Second Regular Session Seventieth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 16-0512.01 Thomas Morris x4218

HOUSE BILL 16-1079

HOUSE SPONSORSHIP

Becker K. and Singer,

SENATE SPONSORSHIP

(None),

House Committees

Senate Committees

Public Health Care & Human Services Finance

A BILL FOR AN ACT

101 CONCERNING A CERTIFICATION PROGRAM FOR CANNABIS THAT IS
102 PESTICIDE-FREE.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

Because marijuana and hemp are illegal under federal law and federal law governs whether a product can be labeled or advertised as "organic", marijuana or hemp that is cultivated, processed, and sold in accordance with state law currently cannot be labeled or advertised as "organic". **Section 3** of the bill directs the commissioner of agriculture to promulgate rules governing a program to enable consumers to easily

identify medical and retail marijuana and industrial hemp that have been cultivated and processed without the use of pesticides. The department of agriculture will certify third parties who can certify whether the marijuana or hemp cultivated or processed at a particular cannabis facility is free of pesticides. **Sections 1 and 2** allow marijuana product labels to include a standardized notification that the marijuana has been certified as being pesticide-free.

Be it enacted by the General Assembly of the State of Colorado:

1

2	SECTION 1. In Colorado Revised Statutes, 12-43.3-202, amend
3	(2) (a) (XIV) as follows:
4	12-43.3-202. Powers and duties of state licensing authority -
5	rules. (2) (a) Rules promulgated pursuant to paragraph (b) of subsection
6	(1) of this section may include, but need not be limited to, the following
7	subjects:
8	(XIV) Labeling standards, WHICH MUST ALLOW A STANDARDIZED
9	NOTIFICATION THAT THE MEDICAL MARIJUANA HAS BEEN CERTIFIED AS
10	ORGANIC PURSUANT TO SECTION 35-11.5-201, C.R.S.;
11	SECTION 2. In Colorado Revised Statutes, 12-43.4-202, amend
12	(3) (a) (IV) (B) and (3) (a) (VII) introductory portion as follows:
13	12-43.4-202. Powers and duties of state licensing authority -
14	rules. (3) (a) Rules promulgated pursuant to paragraph (b) of subsection
15	(2) of this section must include, but need not be limited to, the following
16	subjects:
17	(IV) (B) Testing shall MUST include, but IS not be limited to
18	analysis for residual solvents, poisons, or toxins; harmful chemicals;
19	dangerous molds or mildew; filth; and harmful microbials such as E. Coli
20	or salmonella and pesticides; EXCEPT THAT A LICENSED PREMISES THAT IS
21	CERTIFIED AS ORGANIC PURSUANT TO PART 2 OF ARTICLE 11.5 OF TITLE 35,
22	C.R.S., IS EXEMPT FROM TESTING FOR PESTICIDES.

-2- 1079

1	(VII) Labeling requirements for retail marijuana and retail
2	marijuana products sold by a retail marijuana establishment that are at
3	least as stringent as THOSE imposed by section 25-4-1614 (3) (a), C.R.S.
4	THE LABELING REQUIREMENTS MUST ALLOW A STANDARDIZED
5	NOTIFICATION THAT THE MARIJUANA HAS BEEN CERTIFIED AS ORGANIC
6	PURSUANT TO SECTION 35-11.5-201, C.R.S., and MUST include but are not
7	limited to:
8	SECTION 3. In Colorado Revised Statutes, add part 2 to article
9	11.5 of title 35 as follows:
10	PART 2
11	ORGANIC CANNABIS
12	35-11.5-201. Certification of organic cannabis. (1) THE
13	COMMISSIONER SHALL ADOPT A PROGRAM TO ENABLE CONSUMERS TO
14	EASILY IDENTIFY CANNABIS THAT IS ORGANIC.
15	(2) THE DEPARTMENT SHALL CERTIFY, ACCORDING TO THE TERMS
16	OF THE PROGRAM, THIRD-PARTY CERTIFIERS OF LICENSED PREMISES, AS
17	THAT TERM IS DEFINED IN SECTIONS 12-43.3-104 AND 12-43.4-103, C.R.S.,
18	WHO CAN CERTIFY WHETHER THE CANNABIS AT A PARTICULAR PREMISES
19	IS ORGANIC.
20	(3) A PERSON SHALL NOT, IN CONNECTION WITH AN ORGANIC
21	CERTIFICATION PURSUANT TO THIS PART 2, USE THE ORGANIC SEAL
22	ESTABLISHED BY THE UNITED STATES DEPARTMENT OF AGRICULTURE OR
23	IMPLY ANY TACIT OR DIRECT APPROVAL BY OR ATTRIBUTION TO THE
24	FEDERAL ORGANIC CERTIFICATION PROGRAM.
25	35-11.5-202. Definitions - program - rules. (1) FOR PURPOSES
26	OF THIS PART 2, UNLESS THE CONTEXT OTHERWISE REQUIRES:
27	(a) "CANNARIS" MEANS "MEDICAL MARIJIANA" AS DEFINED IN

-3-

1	SECTION 12-43.3-104, C.R.S., AND "RETAIL MARIJUANA" AS DEFINED IN
2	SECTION 12-43.4-103, C.R.S.
3	(b) "OMRI" MEANS THE ORGANIC MATERIALS REVIEW INSTITUTE
4	OR AN ANALOGOUS SUCCESSOR ORGANIZATION AS DETERMINED BY THE
5	COMMISSIONER.
6	(c) (I) "ORGANIC" MEANS, AS FURTHER SPECIFIED IN RULES
7	PROMULGATED PURSUANT TO THIS SECTION, THAT:
8	(A) THERE ARE NO BIOSOLIDS PRESENT IN POTTING SOILS OR THE
9	LAND USED FOR CULTIVATION; AND
10	(B) THE USE OF PROHIBITED NONSYNTHETIC SUBSTANCES
11	COMPLIES WITH 7 CFR 205.602.
12	(II) OMRI-APPROVED NUTRIENTS AND INPUTS ARE ALLOWED IN
13	THE CULTIVATION AND TREATMENT OF ORGANIC CANNABIS.
14	(2) THE PROGRAM MUST:
15	(I) NOT ACCEPT APPLICATIONS FOR CERTIFICATION UNTIL THE
16	DEPARTMENT HAS MADE ITS DETERMINATION REGARDING THE USE OF
17	PESTICIDES ON CANNABIS PURSUANT TO SECTION 24-20-112 (1), C.R.S.,
18	AND THE STATE LICENSING AUTHORITY HAS ESTABLISHED THE TESTING
19	AND CERTIFICATION PROGRAM REQUIRED BY SECTION 12-43.4-202 (3) (a)
20	(IV) (A), C.R.S.;
21	(II) HAVE THE CAPACITY TO RUN INDEPENDENT VERIFICATION OF
22	INPUTS NOT ALREADY REVIEWED BY OMRI OR THE DEPARTMENT;
23	(III) SUPPORT INDOOR AND OUTDOOR CULTIVATORS;
24	(IV) REQUIRE INSPECTIONS EACH YEAR OF AT LEAST FIFTEEN
25	PERCENT OF THE LICENSED PREMISES THAT HAVE BEEN CERTIFIED
26	ORGANIC;
27	(V) SPECIFY THAT LICENSED PREMISES THAT HAVE BEEN CERTIFIED

-4- 1079

1	ORGANIC PURSUANT TO THIS PART $\overline{2}$ ARE NOT SUBJECT TO TESTING FOR
2	PESTICIDES BY THE STATE LICENSING AUTHORITY OR ANY LOCAL ENTITY;
3	(VI) INCLUDE COMPREHENSIVE DOCUMENTATION OF PESTICIDES
4	AND FERTILIZERS USED AND INSPECTION OF THE DOCUMENTATION BOTH
5	ANNUALLY AND WHEN ANY CHANGES ARE MADE; AND
6	(VII) REQUIRE THE DEPARTMENT TO POST A LIST OF CERTIFIERS
7	AND LICENSED PREMISES THAT ARE CURRENTLY CERTIFIED ON ITS
8	WEBSITE.
9	(3) THE COMMISSIONER SHALL, AFTER CONSULTING WITH THE
10	STATE LICENSING AUTHORITY SPECIFIED IN SECTION 12-43.3-201 (1),
11	C.R.S., ADOPT RULES TO IMPLEMENT THIS PART 2. THE RULES MUST:
12	(a) Specify the experience or credentials and the
13	RESOURCES THAT A PERSON MUST HAVE, AND THE EVIDENCE THAT THE
14	PERSON MUST SUBMIT, TO BE QUALIFIED AS A CERTIFIER PURSUANT TO THIS
15	PART 2, INCLUDING A PLAN THAT THE CERTIFIER WILL FOLLOW IN ISSUING
16	CERTIFICATIONS;
17	(b) Contain standards that certifiers must follow in
18	CERTIFYING CANNABIS PURSUANT TO THIS PART 2;
19	(c) REQUIRE EACH CERTIFIER TO SUBMIT AN ANNUAL REPORT TO
20	THE DEPARTMENT THAT SUMMARIZES THE CERTIFIER'S ACTIVITIES IN THE
21	PREVIOUS CALENDAR YEAR ALONG WITH OTHER INFORMATION SPECIFIED
22	IN THE RULES;
23	(d) AUTHORIZE THE DEPARTMENT TO CONDUCT A PERIODIC OR
24	RISK-BASED ON-SITE AUDIT OF A CERTIFIER THAT INCLUDES THE ABILITY
25	TO ACCOMPANY A CERTIFIER WHILE THE CERTIFIER VISITS A LICENSED
26	PREMISES OR LAND AREA AND WHILE THE CERTIFIER CONDUCTS THE
27	NECESSARY ANALYSIS OF THE DATA COLLECTED DURING THE VISIT;

-5- 1079

1	(e) SPECIFY FEES THAT THE DEPARTMENT MAY CHARGE TO CERTIFY
2	A CERTIFIER, WHICH FEES ARE SUBJECT TO SECTION 35-11.5-113; AND
3	(f) PROVIDE FOR THE CONFIDENTIALITY OF DOCUMENTS AND
4	INFORMATION AS SPECIFIED IN SECTION 35-11.5-105 (4).
5	35-11.5-203. Funding. The DEPARTMENT MAY SEEK, ACCEPT,
6	AND EXPEND GIFTS, GRANTS, OR DONATIONS FROM PRIVATE OR PUBLIC
7	SOURCES FOR THE PURPOSES OF THIS PART 2. THE DEPARTMENT SHALL
8	TRANSMIT ALL MONEY RECEIVED PURSUANT TO THIS SECTION, INCLUDING
9	MARIJUANA TAXES AS AUTHORIZED BY SECTION 39-28.8-501 (2) (b) (III),
10	C.R.S., THAT THE GENERAL ASSEMBLY MAY APPROPRIATE FOR THE
11	PURPOSES OF THIS PART 2, INCLUDING FOR START-UP COSTS, TO THE STATE
12	TREASURER, WHO SHALL CREDIT THE MONEY TO THE PLANT HEALTH, PEST
13	CONTROL, AND ENVIRONMENTAL PROTECTION CASH FUND CREATED IN
14	SECTION 35-1-106.3.
15	SECTION 4. In Colorado Revised Statutes, amend 35-11.5-101
16	as follows:
17	35-11.5-101. Short title. The short title of this article shall be
18	known and may be cited as PART 1 IS the "Organic Certification Act".
19	SECTION 5. In Colorado Revised Statutes, amend 35-11.5-102
20	as follows:
21	35-11.5-102. Legislative declaration. The general assembly
22	declares that the purpose of this article PART 1 is to provide a means for
23	the general public to recognize and purchase organically grown
24	agricultural products and to assist Colorado producers in the marketing
25	of such products. The general assembly further declares that uniformity
26	in labeling will protect both consumers and producers by providing
27	assurance of compliance with recognized production standards.

-6- 1079

1	SECTION 6. In Colorado Revised Statutes, 35-11.5-105, amend
2	(3) as follows:
3	35-11.5-105. Delegation of duties - inspections - cooperative
4	agreements - confidentiality. (3) The department and the commissioner
5	shall coordinate with the secretary to implement the state organic
6	certification program pursuant to this article PART 1.
7	SECTION 7. In Colorado Revised Statutes, 35-11.5-114, amend
8	(1) introductory portion as follows:
9	35-11.5-114. Advisory board. (1) Effective July 1, 2010, for the
10	purpose of assisting the commissioner in formulating rules for carrying
11	out the provisions of this article PART 1, there is hereby created an organic
12	certification advisory board, to be composed of twelve members
13	appointed by the commissioner, as follows: Nine shall MUST represent
14	certified organic operations; one shall MUST be a consumer representing
15	the general public; one shall MUST be a representative from the Colorado
16	cooperative extension service; and one shall MUST be a representative
17	from the Colorado agricultural experiment station. The nine advisory
18	board members representing certified organic operations shall MUST
19	represent the following four categories of organic certification, in
20	proportion to the number of organic operations certified in each category:
21	SECTION 8. In Colorado Revised Statutes, amend 35-11.5-117
22	as follows:
23	35-11.5-117. Conflict with federal law. If the secretary or a court
24	of competent jurisdiction determines that there is a conflict between this
25	article PART 1 and any provisions of the federal "Organic Foods
26	Production Act of 1990", 7 U.S.C. sec. 6501 et seq. or 7 CFR part 205,
27	the provisions of the federal act and rules shall control, and the

-7- 1079

1	commissioner shall perform the duties and discharge the obligations
2	contained in the federal act. If such a determination is made, the
3	commissioner shall submit a report to the general assembly explaining the
4	conflict.
5	SECTION 9. Severability. Section 2-4-204, Colorado Revised
6	Statutes, regarding severability, applies to this act.
7	SECTION 10. Applicability. This act applies to conduct
8	occurring on or after the effective date of this act.
9	SECTION 11. Safety clause. The general assembly hereby finds,
10	determines, and declares that this act is necessary for the immediate
11	preservation of the public peace, health, and safety.

-8- 1079