

1 TO THE HOUSE OF REPRESENTATIVES:

2 The Committee on Agriculture, Food Resiliency, and Forestry to which was  
3 referred Senate Bill No. 323 entitled “An act relating to miscellaneous  
4 agricultural subjects” respectfully reports that it has considered the same and  
5 recommends that the House propose to the Senate that the bill be amended as  
6 follows:

7 First: In Sec. 23, 7 V.S.A. chapter 31, subchapter 3, in section 851, in  
8 subsection (b) after “opportunities that may exist.” by inserting “The purpose  
9 of this subchapter is also to support small-business hemp producers and  
10 processors in taking advantage of intrastate opportunities for the cultivation  
11 and sale of hemp and hemp products.”

12 Second: In Sec. 23, 7 V.S.A. chapter 31, subchapter 3, in section 854, by  
13 striking out all instances of “857” and inserting in lieu thereof “858”

14 Third: In Sec. 23, 7 V.S.A. chapter 31, subchapter 3, in section 855, by  
15 striking out subdivisions (a)(8) and (9) in their entirety and inserting in lieu  
16 thereof five new subdivisions to be subdivisions (8), (9), (10), (11), and (12) to  
17 read as follows:

18 (8) prohibit hazardous additives to hemp products, or specify additive  
19 limits, relative to substances that are toxic, not generally recognized as safe, or  
20 designed to make the product more addictive or more appealing to persons  
21 under 21 years of age or to mislead consumers;

1           (9) specify when a registered hemp product that contains more than 0.4  
2           mg tetrahydrocannabinol must be restricted for sale to persons 21 years of age  
3           or older or restricted for sale in specified settings, or both;

4           (10) define “craft processors” as a class of small businesses with  
5           different needs and risks and exempt craft processor licensees from the  
6           requirements of this subchapter that the Board finds to be unnecessary to  
7           protect the public health, safety, and welfare;

8           (11) waive or reduce licensing fees for craft processor applicants  
9           pursuant to rule or readily accessible policy; or

10           (12) exempt certain product categories from the requirement to register  
11           under this chapter.

12           Fourth: In Sec. 23, 7 V.S.A. chapter 31, subchapter 3, in section 855, by  
13           striking out subsection (b) in its entirety and inserting in lieu thereof a new  
14           subsection (b) to read as follows:

15           (b) The Board shall adopt rules to:

16           (1) establish requirements for the licensure of processors of hemp,  
17           hemp-derived process intermediaries, and hemp products; and

18           (2) regulate the use of hemp processing facilities and equipment to  
19           permit processors to use the same equipment for hemp and cannabis processing  
20           and to prevent cross contamination between hemp and cannabis.

21           Fifth: By adding a new section to be Sec. 23a to read as follows:

1 Sec. 23a. 7 V.S.A. § 845 is amended to read:

2 § 845. CANNABIS REGULATION FUND

3 (a) There is established the Cannabis Regulation Fund, which shall be  
4 managed in accordance with 32 V.S.A. chapter 7, subchapter 5. The Fund  
5 shall be maintained by the Cannabis Control Board.

6 (b) The Fund shall be composed of:

7 (1) all State application fees, annual license fees, renewal fees, and civil  
8 penalties collected by the Board pursuant to chapter 31, subchapter 3 (hemp);  
9 ~~chapters~~ chapter 33 (cannabis establishments); and chapter 37 (medical  
10 cannabis dispensaries) of this title;

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15 (Committee vote: \_\_\_\_\_)

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Representative \_\_\_\_\_

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FOR THE COMMITTEE