## CHAPTER 140

| 1  | AN ACT  |
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| 2  | RELATING TO AGRICULTURE; ENACTING A NEW SECTION OF CHAPTER 76 |
| 3  | NMSA 1978 TO PROVIDE AUTHORIZATION FOR THE NEW MEXICO         |
| 4  | DEPARTMENT OF AGRICULTURE TO ADOPT RULES FOR RESEARCH ON      |
| 5  | INDUSTRIAL HEMP; PROVIDING FOR THE ESTABLISHMENT OF THE       |
| 6  | NEW MEXICO INDUSTRIAL HEMP RESEARCH AND DEVELOPMENT FUND.     |
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| 8  | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:  |
| 9  | SECTION 1. A new section of Chapter 76 NMSA 1978 is           |
| 10 | enacted to read:  |
| 11 | "INDUSTRIAL HEMP RESEARCHNEW MEXICO DEPARTMENT OF             |
| 12 | AGRICULTURE   |
| 13 | A. As used in this section, "industrial hemp"                 |
| 14 | means the plant Cannabis sativa L. and any part of the plant, |
| 15 | whether growing or not, containing a delta-9-                 |
| 16 | tetrahydrocannabinol concentration of no more than            |
| 17 | three-tenths percent on a dry weight basis.                   |
| 18 | B. The intent of this section is to bring                     |
| 19 | New Mexico into compliance with federal law.                  |
| 20 | C. Notwithstanding any other provision of law to              |
| 21 | the contrary, the New Mexico department of agriculture shall  |
| 22 | issue licenses pursuant to rules enacted under Subsection D   |

of this section to grow industrial hemp for research and

development purposes, including agricultural, agronomic,

ecological, processing, sales and marketing research.

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D. The director of the New Mexico department of agriculture shall adopt rules to establish and carry out the provisions of this section, including requirements for licensure, training of law enforcement personnel, inspection, recordkeeping, fees not to exceed program costs and compliance processes. An institution of higher education, person or business that plans to grow industrial hemp seed or industrial hemp fiber shall obtain a grower's license by submitting an application to the New Mexico department of agriculture pursuant to promulgated rules.

- E. A person who holds a license issued pursuant to this section may grow industrial hemp for research and development purposes, including agricultural, agronomic, ecological, processing, sales and marketing research or any other purpose allowed by federal regulation in law.
- F. New Mexico state university shall establish a "New Mexico industrial hemp research and development fund". The fund consists of fees collected by the New Mexico department of agriculture for administration of the industrial hemp research and development program, donations, grants and income earned from investment of the fund and money otherwise accruing to the fund. Money in the fund shall not revert to any other fund at the end of a fiscal year. The New Mexico department of agriculture shall administer the fund, and money in the fund is subject to

appropriation by the legislature to the New Mexico department of agriculture to conduct related programs. Money in the fund shall be disbursed on warrants signed by the secretary of finance and administration pursuant to vouchers signed by the director of the New Mexico department of agriculture or the director's authorized representative."

SECTION 2. Section 30-31-2 NMSA 1978 (being Laws 1972, Chapter 84, Section 2, as amended) is amended to read:

"30-31-2. DEFINITIONS.--As used in the Controlled Substances Act:

- A. "administer" means the direct application of a controlled substance by any means to the body of a patient or research subject by a practitioner or the practitioner's agent;
- B. "agent" includes an authorized person who acts on behalf of a manufacturer, distributor or dispenser. It does not include a common or contract carrier, public warehouseperson or employee of the carrier or warehouseperson;
  - C. "board" means the board of pharmacy;
- D. "bureau" means the narcotic and dangerous drug section of the criminal division of the United States department of justice, or its successor agency;
- E. "controlled substance" means a drug or substance listed in Schedules I through V of the Controlled

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tetrahydrocannabinols or chemical derivatives of
tetrahydrocannabinol as Schedule I controlled substances does
not apply to:

- (1) cultivation of industrial hemp by qualified entities pursuant to rules adopted by the New Mexico department of agriculture; or
- (2) the use of marijuana,
  tetrahydrocannabinols or chemical derivatives of
  tetrahydrocannabinol by certified patients pursuant to the
  Controlled Substances Therapeutic Research Act or by
  qualified patients pursuant to the provisions of the Lynn and
  Erin Compassionate Use Act; and
- F. controlled substances added to Schedule I by rule adopted by the board pursuant to Section 30-31-3 NMSA 1978."

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