## Urgency Ordinance Establishing Moratorium on Industrial Hemp



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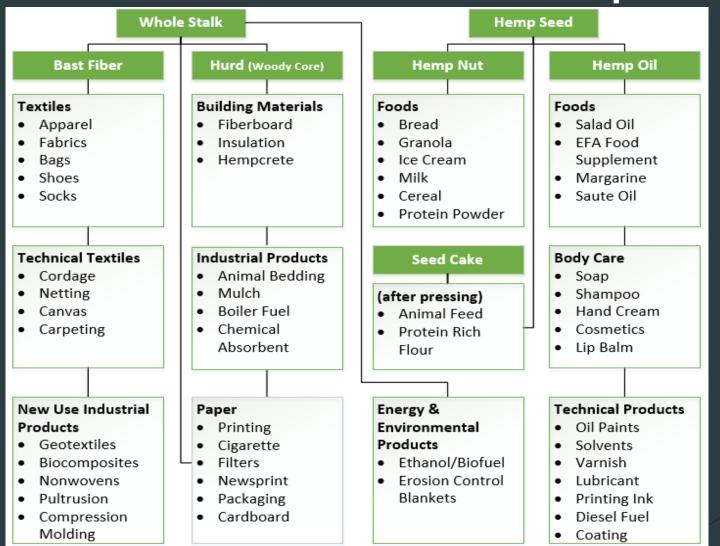
#### Discussion

- Industrial hemp definition / uses
- Legislation: state / federal
- State regulation / registration
- Industrial hemp considerations / concerns
- Recommendation for moratorium

## Industrial Hemp Definition

- Industrial hemp means a crop that is limited to types of the plant Cannabis sativa L. having no more than three tenths of 1 percent tetrahydrocannabinol (THC) contained in the flowering tops, whether growing or not; the seeds of the plant; the resin extracted from any part of the plant; and every compound, salt, derivative, mixture, or preparation of the plant, its seeds or resin produced therefrom.
- ► (Health and Safety Code section 11018.5)

### Modern Uses of Industrial Hemp



## Industrial Hemp for Cannabidiol (CBD)

- ► Cannabidiol (CBD) is a phytocannabinoid discovered in 1940. It is one of some 113 identified cannabinoids in cannabis plants, accounting for up to 40% of the plant's extract. As of 2018, preliminary clinical research on cannabidiol included studies of anxiety, cognition, movement disorders, and pain.
- Industry experts predict that the CBD market could hit \$22 billion by 2022.

## Industrial Hemp Farm Producing CBD in Eastern Colorado



# Industrial Hemp Grown for Fiber in Kentucky



#### California Law

2013 California Industrial Hemp Farming Act (SB 566)

▶ 2016 The Adult Use of Marijuana Act (Prop 64)

**2018** Senate Bill 1409

#### SB 1409 Overview

- Signed into law by Governor Brown on September 30, 2018 and went into effect on January 1, 2019.
- Deleted the requirement that industrial hemp be grown as a fiber or oilseed crop and allowed for hemp cultivation to occur in a manner consistent with the production of hemp for CBD.

## SB 1409 Overview, continued

- Requires the California Department of Food and Agriculture (CDFA) to establish by regulation, a procedure for sampling and testing.
- Requires Established Agricultural Research Institutions to provide the Global Positioning coordinates to the Agricultural Commissioner prior to cultivation.

## Background (federal level)

- **2014 Farm Bill** created a framework for the legal cultivation of industrial hemp by institutions of higher education or state departments of agriculture.
- ▶ 2018 Farm Bill Allows for industrial hemp to be grown not just by institutions of higher education but by citizens seeking to enter the industrial hemp industry.
  - Under 2018 Farm Bill, states must create their own regulatory programs for hemp that must include certain elements.

#### 2018 Farm Bill Provisions

- Industrial Hemp is legally defined as an agricultural commodity, and it will be eligible for crop insurance.
- States to submit plans to the USDA Secretary for approval to have primary regulatory authority over the growing and production of hemp.
- The plan must include location information, testing for THC content, and disposal of plants that are out of compliance.

## Registration Regulation

- Applies to commercial growers and seed breeders (not research).
- Agricultural Commissioners will be legally obligated to register hemp growers once the registration regulation is in effect.
- This registration is valid for one year from date of issuance by the commissioner.

## California Regulations Under Development

- Sampling Procedures
- Testing Procedures
- Established Agricultural Research Institution (clarify notification process)
- List of Approved Seed Cultivars
- Methodology/Process to Update List of Approved Seed Cultivars
- Approved Destruction Methods (may be left to discretion of Ag Commissioner)

#### Counties that have Enacted Moratoriums

Calaveras

Shasta

Glenn

Sierra

Lassen

Siskiyou

Mendocino

Tehama

Mono

Tulare

Placer

Yolo

Sacramento

Yuba

San Bernardino

\*Lake, Mariposa, Modoc, Santa Barbara, and Tuolumne are in the process of establishing a moratorium

#### Stakeholder Outreach

Outreach with the following groups has occurred:

- Sonoma County Farm Bureau
- Community Alliance with Family Farmers (CAFF)
- Sonoma County Growers Alliance

#### Considerations/Concerns

- State regulations are still under development
- Potential neighborhood compatibility issues
- Exemption for research may be exploited as a loophole
- Industrial hemp farms growing male plants and Cannabis grown for flowers are not compatible

#### Recommended Action

- The recommendation at this time is to establish a temporary moratorium to allow for:
  - 1) State regulations to become final.
  - 2) Staff to conduct research and outreach and work with counsel to develop proposal for how to regulate hemp at the county level.
  - 3) Staff to determine resources necessary to implement local program.

## Questions?

