control of the applicant and that the department
- 29 shall have unlimited access to all such sites.
- 30 (5) An initial processor-handler or broker license application may
- 31 be submitted at any time. An initial processor-handler or broker license

- 1 issued by the department expires on December 31 in the calendar year for
- 2 which it was issued.
- 3 (6) A renewal application for a processor-handler or broker license
- 4 shall be submitted on forms prescribed by the department. A renewal
- 5 application is due by December 31 and shall be accompanied by the
- 6 processor-handler or broker license fee and, if applicable, the site
- 7 registration fee for all sites listed in the renewal application. The
- 8 renewal processor-handler or broker license is valid from January 1 or
- 9 when the license is granted, whichever is later, through December 31 next
- 10 following.
- 11 (7) A processor-handler or broker license shall lapse automatically
- 12 upon a change of ownership or location, and a new license must be
- 13 obtained. The licensee shall promptly provide notice of change in
- 14 ownership or location to the department.
- 15 (8) A processor-handler licensee who also brokers hemp shall not be
- 16 required to also obtain a broker license under this section.
- 17 (9) An application and supporting documents submitted to the
- 18 department under this section are not public records subject to
- 19 disclosure pursuant to sections 84-712 to 84-712.09. Such information may
- 20 be submitted to the United States Department of Agriculture pursuant to
- 21 the requirements of the federal Agriculture Improvement Act of 2018 or
- 22 any other federal statute, rule, or regulation, and may be submitted to
- 23 law enforcement.
- Sec. 5. Section 2-508, Revised Statutes Cumulative Supplement, 2020,
- 25 is amended to read:
- 26 2-508 (1) License fees under the Nebraska Hemp Farming Act are due
- 27 with the license application on or before December 31 and shall be in the
- 28 amount listed in column A of subsection (2) of this section. The fees due
- 29 on or before December 31, 2019, and by each December 31 thereafter shall
- 30 be set by the director on or before July 1 of each year. The director may
- 31 raise or lower such fees each year to meet the criteria in this

- 1 subsection, but the fee shall not be greater than the amount in column B
- 2 of subsection (2) of this section. The same percentage shall be applied
- 3 to each category for all fee increases or decreases. The director shall
- 4 use the fees in column A of subsection (2) of this section as a base for
- 5 future fee increases or decreases. The director shall determine the fees
- 6 based on estimated annual revenue and fiscal year-end cash fund balances
- 7 as follows:
- 8 (a) The estimated annual revenue shall not be greater than one
- 9 hundred seven percent of program cash fund appropriations allocated for
- 10 the Nebraska Hemp Farming Act; and
- 11 (b) The estimated fiscal year-end cash fund balance shall not be
- 12 greater than seventeen percent of program cash fund appropriations
- 13 allocated for the act.
- 14 (2) Fees.
- 15 Fees A B
- 16 Cultivator, processor-handler, and
- 17 broker license application fee \$100 \$150
- 18 Cultivator site registration fee \$400 per site \$600 per site
- 19 Processor-handler site
- 20 registration fee \$800 per site \$1,200 per site
- 21 Site modification fee \$50 \$75
- 22 (3) Any fee remaining unpaid for more than one month shall be
- 23 considered delinquent and the person owing the fee shall pay an
- 24 additional administrative fee of twenty-five percent of the delinquent
- 25 amount for each month it remains unpaid, not to exceed one hundred
- 26 percent of the original amount due. The department may waive the
- 27 additional administrative fee based upon the existence and extent of any
- 28 mitigating circumstances that have resulted in the late payment of such
- 29 fee. The purpose of the additional administrative fee is to cover the
- 30 administrative costs associated with collecting fees, and all money
- 31 collected as an additional administrative fee shall be remitted to the

- 1 State Treasurer for credit to the Nebraska Hemp Program Fund.
- 2 Sec. 6. Section 2-509, Revised Statutes Cumulative Supplement, 2020,
- 3 is amended to read:
- 4 2-509 The Nebraska Hemp Program Fund is established. The fund shall
- 5 be administered by the department for the purpose of covering the costs
- 6 of the department in administering sections 2-504 to 2-516 and 2-5701.
- 7 The fund may receive appropriations by the Legislature, gifts, grants,
- 8 federal funds, and any other funds both public and private. All fees
- 9 collected by the department under section sections 2-508 and 2-5701 shall
- 10 be remitted to the State Treasurer for credit to the fund. Transfers from
- 11 the Nebraska Hemp Program Fund to the Noxious Weed Cash Fund may be made
- 12 as provided in section 2-958. Transfers from the Nebraska Hemp Program
- 13 Fund to the Fertilizers and Soil Conditioners Administrative Fund may be
- made as provided in section 81-2,162.27. Any money in the fund available
- 15 for investment shall be invested by the state investment officer pursuant
- 16 to the Nebraska Capital Expansion Act and the Nebraska State Funds
- 17 Investment Act.
- 18 Sec. 7. Section 2-510, Revised Statutes Cumulative Supplement, 2020,
- 19 is amended to read:
- 20 2-510 (1) A cultivator, processor-handler, or broker <u>shall consent</u>
- 21 <u>to and comply with consents to</u> all of the following:
- 22 (a) A background check for any felony controlled substance charge in
- 23 the ten years prior to the time of application completed by the
- 24 department or a law enforcement agency at the direction of the
- 25 department, at any time, for all of the individuals listed on the
- 26 cultivator's, processor-handler's, or broker's application at the
- 27 applicant's expense, which shall be in addition to the application and
- 28 registration fees;
- 29 (b) Entry onto, and inspection of, all registered sites by the
- 30 department or by persons at the direction of the department, with or
- 31 without cause, and with reasonable advance notice;

- 1 (c) Reimbursement of the department for expenses relating to
- 2 sampling and testing of any hemp or hemp material;
- 3 (d) Destruction, as soon as possible but no later than thirty days
- 4 after receiving notification by the department, of any of the following:
- 5 (i) Hemp found to have a measured delta-9 tetrahydrocannabinol
- 6 concentration greater than the acceptable hemp THC level. Only hemp from
- 7 lots found to have a measured delta-9 tetrahydrocannabinol concentration
- 8 greater than the acceptable hemp THC level shall be subject to
- 9 destruction;
- 10 (ii) Hemp intended for commercial purposes that is present at a
- 11 location not included in a cultivator's or processor-handler's
- 12 application; and
- 13 (iii) Hemp that is cultivated, processed, handled, or brokered in a
- 14 manner that violates the Nebraska Hemp Farming Act or the rules and
- 15 regulations adopted and promulgated thereunder; and
- (e) Inspections by the department, at least annually, of cultivators
- 17 and processor-handlers to verify that hemp is not cultivated, processed,
- 18 or handled in violation of the Nebraska Hemp Farming Act.
- 19 (2) A cultivator, processor-handler, or broker acknowledges that all
- 20 risk of financial loss under the Nebraska Hemp Farming Act is borne by
- 21 such person. No compensation shall be paid by the department or the State
- 22 of Nebraska for destruction of any hemp under this section.
- 23 Sec. 8. Section 2-511, Revised Statutes Cumulative Supplement, 2020,
- 24 is amended to read:
- 25 2-511 (1) For purposes of this section, a negligent violation shall
- 26 include, but not be limited to:
- 27 (a) Failure to provide an accurate legal description of land on
- 28 which a person cultivates hemp;
- 29 (b) Failure to obtain a license or other required authorization from
- 30 the department; or
- 31 (c) Production of cannabis with a delta-9 tetrahydrocannabinol

- 1 concentration exceeding the acceptable hemp THC level. A cultivator does
- 2 not commit a negligent violation under this subsection if the cultivator
- 3 has made reasonable efforts to grow hemp and the cannabis does not have a
- 4 delta-9 tetrahydrocannabinol concentration of more than 1.0 0.5 percent
- 5 on a dry weight basis.
- 6 (2) Upon a determination by the director that any person in the
- 7 state has negligently violated the Nebraska Hemp Farming Act, a state
- 8 plan as described in section 2-516 approved by the United States
- 9 Department of Agriculture, any rules and regulations adopted and
- 10 promulgated under the act, a corrective action plan issued pursuant to
- 11 this section, or an order of the director, the director may:
- 12 (a) Issue an order specifying the provisions of the act, state plan,
- 13 rule or regulation, corrective action plan, or order alleged to have been
- 14 violated and the facts alleged to constitute a violation;
- 15 (b) Issue a cease and desist order to the violator; and
- 16 (c) Issue an order for a corrective action plan in accordance with
- 17 this section.
- 18 (3) Any person who commits a negligent violation under this section
- 19 shall not be subject to any additional criminal enforcement by state or
- 20 local government authorities other than authorized under this section.
- 21 (4) Any person who negligently violates the Nebraska Hemp Farming
- 22 Act, a state plan as described in section 2-516 approved by the United
- 23 States Department of Agriculture, any rules and regulations adopted and
- 24 promulgated under the act, a corrective action plan issued pursuant to
- 25 this section, or an order of the director three times in a five-year
- 26 period shall be ineligible to obtain a license to cultivate, handle,
- 27 process, or broker hemp for a period of five years beginning on the date
- 28 of the third violation.
- 29 (5) If the director orders issuance of a corrective action plan,
- 30 such plan may include:
- 31 (a) A reasonable date by which the licensee shall correct the

- 1 negligent violation;
- 2 (b) A requirement that the licensee shall periodically report to the
- 3 department on the compliance of the licensee with the corrective action
- 4 plan for a period of not less than the next two calendar years;
- 5 (c) An administrative fine of up to five hundred dollars per day;
- 6 and
- 7 (d) Temporary suspension of a license to operate as a cultivator,
- 8 processor-handler, or broker.
- 9 (6) Upon violation of a corrective action plan, the director may
- 10 issue an amended corrective action plan.
- 11 (7) A person aggrieved by an order of the director may request a
- 12 hearing pursuant to section 2-513.
- 13 (8) The director shall advise the Attorney General of the failure of
- 14 any person to pay an administrative fine imposed under this section. The
- 15 Attorney General shall bring an action in Lancaster County district court
- 16 to recover the fine.
- 17 (9) Any administrative fine collected under this section shall be
- 18 remitted to the State Treasurer for distribution in accordance with
- 19 Article VII, section 5, of the Constitution of Nebraska.
- Sec. 9. Section 2-514, Revised Statutes Cumulative Supplement, 2020,
- 21 is amended to read:
- 22 2-514 (1) In accordance with the state plan described in section
- 23 <u>2-516 and the Nebraska Hemp Farming Act, and at</u> the licensee's
- 24 expense, hemp from each lot grown at each cultivation site registered
- 25 with the department shall be sampled for compliance with the acceptable
- 26 hemp THC level prior to harvest and tested by an approved testing
- 27 facility. When requesting a date for collecting the pre-harvest sample,
- 28 <u>the licensee shall provide at least seven days' notice to the department.</u>
- 29 The licensee may be required to delay harvest until such sample is taken.
- 30 The licensee shall be responsible for any damages related to the failure
- 31 of the licensee to provide proper notice as required by this subsection.

- 1 After such lot sample is taken, the lot represented by the sample shall
- 2 be harvested within <u>thirty</u> fifteen days. The results of such tests shall
- 3 be certified directly to the department by the approved testing facility
- 4 prior to harvest. The test results shall identify the lot for the hemp
- 5 represented by the sample.
- 6 (2) The department may, at its discretion, conduct sampling and
- 7 testing of any hemp from any licensee at any time.
- 8 (3) The department may adopt and promulgate rules and regulations
- 9 governing the sampling and testing of hemp, including, but not limited
- 10 to, the number of samples required, the procedure for gathering samples,
- and certification of the test results to the department.
- 12 (4) Testing of hemp required under this section shall be conducted
- 13 pursuant to standards adopted by the department using post-
- 14 decarboxylation or other similarly reliable methods for the testing of
- 15 delta-9 tetrahydrocannabinol concentration. The testing methodology shall
- 16 consider the potential conversion of delta-9 tetrahydrocannabinolic acid
- 17 in hemp into THC and the test results shall measure total available THC
- 18 derived from the sum of the THC and delta-9 tetrahydrocannabinolic acid
- 19 content.
- 20 (5) Testing of hemp shall be conducted by an approved testing
- 21 facility.
- 22 (6) The department shall create and maintain a list of approved
- 23 testing facilities.
- 24 (7) The entire hemp plant is not required to be submitted for
- 25 testing.
- 26 (8) The test sample shall be obtained in compliance with the federal
- 27 Agriculture Improvement Act of 2018.
- 28 (9) The requirements of this section shall be sufficient for both
- 29 dioecious and monoecious cultivars.
- 30 (10) The approved testing facility shall provide a report giving the
- 31 results of the potency analysis of each sample. Measurement of

- 1 uncertainty shall be estimated and reported with test results.
- 2 Laboratories shall use appropriate validated methods and procedures for
- 3 all testing activities and evaluation of measurement of uncertainty. For
- 4 tests directed by the department, a copy of the report shall be provided
- 5 to the licensee and a copy of the report shall be issued to the
- 6 department. The report shall be provided before the harvest date, if
- 7 applicable.
- 8 (11) When a test result is adverse, the department may, in its
- 9 <u>discretion</u>, require a licensee to have further tests done, and may
- 10 require harvesting and destruction of any plants in any portions of the
- 11 site containing noncompliant plants, or allow remediation and retesting.
- 12 Sec. 10. Section 2-515, Revised Statutes Cumulative Supplement,
- 13 2020, is amended to read:
- 2-515 (1) Except as provided in subsection (4) of this section, any
- 15 cultivator transporting hemp cultivated under the Nebraska Hemp Farming
- 16 Act shall carry with the hemp being transported a copy of the cultivator
- 17 license under which it was cultivated and a copy of the test results
- 18 pertaining to each lot of hemp being transported.
- 19 (2) Except as provided in subsection (4) of this section, any
- 20 processor-handler transporting hemp <u>cultivated</u> processed under the
- 21 Nebraska Hemp Farming Act shall carry with the hemp being transported a
- 22 copy of the processor-handler license under which the hemp is being
- 23 transported and a copy of the test results pertaining to such hemp.
- 24 (3)(a) A licensee shall maintain a record of shipments of hemp
- 25 shipped from or received by the licensee. Such record shall, for each
- 26 shipment of hemp, indicate the date of shipment, identify the point of
- 27 origin and destination, identify the name of the person sending and
- 28 receiving the shipment, and include the vehicle identification number of
- 29 the vehicle transporting the hemp. Each shipment of hemp shall be entered
- 30 on the record of shipments kept by the licensee by the close of the
- 31 business day the shipment is shipped from or received by the licensee.

- 1 (b) A licensee may give notice to the Nebraska State Patrol up to
- 2 seven days prior to a shipment of hemp to be shipped from or received by
- 3 the licensee. Such notification shall be given in a manner and form
- 4 prescribed by the Nebraska State Patrol and shall not be considered a
- 5 public record for purposes of sections 84-712 to 84-712.09.
- 6 (4) Any licensee transporting hemp cultivated or processed under the
- 7 Nebraska Hemp Farming Act shall not be required to carry a copy of the
- 8 test results relating to such hemp as provided in subsection (1) or (2)
- 9 of this section if such licensee carries with the hemp being transported
- 10 a copy of the applicable license and is transporting:
- 11 (a) Hemp between two registered sites listed on the licensee's
- 12 license application;
- 13 (b) Samples of hemp for testing to determine the THC level for
- 14 private testing purposes prior to testing pursuant to section 2-514; or
- 15 (c) Live hemp plants to a registered site listed on the licensee's
- 16 license application prior to cultivating such hemp plants.
- 17 Sec. 11. Section 2-517, Revised Statutes Cumulative Supplement,
- 18 2020, is amended to read:
- 19 2-517 (1) The Nebraska Hemp Commission is created. The commission
- 20 shall consist of the following members:
- 21 (a) The dean of the University of Nebraska College of Agricultural
- 22 Sciences and Natural Resources or his or her designee;
- 23 (b) One member representing postsecondary institutions other than
- 24 the University of Nebraska; and
- 25 (c) Three members appointed by the Governor representing the
- 26 following interests:
- 27 (i) Two Nebraska farmers with an interest in cultivating hemp; and
- 28 (ii) A manufacturer of hemp products.
- 29 (2) Members appointed pursuant to subdivisions (1)(b) and (c) of
- 30 this section shall serve a term of four years and may be reappointed. A
- 31 majority of the members of the commission shall constitute a quorum. The

- 1 commission shall annually elect one member from among the remaining
- 2 members to serve as chairperson. The commission shall meet once annually
- 3 quarterly and may meet more often upon the call of the chairperson or by
- 4 request of a majority of the members. The commission shall be appointed
- 5 no later than sixty days after July 1, 2021, and conduct its first
- 6 meeting no later than thirty days after appointment of the commission.
- 7 The members of the commission shall serve without pay but shall receive
- 8 expenses incurred while on official business as provided in sections
- 9 81-1174 to 81-1177.
- 10 (3) The commission shall have primary responsibility for promoting
- 11 the Nebraska hemp industry and shall have the following powers and
- 12 duties:
- 13 (a) To appoint and fix the salary of such support staff and
- 14 employees, who shall serve at the pleasure of the commission, as may be
- 15 required for the proper discharge of the functions of the commission;
- (b) To prepare and approve a budget;
- 17 (c) To adopt and promulgate reasonable rules and regulations
- 18 necessary to carry out this section and section 2-519;
- 19 (d) To contract for services and authorize the expenditure of funds
- 20 which are necessary for the proper operation of this section and section
- 21 2-519;
- 22 (e) To keep minutes of its meetings and other books and records
- 23 which will clearly reflect all of the acts and transactions of the
- 24 commission and to keep such records open to public examination by any
- 25 person during normal business hours;
- 26 (f) To prohibit using any funds collected by the commission to
- 27 directly or indirectly support or oppose any candidate for public office
- 28 or to influence state legislation; and
- 29 (g) To establish an administrative office at such place in the state
- 30 as may be suitable for the proper discharge of commission functions.
- 31 (4) The commission shall periodically report to the Governor and to

- 1 the Legislature on hemp policies and practices that will result in the
- 2 proper and legal growth, management, marketing, and use of the state's
- 3 hemp industry. Any report submitted to the Legislature shall be submitted
- 4 electronically. Such policies and practices shall, at a minimum, address
- 5 the following:
- 6 (a) Federal laws and regulatory constraints;
- 7 (b) The economic and financial feasibility of a hemp market in
- 8 Nebraska;
- 9 (c) Nebraska businesses that may potentially utilize hemp;
- (d) Examination of research on hemp production and utilization;
- 11 (e) The potential for globally marketing Nebraska hemp;
- 12 (f) The feasibility of private funding for a Nebraska hemp research
- 13 program;
- 14 (g) Law enforcement concerns;
- 15 (h) Statutory and regulatory schemes for the cultivation of hemp by
- 16 private producers; and
- 17 (i) Technical support and education about hemp.
- 18 (5) The commission is authorized to develop and coordinate programs
- 19 to research and promote hemp, including, but not limited to, cultivating,
- 20 handling, processing, transporting, marketing, and selling hemp and
- 21 preserving and developing Nebraska heirloom hemp varieties that possess
- 22 characteristics of a unique and specialized cannabis sativa L. seed
- 23 variety that exist as uncultivated, naturalized plants in the environment
- 24 or historically have been commercially cultivated in Nebraska.
- 25 (6) The commission shall establish such programs with the goal of
- 26 securing at least twenty percent participation by small and emerging
- 27 businesses in the Nebraska hemp industry, including, but not limited to,
- 28 cultivating, handling, processing, transporting, marketing, and selling
- 29 hemp.
- 30 Sec. 12. Section 28-401, Revised Statutes Supplement, 2021, is
- 31 amended to read:

1 28-401 As used in the Uniform Controlled Substances Act, unless the

- 2 context otherwise requires:
- 3 (1) Administer means to directly apply a controlled substance by
- 4 injection, inhalation, ingestion, or any other means to the body of a
- 5 patient or research subject;
- 6 (2) Agent means an authorized person who acts on behalf of or at the
- 7 direction of another person but does not include a common or contract
- 8 carrier, public warehouse keeper, or employee of a carrier or warehouse
- 9 keeper;
- 10 (3) Administration means the Drug Enforcement Administration of the
- 11 United States Department of Justice;
- 12 (4) Controlled substance means a drug, biological, substance, or
- 13 immediate precursor in Schedules I through V of section 28-405.
- 14 Controlled substance does not include distilled spirits, wine, malt
- 15 beverages, tobacco, hemp, or any nonnarcotic substance if such substance
- 16 may, under the Federal Food, Drug, and Cosmetic Act, 21 U.S.C. 301 et
- 17 seq., as such act existed on January 1, 2014, and the law of this state,
- 18 be lawfully sold over the counter without a prescription;
- 19 (5) Counterfeit substance means a controlled substance which, or the
- 20 container or labeling of which, without authorization, bears the
- 21 trademark, trade name, or other identifying mark, imprint, number, or
- 22 device, or any likeness thereof, of a manufacturer, distributor, or
- 23 dispenser other than the person or persons who in fact manufactured,
- 24 distributed, or dispensed such substance and which thereby falsely
- 25 purports or is represented to be the product of, or to have been
- 26 distributed by, such other manufacturer, distributor, or dispenser;
- 27 (6) Department means the Department of Health and Human Services;
- 28 (7) Division of Drug Control means the personnel of the Nebraska
- 29 State Patrol who are assigned to enforce the Uniform Controlled
- 30 Substances Act;
- 31 (8) Dispense means to deliver a controlled substance to an ultimate

- 1 user or a research subject pursuant to a medical order issued by a
- 2 practitioner authorized to prescribe, including the packaging, labeling,
- 3 or compounding necessary to prepare the controlled substance for such
- 4 delivery;
- 5 (9) Distribute means to deliver other than by administering or
- 6 dispensing a controlled substance;
- 7 (10) Prescribe means to issue a medical order;
- 8 (11) Drug means (a) articles recognized in the official United
- 9 States Pharmacopoeia, official Homeopathic Pharmacopoeia of the United
- 10 States, official National Formulary, or any supplement to any of them,
- 11 (b) substances intended for use in the diagnosis, cure, mitigation,
- 12 treatment, or prevention of disease in human beings or animals, and (c)
- 13 substances intended for use as a component of any article specified in
- 14 subdivision (a) or (b) of this subdivision, but does not include devices
- or their components, parts, or accessories;
- 16 (12) Deliver or delivery means the actual, constructive, or
- 17 attempted transfer from one person to another of a controlled substance,
- 18 whether or not there is an agency relationship;
- 19 (13) Hemp has the same meaning as in section 2-503;
- 20 (14)(a) Marijuana means all parts of the plant of the genus
- 21 cannabis, whether growing or not, the seeds thereof, and every compound,
- 22 manufacture, salt, derivative, mixture, or preparation of such plant or
- 23 its seeds.
- 24 (b) Marijuana does not include the mature stalks of such plant,
- 25 hashish, tetrahydrocannabinols extracted or isolated from the plant,
- 26 fiber produced from such stalks, oil or cake made from the seeds of such
- 27 plant, any other compound, manufacture, salt, derivative, mixture, or
- 28 preparation of such mature stalks, the sterilized seed of such plant
- 29 which is incapable of germination, or cannabidiol contained in a drug
- 30 product approved by the federal Food and Drug Administration.
- 31 (c) Marijuana does not include hemp.

- 1 (d) When the weight of marijuana is referred to in the Uniform
- 2 Controlled Substances Act, it means its weight at or about the time it is
- 3 seized or otherwise comes into the possession of law enforcement
- 4 authorities, whether cured or uncured at that time; -
- 5 (e) When industrial hemp as defined in section 2-5701 is in the
- 6 possession of a person as authorized under section 2-5701, it is not
- 7 considered marijuana for purposes of the Uniform Controlled Substances
- 8 Act;
- 9 (15) Manufacture means the production, preparation, propagation,
- 10 conversion, or processing of a controlled substance, either directly or
- 11 indirectly, by extraction from substances of natural origin,
- 12 independently by means of chemical synthesis, or by a combination of
- 13 extraction and chemical synthesis, and includes any packaging or
- 14 repackaging of the substance or labeling or relabeling of its container.
- 15 Manufacture does not include the preparation or compounding of a
- 16 controlled substance by an individual for his or her own use, except for
- 17 the preparation or compounding of components or ingredients used for or
- 18 intended to be used for the manufacture of methamphetamine, or the
- 19 preparation, compounding, conversion, packaging, or labeling of a
- 20 controlled substance: (a) By a practitioner as an incident to his or her
- 21 prescribing, administering, or dispensing of a controlled substance in
- 22 the course of his or her professional practice; or (b) by a practitioner,
- 23 or by his or her authorized agent under his or her supervision, for the
- 24 purpose of, or as an incident to, research, teaching, or chemical
- 25 analysis and not for sale;
- 26 (16) Narcotic drug means any of the following, whether produced
- 27 directly or indirectly by extraction from substances of vegetable origin,
- 28 independently by means of chemical synthesis, or by a combination of
- 29 extraction and chemical synthesis: (a) Opium, opium poppy and poppy
- 30 straw, coca leaves, and opiates; (b) a compound, manufacture, salt,
- 31 derivative, or preparation of opium, coca leaves, or opiates; or (c) a

- 1 substance and any compound, manufacture, salt, derivative, or preparation
- 2 thereof which is chemically equivalent to or identical with any of the
- 3 substances referred to in subdivisions (a) and (b) of this subdivision,
- 4 except that the words narcotic drug as used in the Uniform Controlled
- 5 Substances Act does not include decocainized coca leaves or extracts of
- 6 coca leaves, which extracts do not contain cocaine or ecgonine, or
- 7 isoquinoline alkaloids of opium;
- 8 (17) Opiate means any substance having an addiction-forming or
- 9 addiction-sustaining liability similar to morphine or being capable of
- 10 conversion into a drug having such addiction-forming or addiction-
- 11 sustaining liability. Opiate does not include the dextrorotatory isomer
- of 3-methoxy-n methylmorphinan and its salts. Opiate includes its racemic
- 13 and levorotatory forms;
- 14 (18) Opium poppy means the plant of the species Papaver somniferum
- 15 L., except the seeds thereof;
- 16 (19) Poppy straw means all parts, except the seeds, of the opium
- 17 poppy after mowing;
- 18 (20) Person means any corporation, association, partnership, limited
- 19 liability company, or one or more persons;
- 20 (21) Practitioner means a physician, a physician assistant, a
- 21 dentist, a veterinarian, a pharmacist, a podiatrist, an optometrist, a
- 22 certified nurse midwife, a certified registered nurse anesthetist, a
- 23 nurse practitioner, a scientific investigator, a pharmacy, a hospital, or
- 24 any other person licensed, registered, or otherwise permitted to
- 25 distribute, dispense, prescribe, conduct research with respect to, or
- 26 administer a controlled substance in the course of practice or research
- 27 in this state, including an emergency medical service as defined in
- 28 section 38-1207;
- 29 (22) Production includes the manufacture, planting, cultivation, or
- 30 harvesting of a controlled substance;
- 31 (23) Immediate precursor means a substance which is the principal

- 1 compound commonly used or produced primarily for use and which is an
- 2 immediate chemical intermediary used or likely to be used in the
- 3 manufacture of a controlled substance, the control of which is necessary
- 4 to prevent, curtail, or limit such manufacture;
- 5 (24) State means the State of Nebraska;
- 6 (25) Ultimate user means a person who lawfully possesses a
- 7 controlled substance for his or her own use, for the use of a member of
- 8 his or her household, or for administration to an animal owned by him or
- 9 her or by a member of his or her household;
- 10 (26) Hospital has the same meaning as in section 71-419;
- 11 (27) Cooperating individual means any person, other than a
- 12 commissioned law enforcement officer, who acts on behalf of, at the
- 13 request of, or as agent for a law enforcement agency for the purpose of
- 14 gathering or obtaining evidence of offenses punishable under the Uniform
- 15 Controlled Substances Act;
- 16 (28)(a) Hashish or concentrated cannabis means (i) the separated
- 17 resin, whether crude or purified, obtained from a plant of the genus
- 18 cannabis or (ii) any material, preparation, mixture, compound, or other
- 19 substance which contains ten percent or more by weight of
- 20 tetrahydrocannabinols.
- 21 (b) When resins extracted from (i) industrial hemp as defined in
- 22 section 2-5701 are in the possession of a person as authorized under
- 23 section 2-5701 or (ii) hemp as defined in section 2-503 are in the
- 24 possession of a person as authorized under the Nebraska Hemp Farming Act,
- 25 they are not considered hashish or concentrated cannabis for purposes of
- 26 the Uniform Controlled Substances Act.
- 27 (c) Hashish or concentrated cannabis does not include cannabidiol
- 28 contained in a drug product approved by the federal Food and Drug
- 29 Administration;
- 30 (29) Exceptionally hazardous drug means (a) a narcotic drug, (b)
- 31 thiophene analog of phencyclidine, (c) phencyclidine, (d) amobarbital,

- 1 (e) secobarbital, (f) pentobarbital, (g) amphetamine, or (h) 2 methamphetamine;
- 3 (30) Imitation controlled substance means a substance which is not a controlled substance or controlled substance analogue but which, by way 4 5 of express or implied representations and consideration of other relevant factors including those specified in section 28-445, would lead a 6 7 reasonable person to believe the substance is a controlled substance or controlled substance analogue. A placebo or registered investigational 8 9 drug manufactured, distributed, possessed, or delivered in the ordinary 10 course of practice or research by a health care professional shall not be deemed to be an imitation controlled substance; 11
- (31)(a) Controlled substance analogue means a substance (i) the 12 13 chemical structure of which is substantially similar to the chemical structure of a Schedule I or Schedule II controlled substance as provided 14 in section 28-405 or (ii) which has a stimulant, depressant, analgesic, 15 16 or hallucinogenic effect on the central nervous system that is 17 substantially similar to or greater than the stimulant, depressant, analgesic, or hallucinogenic effect on the central nervous system of a 18 19 Schedule I or Schedule II controlled substance as provided in section 28-405. A controlled substance analogue shall, to the extent intended for 20 human consumption, be treated as a controlled substance under Schedule I 21 22 of section 28-405 for purposes of the Uniform Controlled Substances Act; 23 and
- 24 (b) Controlled substance analogue does not include (i) a controlled 25 substance, (ii) any substance generally recognized as safe and effective within the meaning of the Federal Food, Drug, and Cosmetic Act, 21 U.S.C. 26 27 301 et seq., as such act existed on January 1, 2014, (iii) any substance for which there is an approved new drug application, or (iv) with respect 28 to a particular person, any substance if an exemption is in effect for 29 investigational use for that person, under section 505 of the Federal 30 Food, Drug, and Cosmetic Act, 21 U.S.C. 355, as such section existed on 31

- 1 January 1, 2014, to the extent conduct with respect to such substance is
- pursuant to such exemption;
- 3 (32) Anabolic steroid means any drug or hormonal substance,
- 4 chemically and pharmacologically related to testosterone (other than
- 5 estrogens, progestins, and corticosteroids), that promotes muscle growth
- 6 and includes any controlled substance in Schedule III(d) of section
- 7 28-405. Anabolic steroid does not include any anabolic steroid which is
- 8 expressly intended for administration through implants to cattle or other
- 9 nonhuman species and has been approved by the Secretary of Health and
- 10 Human Services for such administration, but if any person prescribes,
- 11 dispenses, or distributes such a steroid for human use, such person shall
- 12 be considered to have prescribed, dispensed, or distributed an anabolic
- 13 steroid within the meaning of this subdivision;
- 14 (33) Chart order means an order for a controlled substance issued by
- 15 a practitioner for a patient who is in the hospital where the chart is
- 16 stored or for a patient receiving detoxification treatment or maintenance
- 17 treatment pursuant to section 28-412. Chart order does not include a
- 18 prescription;
- 19 (34) Medical order means a prescription, a chart order, or an order
- 20 for pharmaceutical care issued by a practitioner;
- 21 (35) Prescription means an order for a controlled substance issued
- 22 by a practitioner. Prescription does not include a chart order;
- 23 (36) Registrant means any person who has a controlled substances
- 24 registration issued by the state or the Drug Enforcement Administration
- of the United States Department of Justice;
- 26 (37) Reverse distributor means a person whose primary function is to
- 27 act as an agent for a pharmacy, wholesaler, manufacturer, or other entity
- 28 by receiving, inventorying, and managing the disposition of outdated,
- 29 expired, or otherwise nonsaleable controlled substances;
- 30 (38) Signature means the name, word, or mark of a person written in
- 31 his or her own hand with the intent to authenticate a writing or other

- 1 form of communication or a digital signature which complies with section
- 2 86-611 or an electronic signature;
- 3 (39) Facsimile means a copy generated by a system that encodes a
- 4 document or photograph into electrical signals, transmits those signals
- 5 over telecommunications lines, and reconstructs the signals to create an
- 6 exact duplicate of the original document at the receiving end;
- 7 (40) Electronic signature has the definition found in section
- 8 86-621;
- 9 (41) Electronic transmission means transmission of information in
- 10 electronic form. Electronic transmission includes computer-to-computer
- 11 transmission or computer-to-facsimile transmission;
- 12 (42) Long-term care facility means an intermediate care facility, an
- 13 intermediate care facility for persons with developmental disabilities, a
- 14 long-term care hospital, a mental health substance use treatment center,
- 15 a nursing facility, or a skilled nursing facility, as such terms are
- 16 defined in the Health Care Facility Licensure Act;
- 17 (43) Compounding has the same meaning as in section 38-2811;
- 18 (44) Cannabinoid receptor agonist means any chemical compound or
- 19 substance that, according to scientific or medical research, study,
- 20 testing, or analysis, demonstrates the presence of binding activity at
- 21 one or more of the CB1 or CB2 cell membrane receptors located within the
- 22 human body. Cannabinoid receptor agonist does not include cannabidiol
- 23 contained in a drug product approved by the federal Food and Drug
- 24 Administration; and
- 25 (45) Lookalike substance means a product or substance, not
- 26 specifically designated as a controlled substance in section 28-405, that
- 27 is either portrayed in such a manner by a person to lead another person
- 28 to reasonably believe that it produces effects on the human body that
- 29 replicate, mimic, or are intended to simulate the effects produced by a
- 30 controlled substance or that possesses one or more of the following
- 31 indicia or characteristics:

- 1 (a) The packaging or labeling of the product or substance suggests
- 2 that the user will achieve euphoria, hallucination, mood enhancement,
- 3 stimulation, or another effect on the human body that replicates or
- 4 mimics those produced by a controlled substance;
- 5 (b) The name or packaging of the product or substance uses images or
- 6 labels suggesting that it is a controlled substance or produces effects
- 7 on the human body that replicate or mimic those produced by a controlled
- 8 substance;
- 9 (c) The product or substance is marketed or advertised for a
- 10 particular use or purpose and the cost of the product or substance is
- 11 disproportionately higher than other products or substances marketed or
- 12 advertised for the same or similar use or purpose;
- 13 (d) The packaging or label on the product or substance contains
- 14 words or markings that state or suggest that the product or substance is
- 15 in compliance with state and federal laws regulating controlled
- 16 substances;
- 17 (e) The owner or person in control of the product or substance uses
- 18 evasive tactics or actions to avoid detection or inspection of the
- 19 product or substance by law enforcement authorities;
- 20 (f) The owner or person in control of the product or substance makes
- 21 a verbal or written statement suggesting or implying that the product or
- 22 substance is a synthetic drug or that consumption of the product or
- 23 substance will replicate or mimic effects on the human body to those
- 24 effects commonly produced through use or consumption of a controlled
- 25 substance;
- 26 (g) The owner or person in control of the product or substance makes
- 27 a verbal or written statement to a prospective customer, buyer, or
- 28 recipient of the product or substance implying that the product or
- 29 substance may be resold for profit; or
- 30 (h) The product or substance contains a chemical or chemical
- 31 compound that does not have a legitimate relationship to the use or

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- 1 purpose claimed by the seller, distributor, packer, or manufacturer of
- 2 the product or substance or indicated by the product name, appearing on
- 3 the product's packaging or label or depicted in advertisement of the
- 4 product or substance.
- 5 Sec. 13. Original sections 2-503, 2-504, 2-505, 2-506, 2-508,
- 6 2-509, 2-510, 2-511, 2-514, 2-515, and 2-517, Revised Statutes Cumulative
- 7 Supplement, 2020, and section 28-401, Revised Statutes Supplement, 2021,
- 8 are repealed.
- 9 Sec. 14. The following section is outright repealed: Section
- 10 2-5701, Revised Statutes Cumulative Supplement, 2020.
- 11 Sec. 15. Since an emergency exists, this act takes effect when
- 12 passed and approved according to law.