Report of the Task Force to Analyze and Make Recommendations Regarding Whether Any Statutory or Regulatory Modifications are Necessary to Ensure the Safe and Responsible Manufacture and Sale of Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol that are Intended for Human Consumption in the Commonwealth

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Author

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Legislative Mandate

15th enactment of Item 4-14 of the 2022 Appropriation Act

Executive Summary

As required by the 15th enactment of Item 4-14 of the 2022 Appropriation Act, the Secretary of Agriculture and Forestry, in conjunction with the Secretary of Public Safety and Homeland Security and Secretary of Health and Human Resources, established a task force to analyze and make recommendations regarding whether any statutory or regulatory modifications are necessary to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing tetrahydrocannabinol that are intended for human consumption, orally or by inhalation, in the Commonwealth. The Secretary of Agriculture and Forestry is required to report the findings and recommendations of the task force to the Governor and the Chairmen of the Senate Committee on Rehabilitation and Social Services and the House Committee on General Laws by November 15, 2022.

As required by the 15th enactment of Item 4-14 of the 2022 Appropriation Act, the Secretary of Agriculture and Forestry, in conjunction with the Secretary of Public Safety and Homeland Security and Secretary of Health and Human Resources, established a task force to analyze and make recommendations regarding whether any statutory or regulatory modifications are necessary to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing tetrahydrocannabinol (THC) that are intended for human consumption, orally or by inhalation, in the Commonwealth.

The task force was required to focus on the current and recommended statutory and regulatory framework for the various isomers, salts, and salts of isomers of THC and to include representatives from the Department of Agriculture and Consumer Services, the Office of the Attorney General, the Department of Forensic Science, the Cannabis Control Authority, and other stakeholders as determined by the Secretary of Agriculture and Forestry. The task force consisted of the following members:

- Matthew J. Lohr, Secretary of Agriculture and Forestry (ex-officio member)
- Parker Slaybaugh, Chief Deputy Secretary of Agriculture and Forestry (Chairman)
- Maggie Cleary, Deputy Secretary of Public Safety and Homeland Security
- James Williams, Deputy Secretary of Health and Human Resources
- Erin Williams, Senior Policy Analyst, Virginia Department of Agriculture and Consumer Services
- Ryan Davis, Program Manager, Office of Dairy and Foods, Virginia Department of Agriculture and Consumer Services
- Joshua Humphries, Office of the Attorney General
- Richard Schweiker, Office of the Attorney General
- Linda Jackson, Director, Virginia Department of Forensic Science
- Jeremy Preiss, Acting Head, Chief Officer Regulatory, Policy, and External Affairs, Virginia Cannabis Control Authority
- Caroline Juran, Executive Director, Virginia Board of Pharmacy
- Kristin Clay, Policy Analyst Senior, Office of Environmental Health Services, Virginia Department of Health
- Daniel Wilson, First Sergeant, Virginia State Police
- Julia Gunderson, First Sergeant, Virginia State Police
- Shane Wyatt, Virginia Department of General Services, Division of Consolidated Laboratory Services
- Elliot Casey, Commonwealth's Attorneys' Services Council

The Secretary of Agriculture and Forestry is required to report the findings and recommendations of the task force to the Governor and the Chairmen of the Senate Committee on Rehabilitation and Social Services and the House Committee on General Laws by November 15, 2022.

Chairman's Introduction

Since the passage of the General Assembly's budget, the topic of industrial hemp extracts has been a major item of discussion. From the many hours of meetings and conversations I have participated in, both as a part of the work of this task force and in my role as Chief Deputy Secretary of Agriculture and Forestry, it has become clear that opinions of stakeholders, regulators, and individual consumers vary greatly.

It has also become clear that unregulated cannabis products are a great cause for concern. Recent data from the National Capitol Poison Center show an alarming increase in calls related to pediatric exposure to cannabis edibles. In 2020, the Center, whose service area includes Loudoun, Fairfax, Arlington, Fauquier, Prince William, and Stafford, received 68 calls related to pediatric cannabis exposure. Within the first three quarters of 2022 alone, the Center has already received 157 calls related to pediatric

cannabis exposure. This report will summarize additional equally alarming data presented by the Blue Ridge Poison Center during one of our task force meetings.

Despite the varying opinions held by industry stakeholders, regulators, and consumers, there do seem to be areas where consensus can be reached with at least an overwhelming majority.

- 1. Protecting consumers, especially children, from dangerous products is paramount.
- 2. Copycat candy products should be banned from sale, and stiff criminal penalties should exist for anyone manufacturing, selling or distributing those products in the Commonwealth of Virginia.
- 3. Regulation of some form of THC products intended for human consumption should exist. However, opinions greatly vary on the benchmark for such regulations.

Through this report, it is my goal to dive deeper in to these three areas of consensus. Furthermore the goal of this Task Force is to provide data and research for members of the General Assembly to consider while debating potential legislation during the 2023 General Assembly Session.

The biggest topic of debate and the toughest question for members of the General Assembly to answer is where to draw the proverbial line in regards to which products should be legal and which products should be illegal. To answer this question, I believe members of the General Assembly would be wise to consider the advice offered by the U.S. Hemp Roundtable, which prides themselves as being the "hemp industry's leading national advocacy organization."

Jonathan Miller, representing the U.S. Hemp Roundtable, during the taskforce's August 9th meeting testified, "We want to draw a real distinction here between non-intoxicating hemp and intoxicating products." Mr. Miller further testified that he advocated for the 2014 and 2018 federal Farm Bill and shared during that process "the underlying theme was that hemp was non-intoxicating and that marijuana and adult use cannabis was intoxicating."

From my time studying this issue over the past 10 months and from my time serving as Chairman of this taskforce, I believe that is an important distinction. While the U.S. Hemp Roundtable says they do not oppose the sale of adult use cannabis, this taskforce was not charged with studying or making recommendations about the retail sale of adult use cannabis. What it was charged with was to "analyze and make recommendations regarding whether any statutory or regulatory modifications are necessary to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing tetrahydrocannabinol (THC)."

With that charge, with expert testimony offered by the hemp industry's leading national advocacy organization and with the knowledge that, as of the publishing of this report, the retail sale of adult use cannabis is not legal in the Commonwealth, I believe it is the charge of this taskforce to advise the General Assembly on the best way to distinguish between legal, non-intoxicating hemp products and illegal, intoxicating cannabis products and the regulatory framework that aids in enforcement. The debate of whether cannabis should be legalized in the Commonwealth is a question left up to the General Assembly, and one that this taskforce takes no position on.

Background

The federal Agricultural Act of 2018, which was enacted on December 20, 2018, includes numerous industrial hemp-related provisions that, in part, allow for the commercial production of industrial hemp. The 2018 Farm Bill defined "hemp" and removed hemp from the definition of "marihuana" in the federal Controlled Substances Act. The definition of "hemp" establishes that, for a cannabis plant to be "hemp," the plant must not have more than 0.3 percent delta-9 THC on a dry weight basis. The definition explicitly states that all derivatives, extracts, and cannabinoids of "hemp" are also considered "hemp." "Industrial hemp," which is used interchangeably with "hemp," is defined in Virginia's Industrial Hemp

Law as "any part of the plant Cannabis sativa, including seeds thereof, whether growing or not, with a concentration of tetrahydrocannabinol that is no greater than that allowed by federal law." "Industrial hemp" includes an industrial hemp extract that has not completed all stages of processing needed to convert the extract into a hemp product.

The 2018 Farm Bill's hemp provisions were the result of advocacy in support of hemp fiber and grain production opportunities. Congress established the delta-9 THC limit in the definition of hemp to allow for the production of hemp fiber and grain but to maintain the prohibition on production of intoxicating cannabis, and, at the time the legislation was enacted, delta-9 THC was the primary cannabinoid known to have an intoxicating effect.

Since the enactment of the 2018 Farm Bill, the U.S. hemp industry's interest in growing hemp for its fiber or grain shifted to an interest in growing high-CBD varieties of hemp for edible and inhaled product production. Within the past few years, a portion of the hemp product industry has further shifted to the production of edible and inhaled THC products using hemp-derived CBD; however, the primary type of THC in these products is not delta-9 THC, but instead delta-8 THC or delta-10 THC, among others. Delta-8 THC has an intoxicating effect similar to that of delta-9 THC, the cannabinoid in marijuana that produces a "high"; however, the legal status of delta-8 THC is gray given its connection to hemp, which was removed from the federal Controlled Substance Act by the 2018 federal Farm Bill. A delta-8 THC product has a delta-9 THC concentration that is less than 0.3 percent but typically has a delta-8 THC concentration that is intoxicating.

During the 2021 Session of the General Assembly, legislators expressed concern with the presence of unregulated delta-8 THC products on the market in Virginia. However, no legislation addressing delta-8 THC was considered during the 2021 Session of the General Assembly. Delta-8 THC is typically chemically synthesized from cannabidiol (CBD) that has been extracted from hemp. Similar concerns were expressed during the 2022 Session of the General Assembly, ultimately resulting in the insertion of language into the 2022 Appropriation Act in response to these concerns. In addition to the 15th enactment establishing the task force, the 14th enactment of Item 4-14 of the 2022 Appropriation Act (enactment) made the following statutory changes related to cannabis:

Virginia Food and Drink Law

The enactment amended the Virginia Food and Drink Law to direct the Board of Agriculture and Consumer Services to adopt regulations that require that any industrial hemp extract or food containing an industrial hemp extract that contains THC be equipped with a label that states (i) that the industrial hemp extract or food containing an industrial hemp extract contains THC and may not be sold to persons younger than 21 years of age, (ii) all ingredients contained in the industrial hemp extract or food containing an industrial hemp extract, (iii) the amount of such industrial hemp extract or food containing an industrial hemp extract that constitutes a single serving, and (iv) the total percentage and milligrams of THC included in the industrial hemp extract or food containing an industrial hemp extract and the number of milligrams of THC that are contained in each serving.

Virginia Cannabis Control Act

The enactment amended the Virginia Cannabis Control Act (VCCA) to establish a Class 3 misdemeanor for possession of more than four ounces to one pound of marijuana on one's person or in public and excludes possession in one's residence from this criminal penalty. The enactment excluded possession in one's residence from the existing felony for possessing more than one pound of marijuana on one's person or in any public place. The enactment amended the VCCA to establish that a person who cultivates marijuana for personal use who fails to (i) ensure that a marijuana plant is not visible from a public way, (ii) take precautions to prevent unauthorized access by a person younger than 21 years of age, or (iii) attach to each marijuana plant a tag including certain information is subject to a civil penalty of no more

than \$25.

Virginia Consumer Protection Act

The enactment amended the Virginia Consumer Protection Act (VCPA) to prohibit the sale of or offering for sale a substance intended for human consumption, orally or by inhalation, that contains THC to a person younger than 21 years of age. The enactment amended the VCPA to prohibit the sale of or offering for sale any substance intended for human consumption, orally or by inhalation, that contains THC, unless such substance is (i) contained in child-resistant packaging, as defined in § 4.1-600; (ii) equipped with a label that states, in English and in a font no less than 1/16 of an inch, (a) that the substance contains THC and may not be sold to persons younger than 21 years of age, (b) all ingredients contained in the substance, (c) the amount of such substance that constitutes a single serving, and (d) the total percentage and milligrams of THC included in the substance and the number of milligrams of THC that are contained in each serving; and (iii) accompanied by a certificate of analysis, produced by an independent laboratory that is accredited pursuant to standard ISO/IEC 17025 of the International Organization of Standardization by a third-party accrediting body, that states the THC concentration of the substance or the THC concentration of the batch from which the substance originates. Additionally, the enactment amended the VCPA to prohibit the manufacture, offering for sale at retail, or retail sale of an industrial hemp extract, food containing an industrial hemp extract, or substance containing THC that depicts or is in the shape of a human, animal, vehicle, or fruit. Finally, the enactment amended the VCPA to prohibit the selling or offering for sale any substance intended for human consumption, orally or by inhalation, that contains THC and, without authorization, bears, is packaged in a container or wrapper that bears, or is otherwise labeled to bear the trademark, trade name, famous mark as defined in 15 U.S.C. § 1125, or other identifying mark, imprint, or device, or any likeness thereof, of a manufacturer, processor, packer, or distributor of a product intended for human consumption other than the manufacturer, processor, packer, or distributor that did in fact so manufacture, process, pack, or distribute such substance.

Task Force Meetings

The task force convened two meetings during summer 2022 to analyze and make recommendations regarding whether any statutory or regulatory modifications are necessary to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing THC that are intended for human consumption, orally or by inhalation, in the Commonwealth. The meetings were held on July 7, 2022, and August 9, 2022.

July 7, 2022

The first meeting of the task force was held July 7, 2022, in Richmond. Deputy Secretary of Agriculture and Forestry Slaybaugh provided an overview of the task force's responsibilities and requirements pursuant to the Virginia Freedom of Information Act as well as an overview of the responsibilities of and charges for the task force.

Staff from the Virginia Department of Forensic Science (DFS) provided an overview of the legislative history of marijuana and hemp in the Commonwealth, the different types of tetrahydrocannabinols, and relevant legal implications. DFS also provided a general explanation of the process commonly used to synthesize delta-8 THC from cannabidiol that was extracted from hemp and explained that a laboratory test cannot determine whether THC is natural or synthetic.

Staff from the Virginia Department of Agriculture and Consumer Services (VDACS) provided an overview of the cannabis-related efforts of VDACS's Food Safety Program and a comparison of how New York, Oregon, and Colorado, three states previously mentioned as model examples by hemp industry stakeholders, regulate hemp-derived cannabinoid products.

At the conclusion of these presentations and questions from the task force, the task force received

comments from the public, both in-person and virtually, for approximately one hour. Many individuals commented on a letter VDACS distributed to food manufacturers, retail food establishments, and registered industrial hemp processors regarding industrial hemp extracts intended for human consumption and delta-8 THC products. Generally, those who provided comment expressed an interest in producing, selling, or consuming delta-8 THC products. Some individuals explained the benefits they or their customers have experienced from consuming hemp-derived products or delta-8 THC products. Some individuals urged the task force to consider a regulatory framework that would not prohibit the production or sale of any THC isomer or derivative.

Please see Appendix 1 for the meeting agenda, the PowerPoint presentations used by DFS and VDACS, and a complete transcript of the meeting, including the public comment period. Written comments were also accepted for this meeting and are both included in Appendix 1 and available using the following link: https://hodspeak.house.virginia.gov/meetings/12814/public_comments.

August 9, 2022

The second meeting of the task force was held August 9, 2022, in Richmond.

The director of the Blue Ridge Poison Center ("Poison Center"), Dr. Christopher Holstege, provided information regarding recent emergency calls related to cannabinoid consumption and spoke about trends he has observed as delta-8 THC products have become more widely available, including an increase in pediatric THC exposure cases. The Poison Center serves a region of approximately 3 million Virginians and works with a network of 42 hospitals in Central and Southwest Virginia. Dr. Holstege explained that, in 2018, the Poison Center received 79 calls related to THC exposure. In 2021, the Poison Center received 217 calls related to THC exposure, 88 of which were related to delta-8 THC, and, by July 31, 2022, the Poison Center had already received 175 THC exposure calls, 52 of which were related to delta-8 THC. Of the 140 calls related to delta-8 THC that the Poison Center has received since the beginning of 2021, 127 patients were able to be treated in an emergency department, while 19 patients required admission to a non-critical care unit and five patients required admission to a critical care unit. Dr. Holstege opined that delta-8 THC product packaging that mimics candy packaging has contributed to the increase in pediatric THC exposure cases he has observed.

Counsel for the U.S. Hemp Roundtable, Jonathan Miller, provided an overview of the regulation of hemp-derived cannabinoid products nationally. The U.S. Hemp Roundtable is a coalition of businesses and organizations committed to safe hemp and cannabidiol (CBD) products. Mr. Miller explained that compounds such as delta-8 THC and delta-10 THC were not prevalent or considered during the development of the federal legislation authorizing the production of hemp in the U.S., which ultimately defined hemp using its delta-9 THC concentration Mr. Miller advised that the U.S. Hemp Roundtable supports closing the current THC-related loophole and redefining hemp, in part, as cannabis with a Total THC concentration of no more than 0.3 percent. The U.S. Hemp Roundtable offered that intoxicating cannabis-derived products should only be sold via adult-use cannabis channels, while non-intoxicating cannabis-derived products should not be subject to age restriction. Mr. Miller advised that the U.S. Hemp Roundtable recommends a state-led commission to study cannabis-derived products to identify appropriate standards for evaluating whether a product is intoxicating rather than regulating all products with any amount of THC in the same way.

VDACS staff provided a comparison of the regulation of hemp-derived cannabinoid products in additional states mentioned during the public comment period from the July 7 meeting as well as other neighboring states. Please see Appendix 2 for the meeting agenda and PowerPoint presentations. Written comments were also accepted for this meeting and are both included in Appendix 2 and available using the following link: https://hodspeak.house.virginia.gov/meetings/12847/public_comments.

Additionally, prior to the August 9 meeting, Deputy Secretary Slaybaugh asked task force members, in conjunction with their relevant stakeholders, to consider the following questions:

- What items or issues dealing with industrial hemp extracts and other substances containing THC do you feel are not adequately addressed by Code or regulations?
- What obstacles does your agency/department face when it comes to enforcement of laws relating to hemp extracts and other substances containing THC?
- Are there other statutory issues that would be helpful for the Task Force to request clarity on from the General Assembly?

Feedback from the hemp industry received by VDACS

To ensure that the hemp industry had ample opportunity to provide feedback in response to these questions, VDACS scheduled six one-hour virtual listening sessions for interested Registered Industrial Hemp Growers, Processors, and Dealers. Please see Appendix 3 for the listening session information. Forty-eight individuals attended the virtual listening sessions. Another 15 individuals submitted written comments in response to the questions VDACS posed. VDACS asked the industry to provide feedback on what, if any, requirements were appropriate to ensure the safe manufacture or sale of industrial hemp extracts or substances containing THC that are intended for human consumption orally or by inhalation.

Generally, those who commented expressed support for testing, packaging, and labeling requirements for both orally consumed and inhaled products containing THC and for required good manufacturing practices for manufacturers of these products. Many urged the task force to be mindful of the costs associated with testing and suggested testing be required at the step in the manufacturing process that will ensure a safe product. From the discussion had during some of the listening sessions, it appears possible that the appropriate place in the manufacturing process to test for contaminants may be different, depending on the product.

Many also expressed the importance of consumer education regarding these products as well as the importance of the retailer being knowledgeable about the products offered sale, with some suggesting the state should license retailers and some suggesting employees of retail locations should have required training. VDACS also heard comments that regulators, policy makers, and local government officials would benefit from more information regarding hemp and hemp products.

Those who provided comment were divided over whether synthetic cannabinoids should be used in orally consumed and inhaled products containing THC. Some expressed that, if the manufacturing process and the product ultimately meet established requirements, then those products should be permissible for sale. Some expressed preference for producing natural, organic, or minimally-processed products. Some expressed dismay over the impact that some intoxicating products have had on the industry's reputation.

Many expressed desire to see out-of-state manufacturers of these products containing THC regulated in the same way as Virginia manufacturers, with some attendees suggesting that only Virginia-produced products should be allowed for sale in Virginia. Generally, those who spoke in support of reasonable regulations for the products also emphasized the importance of requiring compliance by all manufacturers - both in and out of state.

Feedback from Virginia Board of Pharmacy

The Virginia Board of Pharmacy provided the following in response to these questions:

- The scope of VDACS's regulatory authority of hemp products should be expanded beyond orally ingested food and drink to include topical hemp products and inhalants (currently there is no regulatory oversight for these product formulations).
- An expansion of scope should also include authorization to regulate hemp products shipped in from out-of-state, similar to Board of Pharmacy authority to regulate nonresident pharmacies and nonresident wholesale distributors, to create parity and ensure all products sold in Virginia comply with Virginia's standards.
- Clarification from the Office of the Attorney General is needed regarding whether the sale of delta-8 THC, including product intended to be inhaled, is a violation of the Virginia Consumer Protection Act and if any enforcement gaps exist.
- While delta-8 THC is approximately 25 percent less potent than delta-9 THC, it produces a similar high and should be regulated in a similar manner for public protection.
- How does the producer, public, and regulator know definitively the content and concentration of a
 hemp product if there is no certificate of analysis? Articles in the media have highlighted false lab
 reports associated with certain hemp products. Uniform product end testing is important for public
 protection. Tests required of the medical cannabis products would seem to be appropriate for hemp
 products.
- Consider the appropriateness of child-resistant packaging for multi-dose containers if a single unit contains a low dose of THC but an accidental ingestion of multiple doses could create harm for children.
- It is important to understand the relationship between the terms "milligrams" and "percent" and to use the terms correctly to ensure gaps don't exist in public safety.

Considerations for Future Regulation Offered by Individual Task Force Members

While the task force did not take formal action with respect to recommendations at its August 9 meeting, the following suggestions regarding future statutory or regulatory modifications to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing THC that are intended for human consumption, orally or by inhalation, in the Commonwealth were offered by individual task force members during the August 9 meeting:

Product Standards

- Consider whether restrictions such as age restrictions or packaging restriction on those THC products that only contain a small amount of THC should be reduced or eliminated. This could include removing certain restrictions on these products as long as such products are in child-safe packaging.
- Regulate out-of-state THC products so that these products are required to meet the same requirements as those THC products produced or sold in the Commonwealth.
- Clarify the definition of THC as it is used throughout various chapters in the Code of Virginia.
- Take the weight of a THC product into account along with the percentage of THC in such product.
- Require that the labeling requirements be as clear as possible so that laboratories know exactly what to test for. Approaching this from a food safety inspection type of program with regular inspections

may be a good way to go about this.

- Testing an extract is good, but an extract in an oil that is then mixed into a final product like a gummy does not always result in consistent concentration among products.
- If a product's packaging allows a child to consume multiple servings of the product at one time, package requirements may be appropriate even if the individual serving contains a low amount of THC.
- A standard for one type of hemp product containing cannabinoids is not always appropriate as a standard for a different type of cannabinoid-containing product, and appropriate standards may vary within a product category.

Regulatory Framework

- Clarify whether any statutory provisions related to THC products applicable to food manufacturers, food distributors, and retail food establishments also apply to restaurants and other food establishments regulated by the Virginia Department of Health when THC is added to a food.
- Authorize an agency to regulate inhalants. Currently, there is no regulatory oversight for these product formulations.
- Consider adding a civil penalty for those businesses or entities that violate provisions in statute or related regulations pertaining to the sale of THC products.
- The diversity of hemp products that now contain cannabinoids presents regulatory challenges both in identifying the appropriate regulator and in the need for product specific standards. VDACS regulates the manufacture of some hemp products, such as the manufacture of food and beverage products intended for human consumption, while the manufacturers of products that are inhaled or topically applied are not currently regulated by an existing state agency.
- Multiple state agencies regulating cannabis production and product manufacturing could lead to
 regulatory challenges. Cannabis regulators and states with multiple cannabis regulatory agencies,
 including those states with hemp, medical cannabis, and adult-use cannabis programs, have
 mentioned that this structure results in a cumbersome and confusing system for both the regulators
 and industry.
- The task force should remember the range of products that contain cannabinoids and the expertise needed to appropriately regulate those products.
- Establish protections from marijuana-related charges for employees for the Department of Law when they are in possession of a substance containing THC in the performance of their duties.

Enforcement

- Need to establish what a laboratory is supposed to do with respect to handling or storing a hemp product that, when tested, is determined to be marijuana.
- Consider and recommend a process to better link any criminal investigation related to THC products with the potential to bring such a case to a Commonwealth's Attorney office.
- Refine the definition of "industrial hemp extract" and "derivative" as these terms are used in relation

to the definition of "marijuana" throughout Code of Virginia.

- Consider criminal penalties that reflect mental culpability (i.e., require "knowing").
- Develop a technology solution for real-time access by Virginia State Police to the hemp grower, processor, and dealer registration information collected by VDACS.
- Enhance authority and resources for investigations of possible violations of the THC-related prohibited practices established in the Virginia Consumer Protection Act.

While outside the scope of the task force, the following recommendations also were suggested by individual task force members during the August 9 meeting:

- May want to also address other methods of THC consumption beyond just inhalation or ingestion (e.g., topicals, nasal sprays, lubricants, transdermal patches, suppositories, etc.).
- Authorize an agency to regulate topical THC products. Currently, there is no regulatory oversight for these product formulations.

Recommendations

Upon consideration of the information and opinions presented during the task force meetings and in the written comments received following each meeting, it is clear that statutory amendments are necessary to eliminate intoxicating cannabis-derived products from unregulated retail channels in Virginia. There is no single legislative solution that will address the sale of intoxicating cannabis-derived products. The task force suggests that (i) assessing a product's legality using its Total THC concentration, (ii) coordinating cannabis regulation and enforcement, (iii) requiring a permit to sell certain hemp products, (iv) establishing significant civil penalties, and (v) addressing the sale of edible hemp products in restaurants should all be included when considering statutory amendments to ensure the safe and responsible manufacture and sale of industrial hemp extracts and substances containing THC that are intended for human consumption, orally or by inhalation.

Assess a product's legality using its Total THC concentration

Currently, the Code of Virginia directs DFS to assess the delta-9 THC concentration of a substance alleged to be marijuana. For the Commonwealth to more effectively address the proliferation of edible and inhaled products that contain isomers of THC, such as delta-8 THC, the Code of Virginia must provide that a substance's total THC concentration, and not just delta-9 THC, determines whether the substance is marijuana. Amendments to the definitions of relevant terms, including "marijuana" and "tetrahydrocannabinol," should ensure the terms are consistently defined throughout the Code.

Coordinated cannabis regulation and enforcement

Currently, multiple executive branch agencies regulate cannabis production or support the agencies that regulate cannabis production, including the Virginia Board of Pharmacy, the Virginia Cannabis Control Authority, VDACS, DFS, the Virginia Department of General Services - Division of Consolidated Laboratory Services, and the Office of the Attorney General. The Commonwealth needs a coordinated regulatory and enforcement structure that can provide consistent oversight and enforcement to all sectors of Virginia's cannabis industry, including those producing and selling currently unregulated inhaled hemp products. This coordinated effort should include a law enforcement division and serve to consolidate the

Commonwealth's cannabis expertise. Additionally, resources will need to be allocated to coordinating agencies.

Require a permit to sell certain hemp products

Edible and inhaled hemp products that are consumed much like marijuana products pose a risk to Virginians, most notably to children, when offered for sale without restriction. Requiring that a retailer of these types of hemp products obtain a permit before offering these products for sale will assist the regulating agency and law enforcement in determining whether a sale of a hemp product is compliant with the law and will reduce the availability of unregulated products. A retail permit requirement will likely reduce the occurrence of cannabis-related "pop up shops." Additionally, a retail permit requirement will also enable the regulatory agency to monitor the ways in which a permitted retailer markets its hemp products. This will likely assist in reducing consumer confusion that can occur when a hemp product is sold in a manner or from a location that could imply that the product is able to treat a medical condition. During a task force meeting, concern was expressed regarding the sale of intoxicating cannabis-derived products from a pharmacy counter. Consideration should be given as to whether restrictions on the location from which a pharmacy may sell hemp products are necessary. Additionally, the authority of the regulatory agency to deny, suspend, or revoke a retail permit will discourage retailers from selling noncompliant or even illegal products.

A more robust regulatory structure could require that, in addition to a retail permit, edible and inhaled hemp products be subject to product standards, batch testing, and sampling by the regulatory agency. Additionally, the regulatory agency or a policy board should have the authority to establish appropriate product standards and serving size recommendations.

Establish civil penalties

Currently, the penalties for manufacturing or selling an edible hemp product that does not comply with the Food and Drink Law are not substantial enough to compel compliance. The agency responsible for regulating the manufacture and sale of both these products and inhaled hemp products should be authorized to levy a significant civil penalty for selling a product without the proposed retail permit and for manufacturing or selling a product that does not comply with established standards.

Address the sale of edible hemp products in restaurants

While the Food and Drink Law, the provisions of which VDACS administers, addresses the manufacture and sale of industrial hemp extracts intended for human consumption, the Virginia Department of Health's (VDH) authority to license and regulate restaurants does not explicitly include authority to address the sale of edible hemp products or other substances containing THC. VDH should have authority to establish regulations it deems necessary to address the sale of substances containing THC.

Public Comments on Draft Task Force Report

A final meeting of the task force was held on November 7, 2022, in Richmond to release the draft version of the task force report and to open the public comment period for written comments through November 14. Please see Appendix 4 for the meeting agenda and the written comments that were provided in response to the draft task force report. The written comments are also available using the following link: https://hodspeak.house.virginia.gov/meetings/13535/public_comments.

APPENDIX 1

Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption

July 7, 2022 - 1:00pm

Pocahontas Building ~ 900 East Main Street, House Committee Room ~ Richmond, VA 23219

Access Live Stream:

https://virginiageneralassembly.gov/house/committees/commstream.html Sign up to attend remotely and speak:

https://hodspeak.house.virginia.gov/submit_testimony?meeting_id=12814 Provide written comments:

https://hodspeak.house.virginia.gov/submit_testimony?meeting_id=12814

- - 1. Linda Jackson; Virginia Department of Forensic Science
 - 2. Amy Jenkins; Virginia Department of Forensic Science
 - B. Virginia Department of Agriculture and Consumer Services' Food Safety Program
 - 1. Ryan Davis; Virginia Department of Agriculture and Consumer Services
 - C. Comparison between other states' regulation of hemp-derived cannabinoid products
 - 1. Erin Williams; Virginia Department of Agriculture and Consumer Services
- VII. Task Force Member Discussion
- VIII. Public Comment

^{**}Written comment will be accepted for 30 days following the completion of this meeting**

Task Force Participating Agencies		
Secretariat of Agriculture & Forestry	Secretariat of Public Safety	Secretariat of Health and Human Resources
Department of Agriculture and Consumer Services	Office of the Attorney General	Department of Health
Department of Forensic Sciences	Cannabis Control Authority	Board of Pharmacy
Virginia State Police	Department of General Services, Division of Consolidated Laboratory Services	Commonwealth's Attorneys' Services Council

Marijuana and Hemp: The Science and the Law

Linda C. Jackson, Director Amy C. Jenkins, Department Counsel Department of Forensic Science July 7, 2022







2015

Chs. 7 and 8 (Effective 2/26/15)

- An affirmative defense was added for simple possession of marijuana for patients utilizing cannabidiol oil or THC-A oil for the treatment of intractable epilepsy
- The patient must have a valid written certification from a medical practitioner

2015

Chs. 158 and 180

- Permitted the cultivation of industrial hemp by licensed growers as part of a universitymanaged research program
- Definitions of industrial hemp and hemp products added to the Code
- Industrial hemp possessed, etc., by a licensed grower was exempted from the definition of marijuana in the Drug Control Act

2016

Chs. 61 and 170

 Broadened the licensed growers' ability to cultivate and manufacture industrial hemp or industrial hemp products outside of research programs



2017

Ch. 613 (Effective 3/16/17)

 Authorized pharmaceutical processors (regulated by the Board of Pharmacy) to cultivate and dispense Cannabidiol oil and THC-A

2018

Chs. 689 and 690

- Permitted the growing and processing of industrial hemp by registered individuals or their agents
- The marijuana definition in the Drug Control Act was amended to exclude industrial hemp that is possessed by a person registered to grow or process industrial hemp or his agent

2018

Chs. 246 and 809

 Permitted the use of cannabidiol oil and THC-A oil for any diagnosed condition or disease as determined beneficial by the prescriber

2018 Agricultural Improvement Act (Federal Farm Bill) (Signed December 20, 2018)



- ➤ https://www.congress.gov/bill/115th-congress/house-bill/2
- ➤ Classified hemp as an agricultural product under the regulation of the US Dept. of Agriculture
- ➤ Removed hemp from the federal Controlled Substances Act
- ➤ Industrial hemp was defined as "the plant *Cannabis sativa L.* and any part of that plant, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9-tetrahydrocannabinol concentration of not more than 0.3 percent on a dry weight basis"
- The testing procedure established for regulatory purposes was utilizing "post-decarboxylation or other similarly reliable methods to determine the delta-9-tetrahydrocannabinol concentration levels of hemp"



2019

Chs. 653 and 654 (Effective 3/21/19)

- The criminal definition of marijuana (contained in Virginia Code § 18.2-247) was amended to exclude industrial hemp that was in the possession of a registered person or his agent and any "hemp product," as defined in Virginia Code § 3.2-4112, containing a THC concentration of not greater than 0.3% derived from industrial hemp.
- "Hemp product" was defined as a "finished product that is otherwise lawful and that contains industrial hemp, including rope, building materials, automobile parts, animal bedding, animal feed, cosmetics, oil containing an industrial hemp extract, or food or food additives for human consumption."
- Exempted from the definition of tetrahydrocannabinols in Schedule I (Virginia Code § 54.1-3446)
 any tetrahydrocannabinols that are present in (i) industrial hemp, (ii) hemp products, and (iii)
 marijuana.



2020

Chs. 1285 and 1286

- Decriminalization of simple possession of marijuana
- Removal of hashish oil from Schedule I

Ch. 406

 Prohibited the sale of hemp products intended for smoking to those under 21 years of age

2020 (continued)

Ch 831 (Effective 4/7/20)

- Amended Virginia Code §§ 18.2-247 and 54.1-3401 to clarify that certain uses of "tetrahydrocannabinol concentration" referred to delta-9-THC.
- Established that the Department of Forensic Science would determine the proper method for detecting the THC concentration for purposes of the criminal code and the Drug Control Act. The testing methodology shall use post-decarboxylation testing or other equivalent method and consider the conversion of THC-A to THC.



2020 (continued)

Chs. 659 and 660 (Effective 4/6/20)

- "Industrial hemp extract" was defined as an extract of the Cannabis sativa plant that (i) has a concentration of THC that is no greater than that allowed for hemp by federal law and (ii) is intended for human consumption.
- An industrial hemp extract shall be (i) produced from hemp grown in compliance with applicable law and (ii) have a THC concentration of no greater than 0.3 percent.

2021 Special Session I Chs. 550 and 551

- Legalized the simple possession of marijuana for those over 21 years of age (no more than an ounce) under Virginia Code § 4.1-1100
- Created the Cannabis
 Control Act (Virginia
 Code §§ 4.1-600 et seq.)

2022 Special Session I

Budget language

Cannabis sativa











Are these Hemp Products?

Cannabis: Which is hemp? Which is marijuana?

 Forensic Testing: New testing methods were developed to determine the delta-9-THC concentration in plant material and extracts in order to differentiate marijuana from industrial hemp, as defined in the Code of Virginia

Is it a Cannabinoid or a Tetrahydrocannabinol?



Cannabinoids

- Δ^9 -tetrahydrocannabinol (Δ^9 -THC)
- Δ^8 -tetrahydrocannabinol (Δ^8 -THC)
- cannabinol (CBN)
- cannabidiol (CBD)
- cannabigerol (CBG)
- cannabichromene (CBC)
- Δ^9 -tetrahydrocannabivarin (THCV)
- cannabivarin (CBV)
- cannabidivarin (CBDV)
- and many others

Tetrahydrocannabinol(s)

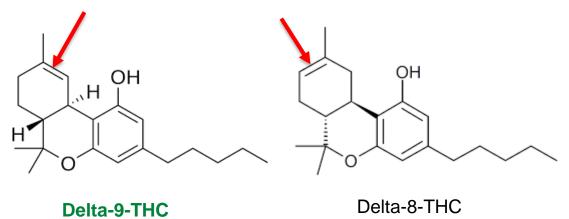
- Δ^9 -tetrahydrocannabinol (Δ^9 -THC)
- Δ^8 -tetrahydrocannabinol (Δ^8 -THC)
- Δ^{10} -tetrahydrocannabinol (Δ^{10} -THC)
- $\Delta^{6a,10a}$ -tetrahydrocannabinol ($\Delta^{6a,10a}$ -THC)
- Δ^7 -tetrahydrocannabinol (Δ^7 -THC)
- $\Delta^{9,11}$ -tetrahydrocannabinol (exo-THC)

Isomers v. Derivatives

Isomers

Something was moved (different version of the same chemical compound)

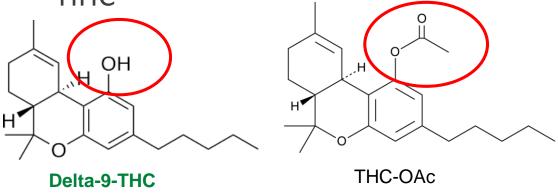
 Delta-8-THC, Delta-9-THC, Delta-10-THC, Delta-6a,10a-THC



Derivatives

Something was added (a different chemical compound)

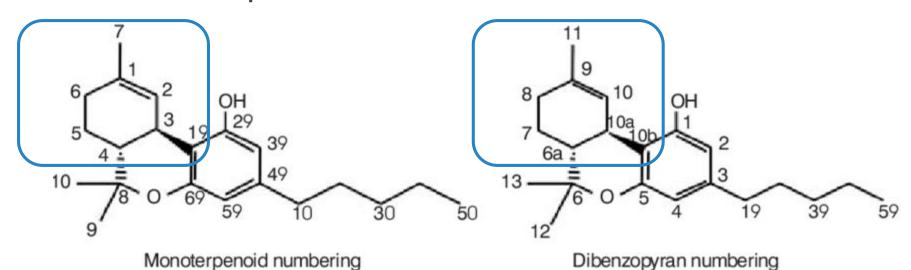
- THC-OAc (THC-O)
- THC-P
- HHC





THC Isomer Naming

- Two different numbering systems
- Dibenzopyran numbering used in US
- Delta-9-THC is equivalent to Delta-1-THC



Cannabis

Mature stalks, etc. when not mixed with other parts of the plant



Industrial hemp, as defined in § 3.2-4112, that is possessed by a person registered pursuant to subsection A of § 3.2-4115 or his agent

§54.1-3408.3 Cannabis Oil

"Marijuana," as defined in § 54.1-3401, means any part of a plant of the genus Cannabis whether growing or not, its seeds, or its resin; and every compound, manufacture, salt, derivative, mixture, or preparation of such plant, its seeds, its resin, or any extract containing one or more cannabinoids

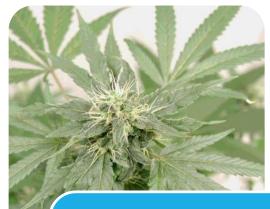
Industrial hemp, as defined in § 3.2-4112, that is possessed by a person who holds a hemp producer license issued by the U.S. Department of Agriculture pursuant to 7 C.F.R. Part 990

§54.1-3408.3 Cannabis Products

A hemp product, as defined in § 3.2-4112, containing a tetrahydrocannabinol concentration of no greater than 0.3 percent that is derived from industrial hemp, as defined in § 3.2-4112, that is grown, dealt, or processed in compliance with state or federal law



Extract of Cannabis sativa





- Hemp contains no more than 0.3% delta-9-THC
- Marijuana contains more than 0.3% delta-9-THC





- Contains multiple cannabinoids
- Low delta-9-THC (below 0.3%)





- Cleaned up
- Used in edibles, etc.
- Low delta-9-THC (below 0.3%)



Delta-8 THC Synthesis

- Delta-8-THC is found in low concentrations naturally
- Crude hemp extract generally contains high concentrations of cannabidiol (CBD) that can be converted chemically to delta-8-THC
- There is no laboratory testing that will be able to distinguish "naturally occurring" vs. "synthetic" delta-8-THC (or any other cannabinoids)



Summary: The Basic Process For Converting CBD to Delta 8 THC

 $CBD + Acid + Time = \Delta 8 THC$

- Catalyze CBD with an acid
- 2 Neutralize or remove the acid & solvent
- Ourify the final product
- Test for purity

Home > Cannabinoids > Delta 8 THC

> How To Make Delta 8 THC: CBD to Δ8 THC Step-By-Step

✓ EVIDENCE BASED

How To Make Delta 8 THC: CBD to Δ8 THC Step-By-Step

Learn how to isomerize or convert CBD into THC (delta 8 or delta 9 THC).

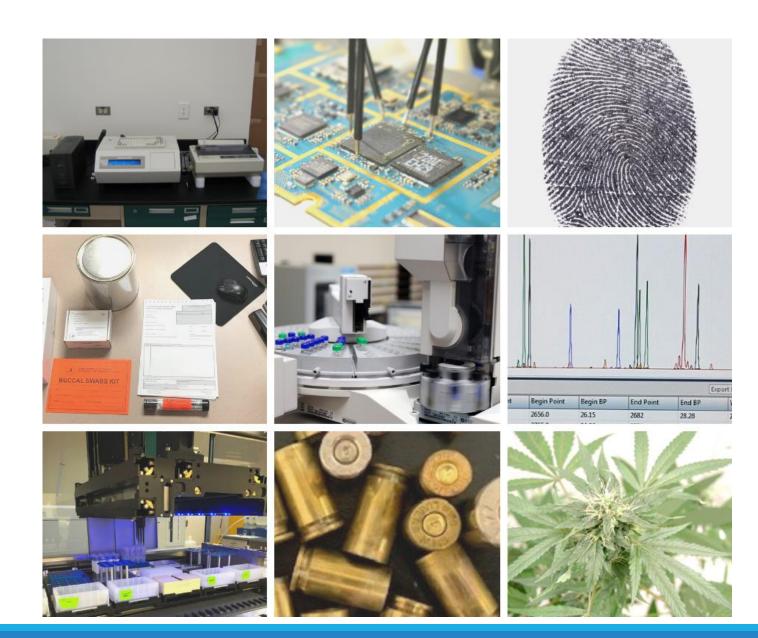


§3.2-5145.1 – "Industrial hemp extract" means an extract ((i) of a *Cannabis sativa* plant...



Important Points to Remember

- The criminal code definitions distinguishing industrial hemp from marijuana are tied to the percentage of <u>delta-9</u>-tetrahydrocannabinol.
- Any tetrahydrocannabinol (THC) that is naturally occurring in the Cannabis sativa plant is exempted from the definition of tetrahydrocannabinols in Schedule I.
- A scientist can only identify a THC in a product, not determine whether it is natural or synthetic.
- Changes to the definitions of industrial hemp or hemp products can potentially affect multiple Code sections.



Thank you!

linda.jackson@dfs.virginia.gov amy.jenkins@dfs.virginia.gov

Regulation of hemp products in other states ERIN WILLIAMS VIRGINIA DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES OFFICE OF POLICY, PLANNING, AND RESEARCH

Colorado, New York, Oregon

Regulator of hemp products
Regulated products
Product requirements
State's response to synthetic cannabinoids or intoxicating hemp products

Colorado

Colorado Department of Public Health and Environment (CDPHE) oversees the processing of hemp and industrial hemp products intended for human consumption and use.

- Industrial hemp products:
 - Are "Finished products"
 - > Are a cosmetic, dietary supplement, food, or food additive
 - Contain any part of the hemp plant, including naturally occurring cannabinoids, compounds, concentrates, extracts, isolates, resins, or derivatives
 - ▶ Contain a delta-9 THC concentration of no more than 0.3 percent

Colorado Industrial hemp product requirements

- Industrial hemp must come from an approved source
- Must be tested by a certified laboratory
- Must not exceed permissible levels of established contaminants

Colorado Industrial hemp product labeling requirements

- Labeled in accordance with certain federal regulations;
- ▶ Product Identity Statement that indicates the common or usual name of the food ingredient;
- Identify in milligrams the total THC content per serving and total THC content per individual finished product package;
- Manufacturing address or a qualifying phrase which states the firm's relation to the product (e.g., "manufactured for" or "distributed by");
- Net Weight Statement placed as a distinct item parallel to the base of the package in the bottom third of the principal display panel; and
- List of ingredients, in descending order of predominance by weight:
 - Identify industrial hemp as an ingredient; and
 - ldentify each isolated cannabinoid as an ingredient and the amount labeled in milligrams or when using a broad or full spectrum product, label the total amount in milligrams.

Colorado

Response to synthetic cannabinoids and intoxicating hemp products

In May 2021, CDPHE issued a statement that chemically modifying or converting any naturally occurring cannabinoids of hemp is non-compliant with the statutory definition of "industrial hemp product."

THC isomers like delta-8 and delta-10 are not allowed in food, dietary supplements, or cosmetics.

2022 legislation authorizes CDPHE to promulgate rules to prohibit synthetic derivation of intoxicating THC isomers or intoxicating THC isomers that originate from hemp.

2022 legislation creates a task force to study intoxicating hemp products and make legislative and regulatory recommendations.

New York

- New York State Department of Agriculture and Markets oversees hemp used exclusively for industrial or food purposes.
- New York State Office of Cannabis Management oversees processors of cannabinoid hemp or cannabidiol.
 - "Cannabinoid hemp product" means hemp or any product manufactured or derived from hemp, including hemp derived terpenes, in its final form, used for human consumption. Shall not include cosmetics.
 - "Used for human consumption" means intended by manufacturer to be used in, on, or by the human body for its cannabinoid content.

New York Cannabinoid Hemp Product Requirements

- Extract or manufacture using Good Manufacturing Practice standards
- Program must approve extraction method using solvents that are also approved by program
- ► Test statistically significantly number of cannabinoid hemp products per lot or batch

New York Cannabinoid Hemp Product Requirements

- May contain no more than 0.3 percent total delta-9 THC.
- May not exceed established contaminant limits
- May not be in the form of injectable, inhaler, cigarette, cigar, or preroll
- Must be pre-packaged and not added to food at the point of sale

New York Cannabinoid Hemp Product Requirements

- If a food or beverage manufactured under 21 CFR Part 177 it shall not contain more than 25 milligrams of total cannabinoids per individually packaged products.
- If a supplement manufactured under 21 CFR Part 111, it shall not contain more than 3,000 mg of total cannabinoids per product with no more than 75 milligrams per individual serving
- If contains multiple servings not individually wrapped, it shall include a measuring device.

New York Cannabinoid Hemp Product Requirements

- If inhalable, must be in a closed system with a pre-filled disposable cartridge. Except for hemp-derived terpenes, excipients and ingredients must be pharmaceutical grade unless otherwise approved by the program, and shall not include specific substances including synthetic terpenes and vitamin E acetate. May not have flavors except for hemp-derived terpenes.
- Inhalable or flower product may not be sold to anyone under 21 years of age

New York Cannabinoid Hemp Product Requirements

- Labeling requirements include:
 - List of all ingredients
 - ▶ Number of servings, including milligrams per serving and milligrams per package of
 - ▶ CBD
 - Total THC, which includes detectable levels of total delta-8 THC, delta-9 THC, and delta-10
 - Any other marketed cannabinoid
 - QR code linked to certificate of analysis
 - Means for reporting adverse events
 - Specific warning statements
- Tamper-evident packaging
- Must be accompanied by recommended serving and usage instructions

New York

Response to synthetic cannabinoids and intoxicating hemp products

- Extractors or manufacturers may not use synthetic cannabinoids or delta-8 or delta-10 created through isomerization in extracting or manufacturing a cannabinoid hemp product
- Regulation notes that program may through future regulation cap the total THC (versus total delta-9 THC), including detectable levels of delta-9, delta-8, and delta-10 in milligrams per serving and per package

Oregon

- Oregon Department of Agriculture oversees cultivation and processing of hemp and testing requirements for most hemp items.
- Oregon Liquor and Cannabis Commission administers regulations that pertain to hemp items to sold to consumers in the licensed adult use market and establishes limits on the amount of THC in hemp items
- Oregon Liquor and Cannabis Commission also administers certain regulations that pertain to industrial hemp products that contain cannabinoids and are intended for human consumption or use that are sold in the general market and establishes limits on the amount of THC in these products.
- Oregon Health Authority establishes testing requirements for industrial hemp-derived vape products

Oregon

Oregon Liquor & Cannabis Control regulation

"Cannabinoid hemp product" means

- A hemp edible or any other industrial hemp commodity or product intended for human consumption or use, including a hemp topical or hemp transdermal patch, that contains cannabinoids from industrial hemp or the dried leaves or flowers of hemp; or
- Usable hemp, industrial hemp extracts, and industrial hemp concentrates that have been combined with non-cannabis additives.
- Cannabinoid hemp product does not include usable hemp by itself, hemp stalk by itself, an industrial hemp concentrate or extract by itself, hemp seed incapable of germination by itself, or other products derived only from hemp seeds incapable of germination that may include other non-hemp ingredients. "Usable hemp" means the flowers and leaves of industrial hemp intended for human consumption or use.

Oregon

Response to synthetic cannabinoids and intoxicating hemp products

- 2021 legislation directing OLCC to set limits on THC and synthetic cannabis derivatives in hemp products and regulate hemp vape products.
- Effective July 1, 2022:
 - New limits on THC content in cannabinoid hemp products sold to person 21 or older.
 - Cannabinoid hemp products cannot contain synthetic cannabis derivatives
 - ▶ Hemp vapes must be labeled and tested by an OLCC-licensed lab



OAR 845-020-0400					
Table 3					
INDUSTRIAL HEMP PRODUCT THE CONCENTRATION AND SERVING SIZE LIMITS					
Type of Industrial Hemp Product		Maximum Amount of Total Delta-9- THC per Container	Maximum Concentration of Total Delta-9-THC		
Hemp Edibles	2 mg	20 mg	0.3%		
Hemp Topicals	N/A	N/A	0.3%		
Hemp Transdermal Patches	2 mg	20 mg	0.3%		
Hemp Tinctures	N/A	100 mg	0.3%		
Usable Hemp	N/A	N/A	0.3%		
Industrial Hemp Concentrates or Extracts	N/A	N/A	0.3%		
Cannabinoid Hemp Products Other than Hemp Edibles, Topicals, Tinctures, or Transdermal Patches	2 mg	20 mg	0.3%		

*Hemp products sold to those under 21 must have less than 0.5 mg of THC.

Regulation of hemp products in other states ERIN WILLIAMS VISCINIA DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES OFFICE OF POLICY, PLANNING, AND RESEARCH

1	VIRGINIA:
2	
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5	TASK FORCE TO ANALYZE INDUSTRIAL HEMP EXTRACTS
6	AND OTHER SUBSTANCES CONTAINING TETRAHYDROCANNABINOL INTENDED FOR HUMAN CONSUMPTION
7	
8	
9	Pocahontas Building 900 East Main Street
10	House Committee Room
11	Richmond, Virginia 23219
12	Thursday, July 7, 2022
13	1:00 p.m.
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1	Members of the Task Force:
2	Matthew Lohr, Secretary
3	Parker Slaybaugh, Deputy Secretary
4	Elliott Casey, Commonwealth's Attorney's Srvs Counsel
5	Caroline Juran, Virginia Board of Pharmacy
6	Shane Wyatt, Department of General Services
7	Kristin Clay, Virginia Department of Health
8	Linda Jackson, Department of Forensic Science
9	Jeremy Preiss, Cannabis Control Authority
10	F/Sgt Dan Wilson, VA State Police Office of Legal Affairs
11	Rich Schweiker, AG's Consumer Protection Center
12	James Williams, Health and Human Resources
13	Erin Williams, VDACS
14	Ryan Davis, VDACS
15	Maggie Cleary, Public Safety and Homeland Security
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TRANSCRIPT OF PROCEEDINGS

2.1

2.2

MR. SLAYBAUGH: Ok, we're going to go ahead and call the Task Force to order. If you can find a seat. First we'll start with Secretary Lohr.

MR. LOHR: All right. Good afternoon,
everyone. It's great to see such a good crowd here
this evening and I know we've got several that are
going to be joining us online. So I want to thank all
of you for your participation here this afternoon. I
have the honor of serving as the Secretary of
Agriculture and Forestry.

And I have to say when we took office six month ago, I had no idea that this topic of hemp and hemp extract would be as big of a topic as it has become since January since we took office. I can say that it's good to look out across the crowd and see a lot of familiar faces of folks that we've had the opportunity to meet with over the last several months. And our team and the Secretary's office and team of VDACS collectively, I'm proud to say that we have met with many of you here today, and we've certainly been able to make sure that we could take the time to visit with all request that we had to hear the concerns, because as you know, there's lots of opinions on this

topic and we want to make sure that we could be supportive and reflective of all of the different opinions as we work through this. So this is a task, I'll say, that we've taken very seriously, and I want to thank all of you for being a part of this process.

2.2

Our goal here with this Hemp Task Force is really for us is to listen, to hear all inputs and hear all opinions and be able to take this information back and look for ways we can find areas that still need to be addressed through potential legislation next session. So again, today is not the day we are going to be giving a lot of answers, more being able to hear and share information and hear your thoughts and be able to take that information back as this Hemp Task Force continues to do the good work.

So as Secretary, I'm going to be serving as an ex officio member. My Chief Deputy, Parker Slaybaugh is going to be chairing this Task Force and he will be the one that will be leading the meeting and leading the process, so we want to thank Parker for his work. For those of you that have had a chance to work with him over the last few months, you know he is Mr. Hemp now in the administration and has certainly done a great job with that effort. So with that, Parker, I'll turn it over to you and we can get started

with the meeting.

2.1

2.2

MR. SLAYBAUGH: Secretary Lohr, thank you so much. Good afternoon everybody. As Secretary Lohr said, my name is Parker Slaybaugh, and I have the honor of serving as Chief Deputy Secretary of Agriculture and Forestry for Governor Youngkin. I do want to note before we get started, later in the meeting we will be having a public comment period. We do have two sign-up sheets. There's one in the back right underneath the clock in the middle on the black table and there's one up here just to your right of the dais.

If you haven't signed up and you do wish to speak during that public comment period, if you wouldn't mind just either during some of my remarks and in a moment we're going to go around and do some introduction of the Task Force members, if you don't mind just try to jot your name down so we know you want to be called on.

I do want to state first for the record that this Task Force will be treated as a public body under the Freedom of Information Act request. The definition of a public body includes, quote, other organizations supported wholly or principally by public funds. That language is included in the public body definition as found in Virginia Code Section 2.2-3701.

As Secretary Lohr said, we are gathered here to meet the requirements for this Task Force that were required to us by House Bill 30. As many of you do know, House Bill 30 is the budget that passed the General Assembly and was signed by Governor Youngkin. The paragraph in the budget language that mandated this Task Force to convene reads as follows: That the Secretary of Agriculture and Forestry shall, in conjunction with the Secretary of Public Safety and Homeland Security and Secretary of Health and Human Resources, establish a Task Force to analyze and make recommendations regarding whether any statutory or regulatory modifications are necessary to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing tetrahydrocannabinol that are intended for human consumption orally or by inhalation in the Commonwealth.

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This Hemp Task Force shall focus on the current and recommended statutory and regulatory framework the various isomer salts and salt isomers devices in of tetrahydrocannabinol. Such Task Force shall include representatives from the Department of Agriculture and Consumer Services, the Office of the Attorney General, the Department of Forensic Science,

the Cannabis Control Authority and other stakeholders as determined by the Secretary of Agriculture and Forestry.

2.1

2.2

The Secretary of Agriculture and Forestry shall report the findings and recommendations of the Task Force to the Governor and to the Chairman of the Senate Committee on Rehabilitation and Social Services and the House Committee on General Laws by November 15, 2022. So we have a guick time frame to work with here.

The budget did do a number of other items

that I do want to run through in regards to industrial

hemp extracts and substances containing THC. It

directed the Board of Agriculture to develop

regulations establishing labeling requirements for food

and drink containing an industrial hemp extract.

Secondly, it added packaging, labeling, and distribution requirements for certain products containing THC and provided enforcement capabilities to the Office of the Attorney General, Office of Consumer Protection through the Virginia Consumer Protection Act.

And finally, the budget language in additional enforcement funding issued a clear directive to VDACS to enforce current Food and Drink Law with regards to the products that do not meet the definition

1 of or contain ingredients that do not meet the 2 definition of, quote, an industrial hemp extract. 3 section reads, quote, that any person that sells or 4 offers for sale an industrial hemp extract as defined 5 in Section 3.2-5145.1 of the Code of Virginia or any 6 food containing an industrial hemp extract is subject 7 to the provisions of Chapter 51 Section 3.2-5100 or Title 3.2 of the Code of Virginia in regulations 8 9 adopted pursuant thereto. 10 In addition, in the appropriations section of 11 the budget under the Department of Agriculture and 12 Consumer Services, budget language was also included 13 which reads, quote, out of the amount of this item, 14 700,000 the first year and 700,000 the second year from 15 the general fund, and 7 positons are provided for 16 investigation and enforcement activities related to the 17 hemp product violations at food product establishments 18 regulated by the department. 19 A little later in today's meeting, Ryan Davis 20 from the Virginia Department of Agriculture and Consumer Services will talk about VDACS' food safety 2.1 2.2 program and their enforcement procedures. 23 Finally, while it is the task of the 24 Secretary of Agriculture and Forestry, with input from

this Task Force, to draft a report with findings and

25

recommendations, we realize that there may not be -that there may be different opinions on certain point
and a consensus may not be able to be reached on
certain topics.

2.2

Despite that fact, the consensus may not be able to be reached on all topics, it is my goal to issue a report that is factual, addresses the charge issued by the General Assembly, and accurately reflects the discussion held during these meetings, and provides legislature with realistic options for their future deliberation.

To that end, this meeting is not only being broadcast virtually, it is also being transcribed by a stenographer down here. Please be aware of that when speaking and ensure that only one person is talking at a time. Please try to speak loudly and clearly into the microphones that are provided so she can capture that.

Finally, while this Task Force does not have a predetermined outcome that we are seeking from this report, we do have one point to note. This Task Force is charged with evaluating potential recommendations in regards to industrial hemp extracts and other substances containing THC that are intended for human consumption orally or by inhalation.

This Task Force will not be discussing, debating, making recommendations, or receiving public comment in regards to the retail sale of marijuana or anything related to criminal possession of marijuana that is outside the charged scope directed by the General Assembly.

2.2

For those making public comment later in the meeting, please try to keep your comments focused to the topic assigned to this Task Force. Now, it is very important as we kind of get the meeting going just to kind of remind everybody here and virtually, the proper manners and decorum for a public meeting such as this so that the meeting allows everybody that wants to speak the opportunity to be heard without fear, interruption, intimidation, or distraction.

Currently this Hemp Task Force will plan to have a minimum of two meetings, the first today and one later this summer. Certainly this Hemp Task Force members wish to have additional meetings, that is certainly a possibility. So with that, we do want to start first by going around and allowing everybody on the Task Force to introduce themselves.

Finally, that will then be followed by a few presentations, one from the Department of Forensic Science and then two from the Virginia Department of

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1
     Agriculture and Consumer Services. Following those
 2
     three presentations, we will open it up for public
 3
     comment.
 4
               First, I will start to my left with Erin
 5
     Williams.
 6
               MS. WILLIAMS: Thank you, Deputy Secretary
 7
     Slaybaugh. My name is Erin Williams. I'm with the
 8
     Virginia Department of Agriculture and Consumer
 9
     Services. I am in the agency's Office of Policy,
10
     Planning and Research. I am a policy analyst for the
11
     agency. I am also the program manager of the state's
12
     industrial hemp program. We register growers,
1.3
    processors, and dealers of hemp.
14
               MR. DAVIS:
                           I'm Ryan Davis. I am with the
15
     (inaudible). Give me a second, quys. Ryan Davis. I'm
16
     with the Virginia Department of Agriculture's safety
17
    program. We have regulatory purview or regulatory
18
     responsibility for food establishments throughout
19
     Virginia with the exception of restaurants.
20
     Essentially, food manufacturers, food distributors, and
21
     food retailers, and that includes food and dietary
2.2
     supplements.
23
               MR. SLAYBAUGH:
                               I will say Deputy Secretary
24
    Maggie Cleary will be joining us probably in about an
25
    hour or so. She had a prior commitment. She will be
```

here later on, but Maggie Cleary representing the

Department of -- or, excuse me, the Secretary of Public

Safety and Homeland Security.

2.1

2.2

MR. PREISS: Good afternoon. My name is

Jeremy Preiss. I am Acting Head and Chief Regulatory

Policy and External Affairs Officer for the Cannabis

Control Authority. We are grateful to be included as a

participant on the hemp Task Force and look forward to

helping this Hemp Task Force assess the regulatory

environment for industrial hemp extracts and to

recommend new rules under the leadership of Chief

Deputy Secretary Slaybaugh.

CCA recognizes there are distinct markets for industrial hemp extracts, medical cannabis, and marijuana, whether that marijuana is sold illicitly or in some future legal market potentially enacted by the General Assembly. We recognize, too, that the operation of these markets are interdependent. What happens in one market often has implications for the others.

For this reason alone, there is an obvious need for collaboration among government agencies, stakeholders, and the General Assembly, not just on this Task Force but in years to come whenever the government seeks to regulate any of these markets. CCA

stands ready to provide expertise and resources to 1 support this collaboration now and in the future. 2 3 Thank you. 4 MS. JACKSON: Hello. My name is Linda 5 I am the Director of the Department of Forensic Science. The forensic science, we do analysis 6 7 of materials on the criminal side of the house, both seized drugs is one of our, one of our sections as well 8 9 as toxicology where we perform all the testing for 10 post-mortem and driving under the influence samples. 11 My background is in drug analysis, and I look forward 12 to being a resource to this Task Force. Thank you. 13 MS. CLAY: Good afternoon. My name is 14 Kristin Marie Clay. I am here with the Virginia 15 Department of Health, specifically with the Office of 16 Environmental Health Services. I'd like to think of 17 what we do is on the other side of the coin for VDACS 18 when it comes to food safety. So we regulate what you 19 would consider traditional restaurants all the way up 20 to mobile food units or temporary food events that you 21 have at your fairs, things of that nature, but we also 2.2 look into food safety at schools, universities and 23 Department of Corrections -- local correctional 24 facilities, my apologies, and things of that nature. 25 MR. WYATT: Good afternoon. My name is Shane

1 I'm a Director of Laboratory Operations with Wyatt. 2 the Department of General Services, Division of 3 Consolidated Laboratory Services. We are a consildated 4 laboratory with the state public health lab and 5 environmental testing laboratory for the state, and we 6 do a lot of the analytical testing for the food safety 7 investigations for VDACS or VDH and other health 8 investigations. Good afternoon. 9 MS. JURAN: I'm Caroline 10 Juran, Executive Director with the Virginia Board of 11 Pharmacy. In addition to regulating the practice of 12 pharmacy, we administer the Drug Control Act and 13 regulate the medical cannabis program. 14 MR. CASEY: My name is Elliot Casey. I am a 15 staff attorney with the Commonwealth's Attorney's 16 Services Counsel. We are the Virginia state agency 17 that is responsible for providing training, education, 18 and services for Virginia prosecutors, and we provide 19 training on any new regulations or laws that Virginia's 20 prosecutors are being asked to enforce. 2.1 MR. SLAYBAUGH: We'll jump up here. We have 2.2 our fantastic house IT staff here who need no 23 introduction. 24 MR. WILSON: Good afternoon. I'm Dan Wilson 25 with the Virginia State Police Office of Legal Affairs.

Good afternoon. 1 MR. SCHWEIKER: My name is 2 Rich Schweiker. I am a Senior Assistant Attorney 3 General and Chief of the Attorney General's Consumer 4 Protection Center. Among other responsibilities, we 5 enforce the Virginia Consumer Protection Act, which is 6 a civil not a criminal statute. 7 MR. WILLIAMS: I'm James Williams. I am the 8 Deputy Secretary of Health and Human Resources. 9 MR. SLAYBAUGH: All right. We've already met 10 Secretary Lohr. I do believe we have two members of 11 the Task Force joining us virtually for this meeting. 12 If they are on the line, first with the Attorney 13 General's Office, Joshua Humphries, if you just want to 14 introduce yourself? Is Josh there? 15 STAFF MEMBER: He is there. He just needs to 16 unmute. 17 MR. SLAYBAUGH: Josh, if you can unmute. 18 Let's try to jump to First Sergeant Julia Gunderson, if 19 she can unmute. 20 MS. GUNDERSON: Hello. My name is Julia 21 Gunderson. I am a First Sergeant with the Virginia 2.2 State Police, and I am with the Bureau of Criminal 23 Investigations, that division, and we are part of 24 support services, and I am the coordinator for the 25 eradication, marijuana eradication program, and I also

1 distribute the entire hemp list to all state police 2 personnel as well as all the Task Forces and local 3 agencies. 4 MR. SLAYBAUGH: Great. Thank you. I think I 5 see Josh. 6 MR. HUMPHRIES: Can you hear me now? I am 7 Joshua Humphries with the OIG, Legislative and Policy 8 Section. 9 MR. SLAYBAUGH: Thank you both. So as vou see, that comprises the entirety of the Task Force with 10 11 the exception of Deputy Secretary Cleary. When she arrives here, we'll allow her to introduce herself. 12 13 I thank everybody for making this a priority 14 to be here for this first meeting. I appreciate kind 15 of the input that you-all are going to be able to 16 provide and the expertise that you bring to this very 17 important discussion. 18 With that, let's move into our presentations 19 We have two presentations kind of combined into first. 20 one from Linda Jackson with the Virginia Department of 2.1 Forensic Science and Amy Jenkins also with DFS, 2.2 covering kind of the different types of THC and then 23 also the different legal implications. 24 MS. JENKINS: Good afternoon. Thank you, 25 Deputy Secretary Slaybaugh and members of the Task

Force. Linda and I are going to be giving you an overview of the status of the law and the science between marijuana and hemp to the best of our abilities.

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Lawyers always start with caveats, and I am going to be no different. So that you understand DFS focuses on the criminal code, I do not profess to be an expert in Food and Drink Law. I leave that to the Attorney General's Office and to VDACS. In the legislative process DFS has never taken a position on the legality of a particular substance. We are there to provide technical advice but the legality of the substance is to be determined by the legislators and not by the forensic laboratory.

I had talked to a number of lawyers

throughout the state government both to prepare for

this and in the course of dealing with this, and I know

Erin has as well, and they are a lot smarter than I am,

I will tell you. But I have always benefited from

their -- from their input on this and Erin's input on

this.

Certainly I will tell you that reasonable and unreasonable legal minds can differ on industrial hemp and marijuana. So I will try to go the reasonable mind route for you all.

I thought it would be helpful to go through kind of a history of where we are with the legislation. We started dealing with industrial hemp right after I arrived at DFS in 2014. I am trying not to think of that as a bad omen. And for that purpose, I wanted to kind of make sure that you are clear that marijuana is not on a schedule in the state of Virginia like it would be for the Federal Government. It is rather defined and has associated penalties depending upon the amount that you have or if you're under one ounce, it is now legalized in the state of Virginia.

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The difference -- there's also a difference between terms, and it's very important that you pay attention to the terms that are utilized. Linda is going to explain the difference between cannabinoids and tetrahydrocannabinols. And they are not mutually interchangeable. So please kind of pay attention to whether we are speaking in terms of tetrahydrocannabinol and then whether what we're talking about is a particular type of tetrahydrocannabinol.

All right. So in 2015 we began talking about some deregulation or delegalization of hemp and marijuana on some format or in some format. The first thing that was identified was a need for cannabidiol

oil and THC-A oil to be provided for the treatment of intractable epilepsy.

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So with the written certification from a doctor, it provided an affirmative defense for individuals who were in possession of either cannabidiol oil or THC-A oil. And there was -- the biggest problem was there was no way to legally obtain those items in the Commonwealth of Virginia at that time.

Also in 2015 is when we permitted the cultivation of hemp by licensed growers tied to a university research program. And the definition of industrial hemp and hemp product were added to the code that year.

The Drug Control Act also created in the marijuana definition in the Drug Control Act an exception for marijuana, for hemp that was grown and processed by a licensed grower. So that was the initiation of the industrial hemp being grown in research programs across the Commonwealth.

In 2016 the General Assembly allowed the growth and manufacture of hemp and hemp products outside of those university research programs, and still those individuals or growers had to be licensed by VDACS at that time.

In 2017 the General Assembly turned back to cannabidiol and THC-A addressing that problem of the fact that there was no place in the Commonwealth to obtain those two substances for anyone who had intractable epilepsy. It authorized pharmaceutical processors to cultivate and dispense those two items. It was still limited at that time to intractable epilepsy, and the Board of Pharmacy, Ms. Juran, is well versed in the regulation of the pharmaceutical processors in the providing of that, and she oversaw that development of the pharmaceutical processors.

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In 2018, industrial hemp, they changed the requirements from licensing for industrial hemp growers to a registration at that point in time, and they added agents of the registered -- registered growers or processors at that point in time.

Again, the marijuana definition in the Drug

Control Act was amended to make sure that those

references were included to exclude registrants or

agents of those registrants in possession of industrial

hemp.

Also in 2018 they went back and looked at cannabidiol oil and THC-A oil again, and expanded the use of those through and the providing of that by pharmaceutical processors to any diagnosed condition

that would benefit as determined by the prescriber.

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And there's been other changes to that code section since then that are not reflected going forward. Today we talk about cannabis oil as opposed to talking about CBD oil or THC-A oil, but I didn't go through that. You can certainly take a look at those code sections to look at those changes that have been made since that time.

Then we get the 2018 Farm Bill and that was the Federal Agricultural Improvement Act. It was signed December 20th of 2018. I provided you a link to the legislation if you want to take a look at it although it is pretty long. It was that point in time that the Federal Government classified hemp as an agricultural product under the regulation of the U.S. Department of Agriculture. They removed industrial hemp from the Federal Controlled Substances Act.

Marijuana is a Schedule I drug under the Federal Controlled Substances Act, and they removed industrial hemp from that, from that schedule, and it is unscheduled.

The definition in that Act is tied to the level of Delta-9 tetrahydrocannabinol. It has to be not more than 0.3 percent on dry weight basis, and that Act also provided a testing procedure which dealt with

post-decarboxylation which allowed for the conversion of Delta-9 THC-A to Delta-9 THC. So that precipitated an emergency act in 2019 by the General Assembly, and they passed this as a result of the Farm Bill, and that was the first time the criminal code was amended and the definition of marijuana was amended to exempt hemp products and hemp in possession of a registered grower or agent.

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The hemp product definition was expanded as well to include cosmetics, oils containing hemp extract, food or food additives for human consumption. They also added exemptions to tetrahydrocannabinols which are Schedule I, on Schedule I currently, and they exempted and excluded any THCs present in industrial hemp, hemp products, or marijuana, which is important to remember.

It was right after this act that we began to see hemp bud in convenience stores that had been packaged in cellophane, and those were offered as finished products.

In 2020 was when the General Assembly decriminalized simple possession of marijuana. They also removed hashish oil from Schedule I at that point in time. Hashish oil was defined at that point in time as oil that was greater than or equal to 12 percent

tetrahydrocannabinol by weight, and that got subsumed into the definition of marijuana with the decriminalization at that time.

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They prohibited the sale of hemp products intended for smoking to those under 21 years of age, so dealing with the hemp buds that have been packaged and were offered for sale in convenience stores.

And Chapter 831, the agency bill was one of our agency bills. That was also an emergency piece of legislation to bring us up to speed with what the Farm Bill had done as well which was to clarify in the criminal code the reference to THC, dealt with Delta-9 THC, and that was what distinguished marijuana from hemp. And DFS would also be authorized to determine the testing method considering the conversion of THC-A to THC, Delta-9 THC-A.

So that allowed us to be able to function and provide the results that we needed in the criminal courts as to what comprised marijuana and what comprised hemp.

Also in 2020 was a big year, industrial hemp extract at that point intended for human consumption was added to the code. It was also an emergency piece of legislation, and industrial hemp extract was defined based off the THC concentration allowed by federal law

which was at 0.3 percent Delta-9 THC. And they also indicated that it had to be grown from lawfully grown hemp and have that low concentration to be considered an industrial hemp extract.

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In 2021 the special session of the General Assembly then legalized the simple possession of marijuana for those over 21, and that's when the Cannabis Control Act was created and the Cannabis Control Authority. They then replicated the definition of marijuana yet again in 4.1 so we now have three definitions of marijuana in the code. One in 4.1, Title 4.1, one in Title 18.2, and one in the Drug Control Act in Title 54.1, and it is extremely important that those match or we have problems. So every time we go to change these, we have to change a large amount of statutes involved.

And then the budget language that Deputy

Secretary Slaybaugh has already referenced brought us
here today. With that, I'm going to turn it over to

Linda to talk a little bit about the science.

MS. JACKSON: All right. Thank you, Amy, for that legislative summary. I've got two pictures on the left, and if I told you that one of those was hemp and one of them was marijuana and asked you to tell me which one was which, you would probably have

significant trouble because there is absolutely no way to tell just by looking at the plant which one is hemp and which one is marijuana because they are both cannabis sativa, which is what makes this a little bit sticky, I suppose.

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Back when the Farm Bill was passed at the end of 2018, there were no forensic laboratories in the whole country that had a methodology to be able to identify marijuana based on the concentration of THC. And so laboratories had to develop and validate new methodologies, and we worked actually with the DEA to validate a method together.

And so now we do have that method in place, and it does measure Delta-9 THC concentration along with its acid, which is consistent with the way that the concentration of THC, Delta-9 THC is measured through the regulatory process as well, so that hopefully any material that was tested through the regulatory process, if it then ended up in our laboratory, you would get the same answer as to whether it's marijuana or if it's hemp.

The method that we use does not test for any other cannabinoids, so CBD, any of those things, we are not testing for those because what we're interested in as the forensic lab is whether or not it meets the

definition of marijuana, and the only thing that we need to know then is what is the concentration of Delta-9 THC for that purpose.

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So to make the analysis more complicated, all these products that are pictures of these up in the right-hand side, the products that are just a nice bud of a plant is easy to analyze, but some of these other products such as lotions and edibles are more difficult and require different methodology.

So there's been a lot of talk about cannabinoids and tetrahydrocannabinols or THCs, and it kind of begs the question as to what is a cannabinoid. There is actually, depending on where you look, sort of multiple definitions of what a cannabinoid is, but basically it's a group of substances that's found in the cannabis plant. They are naturally occurring, biologically active, and they are chemical constituents of the plant cannabis.

There are some definitions that actually also refer to the biological activity with the cannabinoid receptors in the brain, but generally we stick to those definitions that are more just chemically based and not biologically based.

So when you're talking about cannabinoids, that's a large group of compounds. There's been over

1 100 different cannabinoids that have been identified in 2 cannabis sativa. And THC or Delta-9 3 tetrahydrocannabinol and Delta-8 tetrahydrocannabinol, 4 those are two of the cannabinoids that have been 5 identified in the plant. So there are also some other 6 potential isomers, and I'll explain what those are in a 7 minute, but isomers of tetrahydrocannabinol that are 8 listed on the right-hand side. But the long and the 9 short of it is, that all tetrahydrocannabinols are 10 cannabinoids, but not all cannabinoids are 11 tetrahydrocannabinols. 12 There are a lot more cannabinoids, things 13 like cannabigerol, cannabidiol, cannabichromene, things 14 that you might see listed on the analysis of a full 15 spectrum hemp product that are not considered 16 tetrahydrocannabinols. 17 Okay, so the difference between isomers and 18 derivatives. I've tried several times to explain to my 19 lawyer friends the difference of isomers and 20 derivatives, and the way that actually finally worked 21 was that in an isomer, something in that -- something in the chemical molecule was moved. Nothing got taken 2.2 23 away. Nothing was added. Something just moved to a 24 different place. That's an isomer.

With a derivative, something has been added

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to the chemical molecule or taken away so that it's actually a difficult -- a different chemical.

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So examples of isomers are shown there. So Delta-8 and Delta-9 THC are isomers. And the thing that's moved is that double bond or that double line where the red arrow is pointing. And so Delta-9 is, you know, in one place and Delta-8 is just in another.

There's an example of a derivative, and that is on the right-hand side where Delta-9 THC has undergone a reaction and has become THC-O or THC acetate which is another thing that we have seen sometimes in the laboratory that is available these days.

So that -- that means that you can see that the part of the molecule in the red circle has changed from the original Delta-9 THC. It's got a new group on there to make it the acetate and so that is what makes that a derivative and it's no longer actually a tetrahydrocannabinol at that point because the molecule has changed.

One other thing that I just thought I should point out from the chemistry perspective, and I'm sorry that I have all these pictures of molecules. I know that sometimes that makes people edgy, but there are two different chemistry chemical naming systems for

this type of chemical molecule, and sometimes you will see Delta-9 THC referred to as Delta-1-THC. Or some of the other isomers might be referred to as different numbers, and it's because there are two different numbering system.

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The numbering system used most often in the United States is the one on the right, and that's the one where you see the 9 in that box, shows that in place No. 9, that's where that double bond starts. And so that type of naming system is used so that everybody can make sure that they are talking about the same compound.

I know it doesn't help that there are two naming systems for the same molecule, but this is a molecule that has been around and has been known about and was isolated many, many years ago. And so there's a lot of older research and two different naming systems. So that's just for your knowledge.

All right. So with this slide, I just wanted to kind of reiterate one of the points that Amy made when she was talking about the legislative side. With all the different types of products and even now different varieties of cannabis sativa, there are many different places in the Code of Virginia where this is discussed. And so all -- in the big green circle is

all cannabis and within that, the green circles are either marijuana or the pharmaceutical products that are really considered marijuana products as well.

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And then the ones in yellow are the things that are exempted from being marijuana but are still cannabis. And so that's where the industrial hemp, the hemp products and even the mature stocks of marijuana are not controlled if they are not mixed with other parts of the plant. So those are also taken out.

So it just makes it visually easier to see how complicated this is when you're talking about one plant and products from this one plant being described in so many different places.

I want to change directions just quickly.

Looking at the extraction of cannabis sativa, what
happens when you need to make a product, if it's not
just the plant packaged, you generally need to extract
the chemicals of interest out of the plant, you know,
similar to you extract things out when you're making
tea.

So you extract those chemicals out of the plant. The plant, it starts out either being hemp if its concentration of THC is below .3 percent THC or marijuana if it's above that .3 percent. We're going to focus on hemp. And so if hemp was extracted, the

first thing that you would make is a crude hemp extract. And that contains multiple cannabinoids because when you do the extraction, it pulls out multiple different compounds all at the same time, but you still have that low concentration of Delta-9 THC because it has to remain under .3 percent. And then you can go through and do an additional cleanup step so that you have a processed extract, and that's when you would remove things like sediment and other impurities and decolorize it so that it looks pretty, and that would be what you would be ready to then make a product with like a lotion or an edible. Still it would have that concentration of Delta-9 THC below .3 percent. So I'll go ahead and move and say that Delta-8 THC is found naturally in very low concentrations. It is generally found in much lower concentrations than Delta-9 THC in the plant. And so any of those extracts that I just showed on the slide before, if they had low concentrations of Delta-9 THC, they would inevitably have even lower concentrations of Delta-8 THC. However, crude hemp extract generally contains high concentrations of cannabidiol or CBD, and that can be converted chemically to Delta-8 THC.

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I will say in the several different

iterations of bills that have come out that were talking about Delta-8 THC and these different cannabinoids and tetrahydrocannabinols, it's always a question as was it naturally occurring or was it synthetically made?

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And I just want to point out that a laboratory would have a very difficult time if not an impossible time being able to determine with testing whether or not a chemical compound, what its origin was if it's in a mixture, and so I just wanted to point that out.

But on the Internet, there are lots of directions for how to make Delta-8 THC from CBD. You can have it -- it provides step-by-step instructions, and it actually gives you several, you know, you can find several different methods to use. But in general, if you start with CBD and you add acid and let it sit for a while, it will then make Delta-8 THC.

And so once you would put the acid in with the CBD and after the reaction is done, you would then need to neutralize that acid and clean it up to remove any residual acid or any residual solvents that would remain and purify that final product, and then preferably test for purity to make sure that you were successful in doing that cleanup.

The final steps of purification are critical for ensuring that the reaction byproducts and chemicals are removed from the final product.

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MS. JENKINS: So just a couple final points to highlight. Again, terms are important. Are you talking about a cannabinoid or are you talking about a tetrahydrocannabinol? They are not interchangeable.

CBD is a cannabinoid. It is not a tetrahydrocannabinol. So the argument that we've regulated or the General Assembly has regulated CBD at all is incorrect or is trying to eliminate CBD.

Everything that has been done has dealt with tetrahydrocannabinols, not with cannabinoids.

of the Delta-9 THC. That's all that it is tied to right now, is the Delta-9 in the plant or in the item. Any THC that is naturally occurring in the plant is exempted from tetrahydrocannabinols in Schedule I. So that's a pretty significant amount of things that are no longer in tetrahydrocannabinols and that you need to be aware of when you're looking at this.

As Linda indicated, a forensic scientist is only going to be able to identify a THC in a product.

They are not going to be able to determine whether it's natural or synthetic in the laboratory or what its

1 origin is.

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And any changes to the definitions that occur for industrial hemp or hemp products is going to have a direct impact on the definitions of marijuana throughout the code because every time you change that, we may be moving things in or out of the marijuana definition with the way we have it set up in the Virginia criminal code.

So with that, I appreciate your attention.

We put our e-mail addresses on there if you have any questions. Linda is always better in answering those than I am but I'll take my best shot or find her.

Okay? Thank you very much.

MR. SLAYBAUGH: Is there any questions from members of the Task Force for either Ms. Jackson or Ms. Jenkins? I do want to point out for members of the Task Force and for members of the public, I will make sure that these presentations get posted online.

Members of the Task Force, you all have copies of them in front of you currently so hopefully you have been able to kind of follow along, but we'll make sure these get posted online for those in the public to see.

I did have one question for either or whoever may be the best person to answer it. So DFS conducts blood testing for DUIs for intoxicated drivers, things

along those lines; is that correct? 1 2 MS. JACKSON: Yes, sir. 3 MR. SLAYBAUGH: So is there any current or 4 does DFS have the capability to determine whether an 5 impaired driver is impaired because of obviously 6 alcohol you have that ability, you have that ability 7 with marijuana, THC-9. Delta-8, do you have that 8 ability, other types of THC? 9 MS. JACKSON: Yes. So currently our 10 methodology for blood testing for driving under the 11 influence includes Delta-9 THC and does not include the 12 other isomers. We are working on a method that's in 13 the validation stage at the moment, so that we will be 14 able to test for a Delta-8 as well as CBD and a couple 15 other compounds that I don't remember off the top of my 16 head that are in the method that's being developed. 17 MR. SLAYBAUGH: Would it require legislation 18 for you to be able to, I guess, determine through a 19 testing that you're coming up with that somebody is an 20 impaired driver due to Delta-8 or do you have that 21 statutory authority currently? 2.2 MS. JACKSON: So the determination of whether 23 somebody is impaired is determined by a judge. I don't 24 know if you want to jump in with that, but it is 25 determined by a judge based on a couple of things.

In the case, they would base that on the 1 2 behaviors that had been -- that had been witnessed at 3 the time when someone was pulled over as well as any--4 MS. JENKINS: Field sobriety test. MS. JACKSON: 5 Yeah, thank you --field 6 sobriety test, the results of those as well as the 7 results from our laboratory testing. Generally with 8 THC in marijuana, our toxicologists are going to 9 testify a lot of times in those cases to help discuss 10 for the judge or the jury the effects on the body so 11 that all of that can be kind of put together as a 12 whole. 13 Unlike cocaine and PCP and MDMA, there's not 14 a per se level. There's only a very few drugs where 15 there is a per se level other than alcohol for when 16 someone is automatically considered impaired as a 17 rebuttable presumption. Sorry that was long. 18 MR. SLAYBAUGH: No, that's great. Thank you. 19 Any other questions from members of the Task Force? 20 MS. JACKSON: Thank you. MR. SLAYBAUGH: 2.1 Thank you. 2.2 Okay, next, Ryan Davis with the Department of 23 Agriculture and Consumer Services, specifically with 24 the Food Safety Program is next. 25 MR. DAVIS: I'm going to start or begin by

attempting to give you some background and a brief overview of what we do so that you can better understand the part that we have to play in terms of the regulation of industrial hemp. It's a bit of a complex process, but we do have a part to play in that particular issue relative to, again, the regulation of traditional industrial hemp products as well as related cannabinoid issues such as Delta-8 THC, Delta-10 THC that are not naturally occurring extracts of industrial hemp.

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Again, some background. The Food and Safety Program has regulatory oversight and covers a wide number or wide variety, rather, of food products, food processes and dietary supplements. To be more specific, we have regulatory oversight over food manufacturers, food distributors, and any retail food establishment, again, where traditional food products are sold and/or dietary supplements. And that regulatory oversight does extend to establishments primarily selling CBD products.

We permit food establishments. We regulate and perform inspections, and collect samples to monitor the food supply to make sure that it's safe, and we address consumer complaints and address and investigate along with our sister agency, Virginia Department of

Health, food borne illness outbreaks.

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And again, I'll just mention them, but to partially complete the regulatory landscape within the Commonwealth, and she's already mentioned it, Crystal, but I'd like to note that our sister agency, and again, she's already mentioned regulates restaurants institutions, and similar types of establishments. But there's also some regulatory overlap between VDACS' responsibilities and responsibilities relating to the Virginia Department of Health.

And I think they are probably well aware of our concerns here, and they may be or likely are dealing with some of the same hemp-related issues that we're dealing with at this point in time. And the regulatory work is performed under the broad umbrella of the Food and Drink Law.

So when it comes to regulating foods, dietary supplements and hemp, we are essentially the group that's the boots on the ground. We are visiting these establishments. We are determining what violations exist and determining where to go from there from the standpoint of either voluntary compliance or some sort of regulatory action.

A bit of additional background, historically in 2020 as a result of the General Assembly legislation

Article 5, otherwise known as Industrial Hemp Extracts Intended For Human Consumption, was incorporated as part of our Food and Drink Law. So it is part of the overall Food and Drink Law. Industrial hemp extract --I think this has already been reviewed. I'll just re-review it. It's defined in our law as an extract of cannabis sativa plants. So essentially you take the industrial hemp, again a review here, take the industrial hemp, extract the naturally occurring components from the hemp, refine that, then package that extract for sale. That's a bit of an oversimplification, but that's essentially what happens. And essentially, soon after industrial hemps were introduced -- and again, our regulation of traditional industrial hemp extracts, again, has been fairly uneventful with respect to those extracts that stay within the confines of Article 5, our industrial hemp law as we refer to it. But soon after the introduction of industrial hemps, the hemp extracts rather, we began to see

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But soon after the introduction of industrial hemps, the hemp extracts rather, we began to see products for oral consumption labeled Delta-8, Delta-8 CBD, Delta-8 THC, or simply Delta-8, and they began to appear on retail shelves in gas stations, convenience stores, and in CBD shops.

And if you will indulge me for a couple minutes, some of this may have been covered, a bit of background with respect to this product. I know it was covered earlier, but when you produce an extract from industrial hemp, there are approximately about 100 different cannabinoids that are precipitated out.

Delta-8 or Delta-10 occurs naturally in the extract but in extremely small amounts. However, with the proper reagents, and I think that was reflected up on the screen here a moment ago, with the proper reagents and chemicals, rather, and heat, a large number of the 100 plus non-Delta-8 cannabinoids can be converted chemically to Delta-8 cannabinoids from the crude CBD extract.

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And if a concentration of Delta-8 is high enough and generally it is, the product becomes psychoactive. And hence the motivation, I think, to sell or to market that particular type of product.

I do think it's important for everyone to understand that the health effects, both short and long term or health-related implications of Delta-8 THC have really not been well researched to any significant degree and are not very well understood by anyone.

FDA has -- looking at our federal partners -- FDA has reiterated on multiple occasions that products

such as Delta-8 are considered to be unsafe and are considered as adulterated food additives. And, of course, of concern from a marketing perspective, many of these products are manufactured and sold with packaging that very closely resembles products that are typically purchased by our young adults or children themselves. I will give you an example. Instead of Sour Patch Kids, you have Stone Patch Kids. Same kind of package, same size, same color, similar artwork, so that is obviously a concern.

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Just looking at what's happened with respect to reports that flow into the Poison Control Center between January 2021 and February 2022, the National Poison Control Center received about 2,400 exposure cases related to Delta-8 and Delta-10, rather, CBD THC products. Of those cases, 58 percent involved adults. However, 41 percent of the cases involved younger or pediatric patients less than 18 years of age.

70 percent required healthcare facility, a healthcare facility, they ended up, rather, in the hospital. And out of that 70 percent, about 8 percent required admission to a critical care -- critical care unit, rather, and in one case a child did expire from exposure to the product. So again, this is a concern that we are attempting to address at this point in

1 time. 2 MR. SLAYBAUGH: Hold on a second. 3 members of the public could please refrain from making 4 comments while folks on the Task Force --5 AUDIENCE MEMBER: Can you refrain from making 6 false claims? 7 MR. SLAYBAUGH: Sir, right now we are hearing 8 members of the Task Force. There will be time for 9 public comment later in the meeting. We hope there is 10 no outburst from members of the public. If there is, 11 we would have to ask you to leave. So if we could 12 refrain. Mr. Davis. 13 MR. DAVIS: Thank you. We are just following 14 through with our directives. However, attempts to 15 address Delta-8 concerns have been somewhat hampered in 16 the fact that we didn't really feel that we had a clear 17 consensus from the General Assembly regarding what 18 level of priority, what level of enforcement this 19 particular issue should rise to. 20 Over the last couple of years, over the last 21 few years, multiple pieces of hemp-related legislation 2.2 have been introduced that would have or could have 23 given us a clear directive regarding enforcement and 24 addressing this particular issue.

But unfortunately, those pieces of

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legislation didn't pass. They didn't see the light of day. So at this point in time, I'll fast forward to the present, and we do believe that the hemp-related legislation or language contained in the current biennial budget bill that has passed provides us with a clear directive, with a clear mandate to fully address industrial hemp extracts as well as related products such as Delta-8.

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And furthermore, I think it's important to note that to accomplish this task, the General Assembly has called, been called to -- actually provided us with additional manpower resources to address this particular issue and fully address industrial hemp, industrial hemp extracts and, again, related products. So I think the call for us, the VDACS Food Safety Program, is fairly straightforward with respect to the direction that we need to take.

The position and line of reasoning that we're currently taking regarding the status of synthetically produced or non-naturally occurring psychoactive

Delta-8 or Delta-10 cannabinoids is that they do not meet the definition of an industrial hemp extract, and they haven't been proven to be safe when consumed orally. They aren't on the list of products that exist. I call them the GRAS product, generally

recognized as safe, at both the Federal and state levels in regulation that have been thoroughly researched and proven to be safe and are deemed to be acceptable and permissible as ingredients or constituents of food. And because there's no evidence of its safety, we consider it to be adulterate and a violation of our current Food and Drink Law.

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We are currently and have not approved -- we are currently not approving the manufacturing for sale of these products or the sale of these products at the retail level. And for those distributors or retailers who are marketing the product, they are considered to be obtaining these products from unapproved -- an unapproved source. And so to sum things up, we as regulators at this time are focusing on ensuring that industrial hemp products and related Delta-8, specifically Delta-8 products, and similar types of products are no longer being manufactured in Virginia. We are moving forward and stepping up our regulation and enforcement of these products.

Our goal is to move forward firmly but also with a sense of understanding and diplomacy. Currently we are in what I would like to call phase one, and phase one is our education phase. And with the education we are attempting to provide regarding

Delta-8 products, we are attempting to imbue the manufacturer or retail store owner of a proper understanding of why the product should not be sold. And practically speaking, we are attempting to get their buy-in, and at this point we are going to do everything possible to exhort everyone to comply voluntarily. That is our ultimate goal and ultimate aim.

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With respect to certain firms, when all efforts to achieve voluntary compliance have been exhausted, we will likely need to at some point in time initiate further action.

So in closing I'd like to say Virginia is not the only state that's wrestling with this particular issue. Practically every state across our nation is attempting to define some sort of solid ground with respect to how to address, how to regulate this issue. And with that, I think my discourse and review is completed, and I'll turn it back over to you, Deputy Secretary.

MR. SLAYBAUGH: Thank you. Any questions from members of the Task Force? I'll start. So when we do talk about -- and this Task Force is charged with looking at this issue of industrial food extracts, we talk about food and drinks. We talk about the role

that the Food Safety Program Office plays in that. 1 2 There are, in fact, still legal THC products, CBD 3 products that are legal to sell. Would that be 4 accurate? 5 MR. DAVIS: Yes, and I think that's probably 6 the majority of the industrial hemp extracts on the 7 market right now. They are are perfectly legal and 8 legal to manufacture, legal to distribute, legal to 9 sell, correct. 10 Questions from members of the MR. SLAYBAUGH: 11 Task Force? Okay. Erin, you are up next, also with 12 VDACS. She has a PowerPoint. Members of the Task Force, that should also be in your folder. Similarly 13 we will make this PowerPoint available online after the 14 15 meeting. 16 MS. WILLIAMS: Good afternoon again. 17 you for the opportunity to present some information for 18 you-all's consideration. This afternoon I'm going to 19 give you a very high level overview of how some other 20 states have begun to regulate hemp products. 2.1 This afternoon I'm only going to cover what I 2.2 know to be happening in Colorado, New York, and Oregon. 23 And I will also, as Amy did, give a caveat. 24 information I'm going to provide is very high level,

very broad strokes with respect to how things are being

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regulated in those states. Don't set up your operations in Colorado, New York, or Oregon based on the rules that I'm presenting today. The body of law is great with respect to the regulation of products that are derived from hemp.

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What I am going to do with respect to each state is give you an idea as to who is regulating certain hemp products, what those regulated products are, general product requirements or requirements for those products, and then touch on what appears to be the state's response to synthetic cannabinoids or intoxicating hemp products.

This information, I think, will help this

Hemp Task Force conversation as to address our charge
which is to look at statutory or regulatory

modifications that are needed to address hemp products

or more broadly substances containing THC. You'll see

as I get into my presentation, there will be some

regulation with respect to not only the percentage of

THC that are in products but also with respect to the

quantity or the amount or the milligrams of the THC in

a product because we are at a place in Virginia where

we do have hemp products that are compliant with the

law. They contain THC. They contain no more than

.3 percent THC, which is the requirement in the law in

the criminal code. However, they deliver an intoxicating dose of THC.

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The law in Virginia is silent as to the milligrams of THC that can be in a hemp product, and you'll see that there are some states that have tried to tackle that.

So I picked the states that I am going to share with you today because those states and their regulation of hemp products were brought to VDACS during the General Assembly session by stakeholders as examples of what's going on in other states. So I'm sharing the information that was shared with me.

So we'll start with Colorado. The Department of Public Health and Environment oversees the processing of hemp and industrial hemp products that are intended for human consumption and use. As has been expressed earlier today, the terminology is very important when talking about what's being regulated.

So in Colorado, an industrial hemp product is a finished product, it is a cosmetic, a dietary supplement, a food or a food additive. Those products contain parts of the hemp plant, extracts, isolates, compounds and they have THC, a Delta-9 THC concentration of no more than .3 percent, Delta-9 THC.

In Colorado, those industrial hemp products

have to come from an approved source which is a term used in the food safety regulatory space. Those products have to be tested by a certified lab, and they may not exceed the permissible levels of contaminants that are established in the regulation.

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Colorado has established some labeling requirements for hemp products. I won't read the list nor is this an exhaustive list of the labeling requirements, but I would highlight that hemp products in Colorado are required to be labeled so that they identify the quantity in milligrams of THC per serving and per product. You'll see that the labels clearly get at informing the consumer of what is in that product that they plan to consume.

Colorado, based on legislation and directives and memos that I have found, appears to be dealing with synthetic cannabinoids and intoxicating hemp products in the following way. In May of 2021, that regulatory authority, Public Health and Environment, issued a statement that chemically modifying or converting any naturally occurring cannabinoids of hemp is non-compliant with the statutory definition of industrial hemp product.

The memo goes on to state that THC isomers like Delta-8 and Delta-10 are not allowed in food,

dietary supplements, or cosmetics. Their most recent legislative session occurred in 2022, authorizes that regulatory agency to promulgate rules to prohibit synthetic derivation of intoxicating THC isomers or intoxicating THC isomers that originate from hemp. The legislation also creates a Task Force. This Hemp Task Force is directed to study intoxicating hemp products and make legislative and regulatory recommendations.

So they appear to be -- their task force appears to be set to convene later this summer and we appear to be on similar tracks.

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I'll go on to talk about what's happening in New York with respect to hemp products. In New York, the state Department of Agriculture and Markets oversees hemp that's used exclusively for industrial or food purposes. And the state's Office of Cannabis Management oversees processors of cannabinoid hemp or cannabidiol. And their rules, their law and rules define cannabinoid hemp products as hemp or any product manufactured or derived from hemp including hemp derived terpenes that's in its final form used for human consumption.

A hemp cannabinoid product in New York does not include cosmetics. And use for human consumption with respect to that cannabinoid hemp product means

that's intent -- that the product is intended by the manufacturer to be used in, on or by a human for its cannabinoid content.

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So New York has established some requirements for those hemp, cannabinoid hemp products. Extracts or manufacturers or entities extracting or manufacturing cannabinoid hemp products have to use good manufacturing practice standards. The program, the Office of Cannabis Management has to approve any extraction methods. So this is the process by which material, the cannabinoids, the other chemicals within a cannabis plant are extracted by an entity for purposes of putting into a product intended for human consumption.

The program also has to approve the solvents that are used in that extraction process. They also have lot and batch testing requirements for those products.

In New York, the cannabinoid hemp products may contain no more than .3 percent total Delta-9 THC. They also can't exceed established contaminant limits. These products may not be in the form of injectables, inhalers, cigarettes, cigars or prerolls. They have to be prepackaged, and they may not be added to food at the point of sale.

New York has established some milligram caps on the total cannabinoids in certain products so you see they could break it down by food or beverage which can have no more than 25 milligrams of total cannabinoids per individually packaged products. There is a category for supplements which that contain cannabinoids. And then there is a requirement that if multiple -- if the product contains multiple servings that aren't individually wrapped, the product has to include a measuring device.

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Cannabinoid hemp products that are inhalable have to be, by regulation, in a closed system, and they may not -- there are some restrictions on the substances that can be used in those products. They can't include substances such as synthetic terpenes or vitamin E acetate.

Additionally, an inhaled or flower product that is a cannabinoid hemp product cannot be sold to anyone under 21. New York has labeling requirements as well for their cannabinoid hemp products. Those labeling requirements also include that the label provide the number of servings, of milligrams per serving and package of CBD, total THC which include any detectable levels of both Delta-9, Delta-8, and Delta-10 THC. And then any other -- should the product

be labeled to contain any other cannabinoid, the milligrams of that cannabinoid need to also be on the label.

In New York, extractors or manufacturers,

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there are two different identified regulated entities in the production of cannabinoid hemp products.

Extractors or manufacturers may not use synthetic cannabinoids or Delta-8 or Delta-10 that's created through isomerization and extracting or manufacturing the cannabinoid products that they create.

The regulations also note that the Office of Cannabis Management may, through future regulation, establish a cap on total THC in those cannabinoid hemp products as opposed to a cap on Delta-9 THC.

So moving on to where Oregon is. Oregon's

Department of Agriculture oversees the cultivation and

processing of hemp and testing requirements for most

hemp items. Oregon's Liquor and Cannabis Commission

administers regulations that pertain to hemp items that

may be sold in Oregon's adult use cannabis market.

The Liquor and Cannabis Commission also administers regulations that pertain to industrial hemp products that are sold on the general market that contain cannabinoids. Additionally, those products, they are regulating products that are intended for

human consumption.

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Further, the Oregon Health Authority establishes testing requirements for generally all of the products and as well as hemp-derived vape products.

So here we see what a cannabinoid hemp product means in Oregon. They are looking at edibles or other industrial hemp commodity or product that's intended for human consumption or use including a topical or transdermal patch. Those products have to contain cannabinoids from industrial hemp or the dried leaves or flowers of hemp. Cannabinoid hemp product also means usable hemp and does not include usable hemp or certain products — or certain parts of the plant that would exist by themselves.

Oregon has had some very, very recent changes with respect to their regulation of cannabinoid hemp products and so I'll get right into those. In Oregon, their legislature in 2021 passed legislation that directed liquor and cannabis control program to set limits on THC and synthetic cannabinoid derivatives that are in hemp products and to regulate hemp vape products. So they've been through a rule-making period, and effective July 1st of this year, there are new limits that have been established on the THC content in cannabinoid hemp products that are sold to

people 21 or older.

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Cannabinoid hemp products cannot contain synthetic cannabis derivatives and hemp vapes have to be labeled and tested by a state licensed lab.

So these are the new regulations or the new limits on THC content for hemp products that are sold to a person 21 or older. It appears that prior to this regulation, Oregon's law established that hemp products sold to anyone under 21 has to have less than

.5 milligrams of THC. So the chart above establishes the quantity of THC that can be included in a hemp product sold to someone 21 or older.

So what we see here is both a cap on,
depending -- well, what we see here is regulation based
on the type of product. So we see limits for edibles
that are different than limits on topicals which are
different from limits on tinctures. All of those
products have their own unique definition in Oregon
regulation. But we also see is not only do the
products, most of the products have a milligram per
dose cap, there's a milligram per package cap, and all
of the products have to contain -- may contain no more
than .3 percent Delta-9 THC.

So with that, again, is a very broad, very brief overview of the regulation of hemp products in

1 those three states, just as food for thought for our 2 conversation going forward, as we consider whether 3 Virginia needs any statutory or regulatory 4 modifications to address hemp extracts or more broadly 5 substances that contain THC that are consumed orally or 6 by inhalation. Thank you. 7 MR. SLAYBAUGH: Does anybody have any 8 questions for Erin? MR. WILLIAMS: Could you just talk about the 9 10 labeling standards, specifically the ones you mentioned 11 in New York. Do those apply across settings; pharmacy 12 to retail, et cetera? 13 MS. WILLIAMS: Good question. I will not 14 profess to be an expert as to all of the labeling 15 requirements, but I believe with -- the labeling that I 16 have presented here, the requirements that I presented 17 here are specific to cannabinoid hemp products. 18 that would be a unique subset, not to be -- not to say 19 that these are labeling requirements for recreational 20 cannabis in New York or medical cannabis in New York 21 but specific to cannabinoid hemp products which is a 2.2 hemp -- is hemp or any product derived from hemp. 23 MR. WILLIAMS: Right, but is it applied --24 the same standard, is it applied across settings such 25 as the pharmacy, retail, you know, et cetera.

So you're asking whether --1 MS. WILLIAMS: 2 regardless of where that cannabinoid hemp product is sold, are there different --3 4 MR. WILLIAMS: Labeling requirements. 5 MS. WILLIAMS: -- labeling requirements? 6 to my knowledge. 7 MR. SLAYBAUGH: Any other questions from 8 members of the Task Force? I don't know, can you all 9 at all talk about what the -- obviously this is a great 10 overview of what these states have done -- from the 11 federal level. Has the FDA kind of weighed in on this? 12 Have they kind of approved products, so forth? 13 know if you can speak to that at all. 14 MS. WILLIAMS: Sure. So the FDA has a -- is 15 the national food -- the federal food regulator in part 16 amongst other responsibilities. There is a specific 17 pathway to becoming an approved food ingredient and a 18 specific pathway to being an approved source of those 19 food ingredients that FDA has established and that most 20 states mirror. 2.1 FDA has approved three cannabis specifically 2.2 hemp-derived products for food, for use in food, and 23 they are all derived from the seed of the hemp plant. 24 So hemp seed protein, whole hemp seed, hemp seed oil. 25 FDA has said there are no other cannabis-derived

ingredients that are approved for use in food or drink 1 2 in the U.S. 3 There is a current ongoing conversation with respect to federal regulation of cannabis-derived 4 5 products. What we have seen FDA do is send letters of 6 warning to manufacturers and distributors of products 7 that contain cannabis-derived products --8 cannabis-derived ingredients be it it CBD, be it 9 Delta-8, warning against those manufacturers or 10 distributors that are making claims that their product 11 could cure some disease or treat some condition. Those 12 statements are not permissible. Additionally, the 13 ingredients are not permissible as far as FDA is 14 concerned. 15 Thank you. Any other MR. SLAYBAUGH: 16 questions for Ms. Williams? MS. WILLIAMS: Thank you. 17 18 MR. SLAYBAUGH: Thank you. Okay, that 19 concludes our presentations. We're going to kind of 20 move into just kind of a more generic Task Force member 2.1 discussion, and then we'll kind of get into the public 2.2 comment period if there is any kind of discussion 23 amongst members on this Hemp Task Force. 24 Don't know if anybody has kind of any questions for any of the Task Force members we've 25

already heard from, other folks on the panel. the one thing that I would kind of like to throw out, not to put folks on the spot, but I just wonder if anybody from the Board of Pharmacy or VDH can kind of at all speak to testing that your agency has, how does it handle testing if it were something to fall under VDH's purview or Board of Pharmacy? Is that something that you would work with Forensic Science, with DCLS? What would that look like, do you know? MS. JURAN: Sir, I can speak to the Board of Pharmacy --MR. SLAYBAUGH: Yes. MS. JURAN: -- with respect to the medical cannabis program. We require that the pharmaceutical processors, and that's the term that we assign to these four entities currently who can actually grow the cannabis for the purpose of producing cannabis products. We require them to use an independent third party lab and to test according to the standards that the Board has set in regulation for a various number of potential adulterants, active ingredients, things of that nature. So we do not have a state designated lab. We do not regulate the labs. We do require them to be accredited, so we do have some standards in place for

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the independent third-party labs.

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But Virginia does not designate a specific lab to be used by these processors to perform their testing as some of the other states have done.

With respect to our model and how it would, I guess, interplay in the hemp world, I would think it may be reasonable for VDACS to take a look at our testing standards that we have in place to see if there is similarity or applicability that could be used in the hemp products. My gut reaction would be that there would be, but I do not know what VDACS is anticipating with respect to whether it would have its own designated lab that must perform the task. There may already be language currently in place that I'm just not aware of.

MR. DAVIS: With respect to regulations that we're promulgating at this point in time, we have referenced the Board of Pharmacy with regards to most of the standards with respect to tolerance levels and contaminant levels, so yeah, there is some application with you-all.

MR. SLAYBAUGH: When it comes to kind of -so we talked earlier about during your remarks
convenience stores, gas stations, you know, grocery
stores, what is overseen by the Food and Safety Program

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               Where does like pharmacies fall in that?
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     that a -- does VDACS consider those as part of their
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     food safety if there's products that are kind of being,
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     I quess, sold over the counter but from a pharmacist?
     Is that something that the Board of Pharmacy has
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     authority over or is that back to VDACS?
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               MS. JURAN:
                           I think in my opinion it would
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     probably depend on what the product is, not so much the
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     location from where it's being sold, but it's a
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     question of what's the THC concentration? Is this an
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     industrial hemp product? Was it produced in compliance
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     with VDACS requirements? And then if that is the case,
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     if it's otherwise a compliant product, I believe it can
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     probably be sold almost anywhere. There would be no
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     current restriction for a pharmacy, for instance, to
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     not sell that as any other retail establishment that
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     I'm aware of.
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               MR. DAVIS: So product specific, not location
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     specific?
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               MS. JURAN:
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               MR. SLAYBAUGH: Do you have any thoughts on
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     the VDH side? Yeah, thanks.
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               MS. CLAY:
                          So I'm just going back to your
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     questions. So to reference about testing, we haven't
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     had a lot of conversation about testing, but if it were
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1 to follow along the same lines as we had with 2 investigating foodborne illness, we would typically use 3 DCLS as Mr. Wyatt had mentioned. That's what we kind 4 of go through when we're doing foodborne investigations 5 for testing. I believe that covers the first question. 6 MR. SLAYBAUGH: Yeah. 7 MS. CLAY: And the second one? 8 MR. SLAYBAUGH: I think that was it for you. 9 The rest was about pharmacies. I think that was the 10 only question I had for you. 11 MS. CLAY: You want to think of a question? 12 MR. SLAYBAUGH: No. Thanks. Any other 13 comments or questions for members of the Task Force? 14 Mr. Lohr? 15 MR. LOHR: A question for Erin. So vou 16 mentioned three states and kind of how they are 17 handling this topic. Can you speak to a broader, I 18 guess, across the country? I mean, are there other 19 states that are kind of tackling it like we are in 20 Virginia or the three states that you highlighted, are 21 those unusual or are those pretty much the norm that 2.2 you see as trends that are happening across the 23 country? 24 MS. WILLIAMS: Sure. So VDACS participates

in periodic hemp regulator calls and often while we

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focus on the regulation of the production of the crop, as in Virginia as happens in other states, the regulators of the crop get pulled into the conversations about regulating the products. I hear from my colleagues on those calls, that every state is grappling with Delta-8 or intoxicating products. I would say that, again, the states that I highlighted today were brought to VDACS as examples of programs that are regulating. I think they probably are farther ahead in their regulation of hemp products with respect to the intoxicating nature or synthetic cannabinoids than other states throughout. Everybody, what we see happening is states trying to find the best way to address the products, to promote product safety, consumer safety, in support of their hemp industries. MR. SLAYBAUGH: Any other comments or I'll come to you questions? Mr. Williams, go ahead. next. MR. WILLIAMS: Just a question for VDACS. So if there's a -- just a hypothetical. If there's a product in a pharmacy, whether in a retail space as you mentioned earlier, would VDACS typically kind of test and enforce, you know, the allowable amount, the .3 percent, or would you rely on, you know, on VDH and the Board of Pharmacy to do that?

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MR. DAVIS: If it's a VDACS product, one that's under VDACS jurisdiction, if we are going to be testing it, we would likely use Consolidated Laboratory which we are mandated by law to use, not the Board of Pharmacy even though we are referencing some of their standards.

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AUDIENCE MEMBER: We can't hear.

MR. SLAYBAUGH: They can't hear you.

MR. DAVIS: Ok. So if you didn't hear me, if it's a VDACS -- a product that's under VDACS jurisdiction, then we would likely perform our own testing, not defer to the Board of Pharmacy and likely use Division of Consolidated Laboratory Services which we are mandated by law to use.

MR. SLAYBAUGH: Thank you. I guess maybe you'll address this. I think the question that I'm still kind of wrestling with on this topic is when we look at a pharmacy and we look at it from an enforcement standpoint, if there is a pharmacy selling something over the counter, you know, at the pharmacy location in a store, whether it's just free to grab from the counter or even in any sort of, like, locked device, if it is determined to be a marijuana product, whether it's determined to be an illicit adulterant product, where would that enforcement come from?

Does Board of Pharmacy have authority to 1 2 potentially remove that product or shut someone down or 3 would that be VDACS or is that unclear? 4 MS. JURAN: I am envisioning a scenario where 5 we would probably get a complaint from a consumer, 6 perhaps, where they purchased a product from a pharmacy 7 and it created harm or they were concerned for whatever I think it still comes back to jurisdiction, 8 and therefore, you've got to define what is that 9 product. So I would think that if someone wanted to 10 11 complain to the Department of Health Professions and 12 Board of Pharmacy about what appears to be a hemp 13 product sold in a pharmacy, we would probably transfer 14 that complaint to VDACS to then potentially start an 15 investigation, and then they would determine if that 16 product was produced in compliance or not. 17 If it falls outside both our jurisdictions, 18 then I guess a guestion would be whether it's a 19 criminal violation for which law enforcement would need 20 to intervene. 2.1 Sorry, did you also have a MR. SLAYBAUGH: 2.2 comment or a question? 23 MS. JURAN: Well, I did, and it's really for 24 clarity. I noticed that several of the states, their 25 scope perhaps is broader, and this might be my lack of

understanding, but perhaps you could clarify. It's my understanding that Virginia's hemp program is really restricted to oral ingestible products under that food and drink provision.

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And I think I heard you mention dietary supplements or cosmetics, and I question does Virginia scope go that broad? I don't think Virginia includes inhalants. Is that a gap that potentially should be, could be addressed?

MR. DAVIS: It's not covered under the food and drug law if it's not something that's orally consumable. I don't know where or who may provide some level of jurisdiction or oversight if it's not an ingestible product. I'm not sure of that. Or Erin, you may be able to address that.

MR. CASEY: I can't hear.

MR. SLAYBAUGH: Lean up and say that again.

MR. DAVIS: Not loud enough? If it's not an orally ingestible product, under the Food and Drink Law we have no jurisdiction. And exactly who would have jurisdiction, I am not able to say at this point in time. It may be a loophole. It may be something that, you know, no one has any level of jurisdiction in but I'm speculating at this point in time. I don't know.

MS. WILLIAMS: And I'll add just some

clarification. The VDACS' hemp program, so our industrial hemp program that I manage, registers individuals so that they can possess cannabis with no more than .3 percent THC. So we are registering people to grow, registering people who plan to possess hemp plant material in order to turn it into a hemp product, and we are registering people who will temporarily possess industrial hemp plant material that they have neither grown nor plan to process.

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So that's the scope of VDACS' hemp program. Those hemp products created by processors registered by the hemp program have to comply with whatever rules and laws pertain to that specific product. And as my colleague has gone over, VDACS also administers the provisions of the Food and Drink Law which are specific to foods -- substances that are orally consumed, food, drink, and include dietary supplements. From my work with the hemp program and attempting to help identify potential regulations of the various hemp products, I have not identified a regulator of inhalants in Virginia. I have not identified a regulator of topicals in Virginia.

There are federal rules that pertain to those types of products broadly, not hemp specific but broadly, but that just to clarify where the scope that

VDACS has within regulation.

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MR. SLAYBAUGH: I'm going to bring the Office of the Attorney General in for a question on this.

Would it be accurate to say — so when we talk about the product itself, what's contained in the product for an inhalable vape product, that falls, as you say, outside of the scope of the food and drink. But if we're looking at solely the Consumer Protection Act and whether that is properly labeled or whether that's being sold to somebody under 21, would the OAG's office have the authority to enforce something under the Consumer Protection Act if it is mislabeled, if it doesn't meet the new labeling requirements included in House Bill 30? Would you all have jurisdiction on that?

MR. SCHWEIKER: So generally speaking under the budget language, there are specific references to human consumption orally or by inhalation. So we're trying to get at the inhalables, that would be covered by, looks like, three of the four new provisions. One just refers to items that are for consumption.

So to the extent it violated these specific provisions which are very specific, one refers to sale, offering for sale to persons younger than 21, another refers to the labeling or packaging, certain required

labeling packaging. The third refers to food or 1 2 substances that depict or in the shape of a human, 3 animal, vehicle, or fruit. And the fourth refers to 4 basically what by shorthand we refer to as copycats or 5 items that violate trademarks or look-alike products. 6 So in those specific areas. 7 In general, the Virginia Consumer Protection 8 Act applies to any consumer transaction which is really when something that's being offered for sale for 9 10 personal, family, or household purposes. There are 11 some exemptions to it, but if there's a good or service 12 that is being sold or offered for those purposes then 13 that would come under the jurisdiction of the Virginia 14 Consumer Protection Act. There are some exemptions for 15 some things that are covered by other agencies, but 16 that's more of a high level answer. 17 MR. SLAYBAUGH: Thank you. Any other 18 questions, comments, discussion from members of the 19 Task Force? 20 MR. WILLIAMS: Can VDACS also speak to any 21 thoughts on labeling for products in the retail 2.2 setting? 23 MS. WILLIAMS: The budget language that was 24 recently passed includes a directive to the Board of 25 Agriculture to adopt regulations that establish certain labeling requirements for industrial hemp extracts and foods containing industrial hemp extracts. So we expect that the board will consider those regulations in the next few weeks.

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But there is -- the budget language specifies the expectation with respect to what those labels would include going forward under those regulations.

MR. WILLIAMS: And do you have any sense of what model you would use to establish the labeling standard? Just from some of the states that we looked at or even our own medical program?

MS. WILLIAMS: The budget language was very specific with respect to what the label has to state.

I imagine -- I expect the agency will present the Board of Agriculture with proposed language that reflects the budget language's directive.

The budget language requires that the label of a hemp extract that contains THC be equipped with a label that states the extract or food containing an industrial hemp extract that contains THC may not be sold to persons younger than 21 years of age, that ingredients contained in the extract -- the label has to include all the ingredients contained in the extract or food contained in the extract. And the directive from the budget language is that the label has to state

the amount of the hemp extract or food containing industrial hemp extract that constitutes a single serving.

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There is an additional labeling requirement that the label must include the total percentage and milligrams of THC included in those products as well as the number of milligrams of THC that are contained in a serving. So I expect the agency will present to the board language that reflects that directive, and it will be up for the board's consideration as to beyond that, what the label should require.

MR. SCHWEIKER: I think it's probably just important to add that another component of the budget provisions is adding a specific prohibition in the Virginia Consumer Protection Act against selling or offering for sale any substance intended for human consumption orally or by inhalation that contains THC unless such substance is, and then that foodborne illness, of specific criteria with regard to packaging, labeling, it covers the things that Erin just mentioned. So that's already in the law now and would think that VDACS would be looking at that language which is not verbatim but very similar to the directive with regard to the regulations they have to promulgate.

MR. SLAYBAUGH: On this point real fast,

1 would it be accurate to say -- I think there was a bit 2 of confusion sometimes with this language. Just 3 because the budget language developed regulations for 4 packaging, for -- who legal products could or could not 5 be sold to, I guess that language in and of itself 6 didn't legalize a host of other items. It was just 7 simply saying if it is a legal item, then it must be 8 labeled with this information. Is that accurate? I'm not sure that I can 9 MR. SCHWEIKER: 10 follow the question or can answer that with regard to 11 the requirements on VDACS with regard to the 12 regulations or their import. I can tell you that the 13 language with regard to the VCPA, that as of July 1 that's the law and it's a violation to sell substances 14 15 that I previously described unless it's contained in 16 child-resistant packaging and it's equipped with a 17 label that has various delineated items. 18 MR. SLAYBAUGH: So food and drink, too, just 19 because there's regulation saying this is what a legal 20 product must contain, that language didn't legalize 21 products that were previously illegal? 2.2 MR. DAVIS: No. It would only apply to 23 products that are already in compliance with the Food 24 and Drink Law. Understanding your question, 25 MR. SCHWEIKER:

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1
     I would give the same answer.
 2
               MR. SLAYBAUGH:
                               I asked it better the second
 3
     time.
           But you were saying, I guess, the same thing?
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               MR. SCHWEIKER:
                               Right.
 5
               MR. SLAYBAUGH:
                               Yes, please.
 6
               MS. JURAN:
                           I understand VDACS' position is
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     if there is an isomer such as Delta-8, Delta-10 added
 8
     to the hemp product, then that would be -- that would
 9
     not have come from an appropriate source -- I may not
10
     be saying this correctly, but it would be a violation.
11
     Is that -- am I characterizing it correctly?
12
               MR. DAVIS: We are considering that to be in
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     violation, that's correct, if it's produced from a
14
     chemically-altered isomer.
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               MS. JURAN: Ok, thank you. And so if it is
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     an inhaled product that also contained one of these
17
     isomers, that would be in violation, would the CPA
18
     trigger at that point? Would that be a violation
19
     potentially of the CPA?
                               I'm sorry.
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               MR. SCHWEIKER:
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               MS. JURAN: Would you like me to repeat?
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               MR. SCHWEIKER: I was reading back over the
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     language. I didn't listen is to your question.
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               MS. JURAN:
                           That's okay.
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               MR. SCHWEIKER:
                               Sure.
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The example would be if it's an 1 MS. JURAN: 2 inhaled product and it has an isomer THC such as 3 Delta-8 or Delta-10, would that be a violation of the 4 Consumer Protection Act since those isomers would not 5 be permissible under VDACS? I don't know if we have 6 clarity on that legally, and I was just curious if we 7 know that? I think some of us are going 8 MR. SCHWEIKER: 9 to go back to looking at what the definition of THC is 10 in the Consumer Protection Act which is not defined in 11 this provision. So that's something we are looking at 12 in relation to the other definitions in the code. 1.3 MS. JURAN: Okay. Thank you. 14 MR. SLAYBAUGH: Any other comments, 15 questions? Don't let me stop you. 16 I actually have one for my sister MS. CLAY: 17 Thoughts on these products when they are 18 manufactured out of state and they're brought into 19 Virginia. 20 MR. DAVIS: I think that if we encounter 21 products that have been received from out of state, 2.2 what we have discussed is contacting that state, 23 contacting the regulatory officials, and determining 24 whether the manufacturer is an approved source. 25 MR. SLAYBAUGH: Anything else? All right,

that will wrap up our Task Force discussion portion.

Before we move into the public comment, I do want to remind everybody that it is important that everyone use proper manners during the public comment, proper decorum so that speaking -- so during the public comment period, everyone who wishes to speak can be heard. The Task Force is here today to hear from members of the public.

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The only person from the audience to be speaking at any time is the person at the microphone who has been recognized by the Chair. That person needs to direct their comments to the Chair and to the Board as a whole, not to any one person or any individual on the Task Force.

This Hemp Task Force is convened today, as I said, to hear from members of the public both here in person and virtually. We welcome your comments, suggestions, and recommendations. Inquiries of any member in particular or inquiries to the Task Force as a whole will not be in order.

Hopefully, there will not be any noises or distractions during the public comments, but if there are, the Chair may ask that person to cease. I think we have about 12 people signed up to speak here in person. I think we are going to have a period of time

for anybody who didn't have a chance to sign up to speak and then we have some folks virtually. So with the time we have remaining I think we are going to try and allow three minutes for each speaker to deliver their comments.

2.2

The time on the wall will keep track of that time. At about 30 seconds, though, I will kind of chime in and just ask you to kind of summarize your comments, kind of try and wrap them up so we can kind of keep everybody on the same schedule.

I'm first going to call on people who signed up to speak here in person today. As I said, at the very end I'll ask if there's anybody who didn't have a chance to sign up to speak. We'll hear from you at that time. I do want to kind of ask members both here and virtually, try to, during your public comments, share comments that have not been shared by another speaker already.

If you come to the microphone and you have comments that somebody else has already said and you don't really feel like you need to duplicate that, please just feel free to let this Hemp Task Force know your name and association and just let us know you that associate yourself with the comments previous or to the specific person who made those comments.

Finally, when you do speak, please just for 1 2 members of the Task Force, I know we're going to be 3 taking notes, please state your name. I have your name 4 and I'll call your name, but also just please state the 5 organization that you're representing if you're 6 representing any sort of organization or company. 7 So with that, I am not going to profess to be 8 an expert at pronouncing some last names, so if I mess that up, I apologize in advance. First on my foodborne 9 10 illness, looks like John Richardson. 11 MR. RICHARDSON: Thank you. My name is John 12 Richardson, and I traveled a long way to get here 13 today. And I'm an old fellow, but I'm still somewhat 14 surprised. First of all, initially I'm surprised --15 MR. SLAYBAUGH: Sorry about that. 16 MR. RICHARDSON: I am surprised that the 17 Secretary is surprised at the interest in this hemp and 18 all of its ancillary products. It's literally a 19 10,000-year demand that's been pent up for the last 30 20 or 40 for political reasons we don't need to go into. 21 But I was surprised that you are surprised. 2.2 I'm also surprised at the fact that in this 23 discussion of hemp and its extracts, et cetera, et 24 cetera, not one of us has heard anything about the

health benefits. We've heard nothing about the

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1 endocannabinoid system in our bodies. And I know I'm 2 not supposed to ask but just a show of hands, I would 3 be interested to know how many people here on this 4 committee have even heard of the endocannabinoid 5 system? Good, one, two, three, good, excellent, 6 excellent. That's great. No, it's not great. 7 We should all know them because the health 8 benefits are amazing. It takes about ten minutes on Google to figure them out. Okay. 10 Another thing I guess I am surprised about is 11 I'm a little bit surprised that we hear from our 12 Virginia Department of Agriculture with, by fiat, a 13 letter out to everybody. I thought this committee was 14 supposed to talk about what we're going to do, what are 15 our recommendations, what are our input for 16 recommendations. 17 I was a little surprised we've already had 18 some policy put out by the Virginia Department of 19 Agriculture wholeheartedly, not a vote, no nothing. 20 quess I'm a little surprised that our man who gave that 21 presentation would scandalize it, use half-facts, for 2.2 example, the number of kids who responded to a poison 23 alert. Completely with no context. Is this one 24 percent, two percent? 25 And then went to tell us that someone died

from an overdose of cannabis. If so, it would be the first recorded death in human history. So please be a little more careful with your facts.

2.2

Another thing I heard today was that through this budget bill, okay, that policy was not made.

However, we also heard that CBD is now illegal for those under 21 through the budget bill. Folks, this is not the way it's supposed to be done. It's not supposed to be done this way, okay? It's not supposed to be done. It's supposed to be done with people, responsible, transparent.

What I want you to not be surprised about as I leave, and I thank you for your comments, is that we're not going away. The demand for hemp is not going away. D-8, as you do your research, is medicinal. There are thousands of people who prefer D-8 and its medical benefits, and you need to find them out over D-9, for many reasons.

Please, as you make this decision, be open to understanding. Please be open to a little bit of research on your part. It looks nakedly obvious that we're doing this so the right people can make the money. I'm sorry to say that. I hate to lose faith in government. But please, be careful. Thank you.

MR. SLAYBAUGH: Thank you. And I do just

want to add, I forgot to say something before this. 1 2 are accepting written comment. There's been probably 3 close to a dozen pieces of written comment that has 4 already come in. I don't think anybody else on this 5 Hemp Task Force has seen those yet, but we are going to 6 disseminate those to members of the Task Force. 7 We're also going to leave that written 8 comment here and open for 30 days. So anybody that couldn't make it in person today or virtually, please 9 10 ask them to submit their comments written. 11 is on the same Commonwealth calendar website that you 12 probably saw this meeting on. 13 Next is Joseph Kuhn, K-u-h-n? 14 MR. KUHN: Kuhn. 15 MR. SLAYBAUGH: Kuhn. 16 Yep. Thank you for letting me MR. KUHN: 17 speak today. My name is Joseph Kuhn. I have been in 18 the cannabis industry since 2019, right after the Farm 19 Bill had passed and Virginia had started their hemp 20 I do agree with a lot of things the previous 2.1 speaker had said. 2.2 And the miseducation that we've heard today 23 it's kind of -- it's just -- there's a lot of things, I

think. It's a new industry and I think there's a lot

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of learning to be done.

One of the things I'd like to see is, you know, we have, like, the Cannabis Control Board coming up which is for marijuana and this is for a hemp thing as well, but I think there needs to be more inclusion with us who are on the ground, who have boots on the ground, like you said, for VDACS to see, like, how we do things and what we do. We're all not the same. Gas station products or convenience store products, you know, you can't put everything in one box. A lot of us take a lot of pride and a lot of care in what we do and how we do it.

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I have over 7,000 clients. I have never had a complaint. I don't have complaints. I have people who beg me to make sure that we try to continue what we do because of the benefits they receive. I have individuals that come to me for Delta-8 specifically for pain management and for sleep. They tell me how it saved their lives, and it's so much better than any opioid that's legal that we all -- that are provided to people today.

And so I really do think -- I want to again, like, repeat what he had said that we need more education through -- for you guys and for us, you know, and try to work together to set the bar at a reasonable level. Like, we don't need the bar to be up here. But

we also don't -- none of us are trying to get away with anything to make it down here.

2.2

We need to make it in the middle so it's, you know, legal and easy for all of us to do what you guys want us to do in terms of labeling, you know, and I'm fine for regulation. Most of us are that are here today. But it's got to be regulation that makes sense, regulation that is helpful to your constituents, the public of Virginia, and small business owners.

I mean, without this, without the company that I run and some of these other guys, I mean, I don't know what else we're going to do. You know, we -- I mean, the one thing I do in my business is I educate a lot. I go to public places. I actually just got offered an adjunct professor position at PVCC for cannabis and for hemp. And so we're not -- it feels a lot like we are seen as criminal and we're not. We're not.

Just the way all the hoops we have to jump through and all the different things that change, like, every week, the fact that this bill passed during the budgetary session, not a legislative session. You know, the fact that there's no time frame between the first and the 7th to have this meeting.

There are a lot of things that don't really

I think we just need to slow down and kind 1 make sense. of work together more and not be so separated. 2 3 all I have. Thanks. 4 MR. SLAYBAUGH: Do you mind sharing your 5 organization? 6 MR. KUHN: I am Albemarle Cannabis Company. 7 MR. SLAYBAUGH: Thank you. Okay, Travis 8 Wagoner. MR. WAGONER: First off, I'd like to say 9 10 thank you guys for having us today and taking our 11 input, although it seems to me as if maybe some of this 12 is predetermined before we get here. 13 With that being said, I'm going to go ahead 14 and take this time to speak. My name is Travis Wagoner 15 and I'm with Virginia Cultivars. We have been 16 registered since 2019 for growing, processing, and 17 dealing. It was brought to my attention beginning of 18 this year that those in power were trying to force me 19 out of business and that channel was SB591. Through 20 due process, it was voted out 40 to nothing. 2.1 As a result, closed-minded individuals went 2.2 behind closed doors and decided to reinterpret laws 23 that have been taken in one manner for multiple years. 24 I see it as an attack on Virginia businesses as well as

the community, opposed to social justice for anyone

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other than multistate operators.

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I hear multiple times in this meeting stakeholders. Why is this the first time that I've been contacted? Cannabis Control Authority came to Southwest Virginia and talked to someone that runs a retail location and someone that runs a grow store, not a processor and not a grower, not a dealer, no one that was registered to my knowledge with VDACS. That's absurd. Amidst the opioid epidemic, why are we limiting access to safe, alternative medications as opposed to opioids?

Everyone deserves access to healthcare including cannabis products and I think the demand proves that, whether it be hemp derived or Delta-9 THC, the people have spoken. Why is it a select few have taken it upon themselves to reinterpret the laws for the financial gains of the few?

As a grassroots Virginia business owner as well as a constituent, I am dissatisfied with the course of events, and I will not lay down, and I will not stop. You can take me to jail. My son is proud of who I am. My community is proud of who I am. And I encourage each and every one of you to take at least five minutes today to research cannabinoids, the endocannabinoid system, and to read some of the reviews

from some of our constituents, some of our consumers.

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What are we going to do with the jobs that are lost because of this regulation? I heard someone say earlier that there's plenty of products that can still be sold. That's true, but we're up against thousands of people that are selling CBD, many of which is unregulated.

Those of us that are following regulations are penalized in the system that you put before us.

How are you going to stop the products coming in from online, the sales that are being mailed to individuals, unregulated, copyright products? I'm curious to that.

In addition to that, what are these individuals going to use for stress, anxiety, pain, sleep aid, irritable bowel syndrome as opposed to my products that have been proven safe and effective to their ailments? Because they are open to suggestions and they don't want to use traditional pharmaceuticals that put them in the position that they are today.

So I encourage each and every one of you to invite me to each and every meeting you have moving toward and to take this seriously. These products are effective and they are much safer than the traditional things that have been pushed done our throats by the pharmaceutical industry. Thank you.

Thank you, Mr. Wagoner. 1 MR. SLAYBAUGH: 2 Next is Collin Richardson. 3 MR. RICHARDSON: Good afternoon. My name is 4 Collin Richardson. I am part owner of Crooked Road 5 Herbal Reserve in Rocky Mount, Virginia. 6 normally where I would like to throw in a joke to 7 lighten the mood, but unfortunately, this is not a 8 joking matter. Today I'm faced with a situation not many 9 10 business owners get to experience. Going to sleep one 11 night and waking up the next day with a legitimate 12 business that has been made illegal. 13 First of all, everyone in this room needs to 14 understand and accept that these products are not going 15 anywhere. You may get rid of them on legit legal 16 businesses shelves, but mark my words, they are here to 17 stay. I'm not sure if any of you have ever done any 18 research on prohibition, but never in human history has 19 it led to a positive outcome. Allow me to explain. 20 The prohibition of alcohol went into effect 21 Can anyone guess when moonshine became in 1920. 2.2 popular? You got it, 1920, and we inevitably did away 23 with that prohibition because we realize it did not work. 24 25 Criminalizing cannibas led to synthetics like

spice and K-2. These are not cannabinoids. These were synthetic poisons created by a Harvard professor to mimic the effects of THC. The chemical that was first put into them was JWHO18 and every single time it was made illegal, they changed the molecule slightly that made it legal again, and every time it happened, it got more and more dangerous, every single time.

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I personally fell victim to these terrible substances, waking up in the hospital with a breathing tube down my throat. And as much as my government would like to claim that I sell the same thing, it couldn't be further from the truth.

The reason this happens is because every time you prohibit a substance, the black market has to make it more concentrated or more potent to transport it.

This is how we got from cocaine to heroin, heroin to fentanyl and pretty soon we'll start seeing carfentanyl overdoses, even more than we do fentanyl.

Government policies are what fuels the potency of the illicit drug trade. It's a direct correlation. The foodborne illness, can go on and will continue to grow as long as we use prohibition as our method of reducing substance abuse. The definition of insanity is doing the same thing over and over again and expecting a different outcome.

We've been fighting Nixon's war for over 50 years and I've lost more friends to drug overdoses than my entire family put together including every single adult. It's not getting better. It's getting worse. And these policies are to blame.

2.2

The one substance with zero deaths on record is the substance you're coming after the hardest which makes it blatantly obvious this is not about health. The use of intoxicants goes back as far as human history. How arrogant to thing you can stop it now. Remove the safer options and unsafe options would flood the markets. That's just the way it works. The lack of research and knowledge on this has led to people, now including the VDAC, to making bad decisions based on feelings and monetary donations instead of actual facts.

Being uninformed or bribed policymakers is absolutely unacceptable. The most dangerous drug being sold in America is power, and if I count correctly, I can count 16 addicts here. The blood has been, is and will be on your hands, and we will no longer stand for this.

MR. SLAYBAUGH: Again, if I can just remind members of the audience if you can refrain from noises and distractions, we can hopefully get through to

everybody who is waiting to speak here today. Next is Joseph Sulfin.

2.2

MR. SULFIN: Good afternoon. My name is

Joseph Sulfin, owner of MT. Joy Naturals in Hillsville
and Galax, Virginia. I started into this business in
2018 after leaving the Army after 11 years of service,
two overseas deployments, member of the Honor Guard,
and serving three years as a drill sergeant.

I was discharged in 2018, deemed a hundred percent disabled and given 13 medicines to take on a daily basis to deal with my needs and my medical condition.

With the help of CBD and Delta-8 I was able to get off all these medications and able to stay off.

I currently own two separate locations and provide jobs to 12 employees, and service 192 different wholesale realtors.

We have made every effort to comply with VDACS in the state of Virginia. We have changed packaging, updated labels, spent thousands of dollars on third-party testing to protect our customers and provide them with an honest and fair product.

We have all of our products -- these products help thousands of my customers on a daily basis along with helping me sustain an active life where I can

provide for my family.
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I would like to leave you guys with five facts: 44 people die a day from prescription medications. Five thousand children die a year from alcohol poisoning. Four hundred eighty thousand people die a year from cigarette smoke. Ninety-one thousand die a year from synthetic opioids such as Tramadol and methadone that you guys allow.

Delta-8 is legal in North Carolina. All the hemp derived cannabinoids, terpenes, flavonoids, isomers and salts are legal under the state and federal law. This means you can sell, use, possess, distribute that product Delta-8. This was posted five days ago.

Delta-8 is legal in the state of West

Virginia. All Delta-8 products in West Virginia must

be from a legal hemp grower. Purchasing is 21 years of

age. Today VDACS chose states New York, Oregon, and

Colorado to fit their agenda for the board and to

influence the board members, not to speak on the

country's full totality of actions towards these

products. That's all I have. I am Joseph Sulfin with

MT. Joy Naturals.

MR. SLAYBAUGH: Thank you, sir. Travis Lane.

MR. LANE: My name is Travis Lane, and I own

Northern Virginia Hemp and Agriculture in Fauquier

County, Virginia. I entered into the hemp industry during the research program that there was no research done on it at all and this was in 2019. I am kind of disappointed about that for sure.

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I'm really disappointed also about having to come down here and take off of work to come and, you know, discuss these issues. It wasn't brought up about the legal states that Delta-8 is allowed in. You've got Florida, North Carolina, West Virginia and these are all, you know, east coast states as well.

My business has taken the route of, you know, selling Delta-8 products to Northern Virginia area. We don't get any complaints. We're also insured by a company that's here in Richmond, and they're really the only insurance company in Virginia that would allow us to be able to insure all of our products as well.

I think that due process of this whole situation -- I don't see a single member of, like, a farmer on this board. I think that that's very disappointing as well as you guys aren't getting like the intake from the people who have been out here, you know, trying to build this industry.

This is my second company that I own in Virginia. It's also been the most complicated company, you know, for regulation purposes. Northern Virginia

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hemp is probably -- we have employment, I guess, around 1 2 12 between our marketing staff, the people who are 3 running the store, the people who are making the 4 I have two business partners and one is an 5 attorney. 6 It's just very disappointing that I am even 7 having to come down here when we have other states that 8 are surrounding us that are legally permissible to sell 9 these products and operate. I just don't see how you 10 guys are going to be able to stop the stuff coming in 11 from the mail. That's super concerning. That's all I 12 have to say. Yeah, so thank you. 13 MR. SLAYBAUGH: Thank you, sir. McCormick. 14 15 MR. McCORMICK: Good afternoon. My name is 16 Kerry McCormick. I have a 19-day old baby and I 17 traveled over six hours to get here today to fight for 18 my ability to feed my family and provide for them. 19 started a company about nine months ago in the state of 20 Virginia. We employ 20 people. I have seven 1099 2.1 contractors. 2.2 I came here in 2019 with a group of other 23 businessmen. We made a huge cannabis scale tractor, if 24 you will. We moved separate ways. I have a new 25 business and we're doing phenomenal.

Erin, I was here with you on the very first field day. Travis was there. Do you hear how distraught he is and even myself? This is ridiculous. It pains me and to hear these justifications are a one-sided argument. Like Mr. Davis, you're talking about, you know, Delta-8 is not grass, right? Well, neither is CBD, and Erin just made that clear, so therefore, it's an adulterant. That argument doesn't hold water.

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It's we're for fighting for one side and it's big money interest and it's as clear as day. These arguments were held in the General Assembly already. We've already made these products legal and they are still legal, and to also have, you know, the states that you picked, I mean, Tennessee made a clear legal pathway. They are going to treat Delta-8 and like molecules like tobacco behind the counter, five percent tax. We also just heard too; well, hey, if they come from out of state and as long as they are legal that's okay from their state.

So you know what, I'm about 45 minutes from the Tennessee border. About 15 of my jobs are about to get outsourced to Tennessee. That's going to be on this committee here saying, hey, this is no longer legal, but my facility in Tennessee can now send it in

legally because we're operating under legal guidelines there.

2.2

You're stifling innovation here. I've helped set up a hemp farm down in Central America. I have an operation going over in Thailand right now. If you guys want stifle innovation and not be competitive because we're going to cater to the marijuana industry and their lobbyists, it's ridiculous. It absolutely is ridiculous.

Like I said, I live, eat, and breathe this stuff. You know, I've been through it. There's still a hundred loopholes in the laws that you're about to pass. If you look at Altria, they're doing bioreactors. So is the biological synthetic, is that legal versus a chemical synthetic? I mean, how do we address all these things?

And to everyone else's point, no one has ever been harmed or I should say killed by a cannabinoid.

Now, everyone does have allergic reactions to different substances, and we're all very aware of that. But again, the same testing facilities that, you know, test the marijuana also test the hemp products. We have the same testing requirements. My facility, we go above and beyond because these testing facilities, unfortunately, they are a joke. The margin of error, I

1 just had three COAs come back on three different CBD 2 isolates, from 98 to 99.5 to 108 percent. 3 almost a ten-point swing right there. 4 So we went above and beyond what the VDACS 5 required or the Board of Pharmacy. Because we are a 6 DEA registered facility, I am using nuclear magnetic 7 resonance which is the gold standard for testing. 8 MR. SLAYBAUGH: If you can wrap up. 9 MR. McCORMICK: It's just ridiculous, just 10 is. 11 Thank you. Again, if we can MR. SLAYBAUGH: 12 refrain from outburst from the audience, I'd greatly 13 appreciate that. Next is Dylan Bishop. 14 MR. BISHOP: Good afternoon, members of this 15 distinguished body. My name is Dylan Bishop. I am 16 with the Law Firm of Kaplan Voekler Cunningham & Frank, 17 and I am here on behalf of the Cannabis Business 18 Association of Virginia. 19 My comments today are intended to address 20 VDACS' recently announced change in interpretation of 2.1 adulterated food additives, its corresponding change in 2.2 enforcement priorities, and Mr. Davis' remarks from 23 earlier today. 24 First and foremost the press release of June 25 30th released by this administration announcing these

1 changes and others was somewhat misleading. read to you the first sentence: The Virginia 2 3 Department of Agriculture and Consumer Services, Office 4 of the Attorney General are initiating efforts to 5 address the retail sale of certain products that 6 contain THC -- here is the key clause here -- in 7 response to provisions included in the budget recently 8 passed by the General Assembly and signed by the 9 Governor. 10 You skip one sentence, the very next quote 11 The VDACS regulatory response to chemically 12 synthesized cannabinoids in foods and beverages is to 13 educate food manufacturers and retail food 14 establishments of the law and encourage voluntary 15 compliance. 16 Nothing in the amended budgetary language 17 mentioned at all chemically synthesized cannabinoids 18 and foods and beverages in any capacity. To say that 19 that change in policy was a product of the legislative 20 process in the recently enacted budget is a bit 2.1 disingenuous. 2.2 Substantively, the new policy banning 23 chemically synthesized Delta-8 in food and drink 24 products is utterly unenforceable, arguably fails to 25 accomplish its goals at all, runs afoul of the will of

the General Assembly, and only serves to jeopardize the financial well-being of the Virginia's farmers, retailers, and processors.

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The policy is unenforceable by the

Commonwealth's agency's own admission. This same press
release said D-8 is naturally occurring in hemp plant.

We also heard today that naturally occurring Delta-8 is
utterly indistinguishable from chemically synthesized

Delta-8. And as we also heard, there are new naturally
occurring biological processes that can be used to
produce Delta-8 using yeast which specifically exempts
that Delta-8 from the USDA's definition of a
synthesized additive. So not only is this new policy
unenforceable from a scientific perspective, but it
does fail to accomplish VDACS' goal of removing Delta-8
products from the food and drink market.

The General Assembly also had myriad opportunities during the General Assembly session and, in fact, considered number of bills seeking to ban or restrict synthetic cannabinoids including Delta-8.

These bills failed to past -- failed to pass and the General Assembly resolutely overwrote a proposed amendment by this administration seeking to do the same.

What the General Assembly did accomplish,

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     however, was to put reasonable safeguards in place
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     around these products without unduly burdening
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     Virginia's farmers and retailers. Those include making
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     Delta-8 and similar products 21 and over, requiring
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     accurate and reliable testing and labeling, child proof
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     packaging, so on and so forth.
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               MR. SLAYBAUGH: Wrap up your comments,
 8
     please.
              Thank you.
               MR. BISHOP: Yes, sir. With that in mind,
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     we'd encourage VDACS and this body to reconsider their
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     position in line with these tenets adopted by the
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     General Assembly instead of imposing an unenforceable
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     policy that not only runs afoul of the will of the
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     people, but only serves to disenfranchise and damage
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     the legitimate small businesses and farms here in the
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     Commonwealth.
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               MR. SLAYBAUGH: Thank you. Tom Ensessio
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     (sic)?
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               MR. INTORCIO: Intorcio.
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                               I knew I was going to mess it
               MR. SLAYBAUGH:
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     up.
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               MR. INTORCIO: Not a problem.
23
               Mr. Secretary and members of the Task Force,
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     my name is Tom Intorcio, but I am with the Virginia
25
     Catholic Conference.
                           Thank you for the opportunity to
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testify today.

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The budget takes several good steps to address the problem of Delta-8 and other synthetics, but could go further to protect children from the harm caused by the proliferation of high potency THC products currently on the market.

On the positive side of the ledger, the Act includes provisions to ban edibles in the form of child-tempting shapes, ban the sale of substances for consumption or inhalation containing THC that bear the likeness of Rice Krispies, Lucky Charms, Skittles or other name brands that are trademarked. Make it a fraudulent act to sell THC substances without 21 and over labeling and childproof packaging.

At the same time we're concerned that the new law does not go far enough to protect children from the harms posed by high potency THC and Delta-8 edibles, vapes, dabs, and other synthetic products. At least 14 states have banned Delta-8. I can give you a foodborne illness, of those, but notably some of these states include those that have legalized commercial sales of Delta-9 THC, notably Alaska, Colorado, New York, Vermont, et cetera.

The General Assembly should consider doing this as well in terms of banning Delta-8. On a related

note, the FDA has not evaluated or approved any THC drug for use in a medical setting. Vape stores and drug paraphernalia shops are already selling products that combine Delta-8 with other forms of THC such as Delta-9.

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Even before this new law went into effect, on July 1st the special interests marketing these products has sold them as cannabis infused. The push for commercialization of these drugs undermines everyone's safety. It does not make sense that, for example, distilled spirits are carefully sold in ABC stores but gaps in the Virginia code allow for the sale of high potency THC at gas stations or convenience stores.

Those who will develop addictions, psychosis, schizophrenia, or other impairment from mass marketed, high potency THC will continue to pose a danger to themselves and the public.

Sadly we know from states like California and Colorado that some children will suffer poisoning from accidentally ingesting THC infused edibles such as brownies, cookies, and candy. That may be why a growing number of states are identifying Delta-8 and other synthetics as an underlying cause of the mounting national mental health crisis. We know that the proliferation of Delta-8 has led to a significant

1	increase in poisonings
2	AUDIENCE MEMBER: Time.
3	MR. SLAYBAUGH: You can just wrap up your
4	comments.
5	MR. INTORCIO: With that, in conclusion, we
6	would just like to recommend that the General Assembly
7	reform the laws governing high potency THC to protect
8	children, encounter the mass marketing and advertising
9	of these products. Thank you.
10	MR. SLAYBAUGH: Thank you, sir. Can you come
11	back to the microphone and just state who you were
12	with, your organization, please?
13	MR. INTORCIO: Pardon me. That's my name is
14	Tom Intorcio and I'm with the Virginia Catholic
15	conference.
16	MR. SLAYBAUGH: Thank you so much. I'm not
17	even going to try this last name. David.
18	MR. TRECCARICHE: Yes, sir, hello.
19	MR. SLAYBAUGH: You can tell me how it's
20	supposed to be pronounced?
21	MR. TRECCARICHE: Treccariche.
22	MR. SLAYBAUGH: Would not have gotten that.
23	Thank you.
24	MR. TRECCARICHE: Thank you, Parker.
25	Erin, Ryan, Linda, Amy, right? Thank you so

much for giving your presentations. I'm with Skooma.
I own a high end CBD store in the downtown mall located

3 in Charlottesville.

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Like Joe said, hey, buddy, a lot of what we do is education and I for one, even though I identify as traditionally like a Libertarian, I am actually a proponent for packaging that's child safe. I've got two kids, five-year-old and four-year-old. I don't want anyone getting into something accidentally, but there's measures we can take that are common sense like that, clear labeling. We can do things the right way, smart way without kind of rattling the cage behind me. And I appreciate this entire board because I think this is the right way to do it.

anything. I came with an open mind to respond and comment. I just would like all of the departments working in this great Commonwealth to make sure we do make the right provisions moving forward and I think I am fully confident we have that ability. And it will be interesting as time comes, Jeremy will be moving, I'm sure, up there with a whole other panel. When it comes to that time, I just would like the Virginia farmers, business owners to be in consideration for the commerce business side and probably less of the people

1 that Caroline deal with. Sorry, no offense. 2 because out of state that's kind of the people you need 3 to be worried about. 4 Because the local business owners and farmers 5 want to do the right thing. We want to provide for our 6 families. We want to do it safely to our community. 7 We don't want phone calls from the poison control 8 centers about kids. That's the worst thing to happen. 9 So clear label packaging, child resistant, let's do it 10 all but let's not do anything hastily and no overnight 11 directives that kind of, like, again rattle a lot of 12 the constituents. But I do appreciate what we're 13 doing. I think we're doing the right way and we have 14 the means to do it and all the boards to do it. 15 thank you guys so much. 16 MR. SLAYBAUGH: Thank you, David. Yan 17 Gleyzer. 18 MR. GLEYZER: Secretary Lohr, members of the 19

MR. GLEYZER: Secretary Lohr, members of the hemp product Task Force, thank you for the opportunity to join today and to give public comments. My name is Yan Gleyzer, and I am the president of the Virginia Healthy Alternatives Association, and I am also an owner of a small business out of Chesterfield County. The VHAA was --

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MR. SLAYBAUGH: Sorry, can you repeat your

I see her shaking her head. 1 association? 2 MR. GLEYZER: Virginia Healthy Alternatives 3 Association. 4 MR. SLAYBAUGH: Virginia Healthy Alternatives 5 Association. 6 MR. GLEYZER: The VHAA was formed and to 7 ensure that every Virginian has access to healthy 8 alternatives to the products offered by large 9 pharmaceutical companies and we represent a wide range 10 of members in the hemp product industry. 11 First of all, I would like to express our 12 sincere appreciation to Governor Youngkin, his entire 13 staff, the Attorney General, and members of the General 14 Assembly, and this entire Task Force for the education 15 working through these complex issues and making the 16 best public policy for all Virginians. 17 Our organization believes strong demand we 18 have seen for hemp-derived products over the past few 19 years indicates the public is very interested in 20 seeking out and purchasing alternatives to other items 2.1 on the market. 2.2 In addition, we think consumers are seeking 23 safe alternatives to the adult-use cannabis illicit 24 market, which has continued to flourish in Virginia and 25 unfortunately, is providing more and more unsafe,

unregulated, and untested products into our communities.

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Our goal is to ensure that our industry is well-regulated and that consumers can trust that our products have been manufactured and tested with their safety as priority first.

However, just like in every other industry, there are bad actors who sell products that are not what they claim to be or that confuse and perhaps even endanger consumers. We would like to sincerely thank the Attorney General for his dedication to seeking out those selling counterfeit or copycat products, especially those marketed to children. Our organization stands ready to support this effort in any way we can and we look forward to this Task Force progress. And as you move forward there are few key items we would like you to take into consideration.

We appreciated that many of our key oversight policy proposals were included in the the language that passed the General Assembly this session. This included child-resistant packages, clear labeling requirements, testing requirements, sales limited to those 21 and older, and intellectual property provisions that now ban copycat products.

While our organization disagrees with the

recent VDACS interpretation of the Food and Drink Law 1 2 regarding hemp-derived alternative forms of THC 3 intended for human consumption, we stand ready to 4 continue this productive conversation moving forward 5 and wish to be a resource to this Task Force and its 6 members. 7 As this process continues, we plan to offer 8 additional ideas for how to regulate these products. 9 We will be supportive of measures such as additional 10 licensing requirements at the retail, wholesale, and 11 manufacturer level, new warning labels on all products 12 that clearly indicate to consumers what they are 13 purchasing, and requirements on how those products can 14 be sold in stores. 15 Thank you again for the opportunity to join 16 you today and to offer those comments, and we look 17 forward to continuing to engage in this important 18 process. 19 MR. SLAYBAUGH: You timed out to three 20 minutes exactly. Thanks, John. 2.1 CJ Jordan. And while she walks up, I'm just 2.2 going to note Deputy Secretary of Public Safety and 23 Homeland Security, Maggie Cleary, joined us. Please. 24 MS. JORDAN: Thank you everyone for being

My name is CJ Jordan and I'm here with the

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here.

Virginia Hemp Coalition. We represent farmers, processors, retailers, and producers. Patrick Henry said "Give me liberty or give me death." As you can see, most of the folks here today had great passion because they feel that some of the regulations will bring death to their businesses.

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As a former special assistant to secretary Wilbur Ross in the Trump administration, I was delighted to see so many minority-owned businesses to be excited about being in the hemp industry separate from being in the marijuana industry.

But as Patrick Henry was the author because he wrote so eloquently, he wrote the resolutions so that the colonies could become free from Britain.

Today we want to be an equal partner with you but not let a Republican administration be the death sentence to so many small business owners here in Virginia.

Because at the end of the day, it's about commerce and all of these are small farmers. They are not big businesses. They all create jobs. Do we want to be the industry that looks at women, minorities, and veterans and put them out of business?

When we talk about Delta-8, yes, the federal court said it was safe. As they all said, are we planning on locking the cabinets to keep kids from

alcohol? We tried to do that. But guess what, alcohol poisoning is up. When we talk about inhalants, I know you all have seen plenty of kids who are huffing on plenty of things. They are on Tik-Tok doing cinnamon. I guess we're not going to have apple pie, pumpkin pie, sweet potato pie.

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But at the end of the day, let us work closely together. Let us work hand in hand and keep these small businesses in Virginia so they don't have to leave our state, so that we don't have to get counterfeit products. We're losing large scale businesses who wants to come here to create jobs so let's work together and let freedom ring.

MR. SLAYBAUGH: Thank you, ma'am. Before we move into the virtual portion, that exhausts the foodborne illness, that I have here, folks who signed up ahead of time. By a show of hands, is there anybody here still waiting to speak? Okay. We have a number of folks. I do want to get to the folks online. So again, I just remind you if you are able to kind of come up and say you associate yourself with some comments that have already been made, please feel free to do that. I'm going to start in the back left. I'm trying to not make you line up if you don't want, but I'll kind of move across the room.

MS. MELSON: Thank you. My name is Elizabeth Melson and I'm from Rappahannock County, registered agent for a grower, processer of hemp for the last several years. A lot of people talked about how us, we as small hemp businesses, a lot of what we do is education, and I think that a part that VDACS could play is in educating consumers in marketing because we've established that there are products out there that have made people sick, and many of those are packaged in a way that are appealing to children.

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But I can assure you that many of these people in this room, we're members of Virginia Hemp Coalition. We're not marketing our products that way. We're doing everything to comply. We're trying to be nimble and follow the rules as they come out and keep our registrations current and do the right thing.

So you know, we see that alcohol is celebrated on social media of VDACS, and what if there was a campaign that said Virginia-grown hemp, you know look for Virginia-grown products? Go to Virginia-grown CBD retailers. You know, those of us in this room, are stores, are small businesses, and help us do that education of what's safe, what's, you know, considered legal.

Many mention that yes, there was recent court

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ruling that said that Delta-8 is legal, and you know,
     our first presenter showed the timeline of legalization
     in Virginia, and that federal Farm Bill said the
     isomers and the derivatives.
                                   So if I continue
     speaking, I'll just be echoing everybody else, but we
     can help each other. We can make the products safer.
     We can educate together, and I'm happy to serve on this
     Task Force if you need somebody that's registered, a
     farmer, a processor, a grower, a dealer and I'm sure
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     others in this room would be happy to serve as well if
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     the appointments are still being made. So thank you
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     for making today and this meeting transparent and this
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     process because that's really important because we did
     feel that some of the directives that came through a
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     budget session were, you know, not how it should have
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     been done.
                 So thank you.
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               MR. SLAYBAUGH:
                               Thank you. So why don't we
     just go ahead. If you're still waiting in line or
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     still here wanting to speak, let's just create a line
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     down the middle. And again, if we can try to get -- we
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     got some of your friends on line to get to, too, so if
     we can keep it brief. We want to hear from everybody.
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     We want to give everybody the chance.
                                            Yes, sir.
               MR. WAGONER: My name is Michael Wagoner.
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     I'm with the Virginia Cultivars, Wagoner Company
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Delta-8, and I just wanted to touch on the unfounded comments about Poison Control Center calls. There were 12,000 Poison Control Center calls for Tide Pods. whenever we have the Tide Pod control force meeting, I would like to be part of that Task Force also. MR. SLAYBAUGH: Thank you, sir. MR. BOUNDS: My name is Daniel Bounds. an attorney here in the Commonwealth. In fact, I am an attorney for a lot of familiar faces in here, of various businesses in the Commonwealth. So I am going to be direct. The purpose that we are trying to achieve, the goal is safety of healthy products through regulation. So if I can pose a quick question without anyone providing any verbal feedback, by a show of hands, who here creates --MR. SLAYBAUGH: Sir, if you could please keep your comments directed to the Task Force and the Chair, I'd appreciate that. Thank you. MR. BOUNDS: Who here creates a product intended for human consumption, raise their hand? here with your hand up has been inspected for, in any way, for your food processing? So we have just a percentage of those that are participating in creating food products which seems to be the major issue to

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create things that are safe. And we're not even

inspecting. We're not even enforcing this or checking on the products through existing regulation. You have the tools already. It starts with the application process. You can vet people out. And by that very process, you know who they are and where they are. You have their grid coordinates. You can find them anywhere.

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Furthermore, these are people that we've heard today. They're not asking for no regulation. What they are doing is asking for reasonable regulation so they can provide safe products for the community to combat many things including the opioid crisis. You've heard testimony today that these products are helping people get away from dangerous substances.

Furthermore, we're also looking at businesses. And you have a base of those businesses here. These people that have their whole life on hold right now because a vast majority of their income, believe it or not, comes from these products that some you seem to want to rip off the shelf right now.

So I implore you guys to do the following:

You have regulations you could follow right now. You
can inspect these people, inspect these businesses.

You have food and drink regulations. You have a whole
slew of abilities to inspect and regulate. So if we're

need to change regulations or create new ones, I implore you to start using the tools you already have at your disposal because the good businesses and the good people behind me are not here trying to say leave us alone. They're saying, we're doing the right thing. We're benefiting the community. So let's do this in a responsible and reasonable way.

2.2

where we're going to go in the near future and tell these companies to take these products off the shelf, there is going to be feedback. And you've heard it before. It's not going to come from the elimination of these products. It's going to create a bigger black market and, again, you've heard testimony these black markets are going to be aided by bordering states. So let's create reasonable regulations. That's what you guys are tasked to do. And you have the tools at your disposal. Start using them. Thank you.

MR. SLAYBAUGH: Thank you, sir. Yes, sir.

MR. AQUILINA: Good afternoon, Mr. Chairman,
and members of the Task Force. I'm Joseph Aquilina.

I'm with the Consumer Brands association. Consumer
Brands Association is the national trade association
representing the CBD industry encompassing food,

1 beverage, household cleaning. A lot of my comments 2 today are largely in alignment with those that have 3 been already articulated regarding children safety. 4 We are specifically concerned with the issue 5 of copycat THC edibles, those that are mimicking 6 well-known household brands and trading on the novelty 7 associated with the cannabis industry. We're very, 8 very appreciative of the opportunity to reiterate those 9 concerns, and those concerns have also been advanced by 10 Attorney General Miyares's office, so thank you for the 11 opportunity to speak and for the work you're doing on 12 this. 13 MR. SLAYBAUGH: Can you spell your last name 14 for her? 15 MR. AQUILINA: I brought a business card. 16 MR. SLAYBAUGH: Oh, that's perfect. 17 you. All right. Yes, ma'am. We've started something 18 now. Thank you. 19 MS. MATHRE: It's easier. My name is Mary 20 I am a registered nurse, been in this Lynn Mathre. 2.1 business for a long time, I guess. I'm representing 2.2 Patients Out of Time and the -- excuse me, the Academy 23 of Cannabis Education. I'm a navy veteran. 24 I got out of the Navy about the time they 25 were doing drug testing. I did my master's thesis on

marijuana disclosure to the healthcare professionals 1 2 back before I only knew that it was called marijuana. That was the time I learned about the health benefits 3 4 So I know we're talking about hemp today 5 because cannabis, the whole plant, is a gift to us. 6 And I think that's what I want to echo is you've got to 7 look at this as something we need, we want, we need. For those of you who don't know about the 8 9 endocannabinoid system, you can check out Patients Out 10 of Time, the American Academy of Education and find out 11 about that. Patients Out of Time has been around since 12 1995. We're based in Virginia. We do international 13 conferences of cannabis. We bring people from around 14 the world. We always include hemp. Because of hemp, 15 the food products that are so valuable, the industrial 16 products that are so valuable. 17 If you remember your history in Virginia, 18 hemp, the farmers were required to grow hemp because of 19 its value. Down the road I would hope to see, in fact, 20 sooner rather than later our legislatures, the laws 21 should be having incentives for people to grow it. 2.2 This is good for the soil. It's good for the country. 23 It's good for the world. It's good for your kids to 24 eat.

So when we talk about food products, I hope

somewhere along the line you can get to where people 1 2 can sell hemp sprouts. They can at the Farmers Market, 3 can sell baby hemp leaves. They have done this in 4 Florida and in New York City. You can go to the store 5 and buy baby kale and baby hemp leaves in the package 6 containers. It's a wonderful green leafy vegetable. 7 So we're talking -- I am a nurse. My 8 background has been working at University of Virginia as the addictions consult nurse. Cannabis is an exit 9 10 drug. Cannabis helps people get off harmful drugs. 11 CBD is wonderful for that. So again, the legislation, to try to tighten 12 13 things is so -- I don't know any other word except 14 stupid. It's just stupid. This is a plant that gives 15 and gives. You've heard people say it. The history is 16 there. It can't kill. 17 We sell aspirin over the counter. We do a 18 lot of things. Alcohol, tobacco are illegal and this 19 plant helps people purge from those issues. I said the 20 incentive to grow, I really believe that you -- and the 21 other thing, this is a great business. It's a clean 2.2 business. It's something that can really boost the 23 economy here. 24 And you're right. There's going to be

competition from the states around that are going to

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have looser laws. But you're not opening this up to
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     something that's easy, that's dangerous. My goodness,
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     we made something too lax. You can't really make it
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               Sooner or later, the Federal Government is
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     going to wise up and get it out of Schedule I,
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     deschedule the whole plant. But in the meantime, hemp
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     should be available for everyone.
                                        Thank you.
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               MR. SLAYBAUGH:
                               Thank you so much.
 9
     next.
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               MR. ROBINSON:
                              Hello everyone.
                                               Thank you for
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     having me. My name is Maurice Robinson.
                                               I'm the
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     general manager of Greener Things in Charlottesville,
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     Virginia. I share a lot of the views that were
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     previously discussed up here such as Joe and Danny.
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               We are concerned because there is no clarity
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     and no conversation with us on how things are going to
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    be moving forward. We wake up one morning and we find
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     out that we may be, you know, in breach of the law, and
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     that's unsettling to a lot of us. We speak with
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     hundreds, hundreds of people weekly on how these
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     products are helping them with pain relief and helping
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     them get back sleep when they are suffering from
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     insomnia. And these are coming from the consumer.
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     This is not something that we are just speculating.
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     These are from the mouth of the consumer.
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We just want a fair chance to be able to come up with these regulations and work with you all in the future rather than be blindsided with a letter and an e-mail. That's not the way to do this and it's going to kill small businesses frankly. And like everyone else says, it's going to have other out-of-state unregulated or possibly just out-of-state companies being able to take over where we could have thrived.

This is how I support my family. This is how a lot of us in here support our family and we don't

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This is how I support my family. This is how a lot of us in here support our family and we don't have any other way to support our family if this goes away. So that's just my piece on that. Thank you all for having me.

MR. SLAYBAUGH: Thank you so much. Thank you. Looks like we have two more in person then we're coming to the online folks. Yes.

MR. HILL: Good afternoon, everyone. Thank you for presenting this meeting today. My name is William Hill. I'm the CEO and president of New Century Farmers Group out of Chesterfield County. Basically what we do, we're a consulting group for farmers.

The issue that my clients are having is that the constant change in these regulations. We would like to have the regulations written in a way that the common person can understand and have the regulations

written in a manner to protect those farmers and those people in the industrial hemp industry.

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I've been dealing with the industrial hemp industry since 2008. We've come a long way in the state of Virginia. I've been working with Mr. Williams and, of course, these other good folks. And we would, again, just like for the regulations to be fair to all that are concerned. Thank you very much.

MR. SLAYBAUGH: Thank you. Yes, final speaker here in person.

AUDIENCE MEMBER: No, one more.

MR. GATHJE: Thank you. My name is Todd

Gathje. I am with the Family Foundation. I actually signed up to speak virtually but was able to make it here in person. For the past couple of years, our organization has strongly opposed the commercialization of marijuana and high potency THC. And of course, in 2021 legislation was passed that legalized that. And in those efforts, we really outlined a lot of the challenges, the outcomes, the negative consequences, specifically from Colorado, the traffic fatalities and how marijuana rose by 86 percent or fatalities resulting from marijuana use intoxication rose by 86 percent.

Neighborhoods adjacent to marijuana

1 businesses saw 84 percent more property crimes each 2 year. It goes on to also the health concerns. 3 Cannabis use appears to increase rather than decrease 4 the risk of developing nonmedical prescription opioid 5 use and opioid use disorder. And then we became really 6 concerned with high potency THC, and that's been a 7 popular discussion here today. But I want to give you an illustration. 8 9 few years ago there was a story about a gentleman, a 10 19-year-old, Levi Thamba, who inexplicably jumped from 11 a fourth story building, committed death, after 12 consuming an edible cookie filled with THC, high 13 potency THC. And so what it does is, it illustrates a 14 number of things. First of all, the access by which 15 this teenager was able to gain to that product. He got 16 it from a 23-year-old person who bought it legally from 17 a shop. 18 That package also outlined it was to be taken 19 in six different increments so that they didn't exceed 20 the amount of intake. The person didn't know. 21 19-year-old Levi and instead jumped to his death. 2.2

And so I really wanted to point out a couple of things. First, that Levi was able to gain access to these products, though they were provided legally, and so we encourage this Hemp Task Force to pursue and

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recommend the strongest enforcement procedures possible 1 to ensure that this doesn't happen again or here 2 3 anymore. 4 We were pleased with what the budget language 5 included with regards to labeling, to not making sure 6 that edibles looked and mimicked that were kid 7 friendly. But I also wanted to point out one other 8 9 point which is we need to make sure there is a 10 meta-analysis of all of the health concerns related to 11 this issue. During the legislative process, there was 12 no discussion of the health issues related to high 13 potency THC. It never went through a health committee. 14 It went through general laws and criminal justice 15 committees. 16 MR. SLAYBAUGH: Wrap up your marks. Thank 17 you. 18 MR. GATHJE: There needs to be a clear 19 meta-analysis of the implications, the negative 20 consequences associated with high potency use. With 2.1 time out, I thank you. 2.2 MR. SLAYBAUGH: Thank you so much, sir. 23 Thank you. Okay. We got to get to our online people, 24 so go ahead, but please nobody else jump in line. 25 got people waiting online. If we have time at the end,

we can try to come back, but I want to get to those folks who have been waiting. Yes, sir.

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MR. DUNN: Yes, my name is Duke Dunn. I am here on behalf of the VAMJ, Virginia Marijuana Justice, and I shoot for a number of other groups; the Virginia Hemp Coalition, and I helped legalize it nationally as well as here in Virginia in both accounts.

And in addition to that, I also have an association, the SOS PACT, Saving Our Society Pulling All Communities Together. And as a professional photographer, we have signed pictures by the presidents and celebrities, and I am shooting for We The People.

And it kind of annoys me that we have to come here when hemp, we used to have to pay taxes with hemp and now you're taxing us out of hemp, and that isn't right when something -- it's a miracle crop. It's the old crop. It's the new commodity crop, and you need to back off a lot of small businesses, We The People, and you need to learn about the endocannabinoid system, the hemp and the endocannabinoid system. I've been a consumer and smoking cannabis myself for 52 years now. I just came from the 52nd annual Smoking at the White House, which has fizzled but it grow again.

Because the people, as the polls show, as you will find out at election time as well, if you are not

for this and you get in the way of the small business and people here in Virginia, there's something, there is a great economy comeback and a great medicine and for our land, you know, we need to -- it helps the land as well as the farmers. It helps purify it, purify the water. So you need to back off with this government taxing and bureaucratic red tape and learn a little more about the system and get some of the people and the farmers on your Task Force as well.

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I have photographed here and DC and anyway, over 420 different events for hemp and marijuana and also Water is Life. So you need to, you know, back off a little bit in regards to taxing and running people out of business and hurting small businesses. Because what's annoying us, We The People, because I shoot for We The People, and the National Press Club used to recommend me, and that's why I decided once I quit professional photography in Washington for 20 years, to start representing the people. And with that, you know, it's the will of the people, and if you get in the way of it, you know, people -- we're annoyed with the corporations who are getting in the way, making it be taxed and making money off corporations, but what about your people here in Virginia that you need to represent.

And in addition, we're tired of institutions 1 2 getting in the way. For example, with police groups, I 3 started community policing in homeless actors was my 4 first community service. I earned the name Duke of 5 DuPont on D.C. You will find it in the City of 6 Washington paper, but now I'm the Duke of Hemp for the 7 people with this deal. 8 And the police, I started with the policing 9 association. It was the SOS PACT, Saving Our Society 10 Police and Citizen Team. But people say, oh, you're 11 with the police? They start wanting to back off. 12 now I decided to be an activist photographer for the 13 hemp and cannabis because that will bring more peace 14 and less crime. I heard both jive stories about crime. 15 It will help cut crime. 16 Wrap up your comments, MR. SLAYBAUGH: 17 please. 18 MR. DUNN: I'll do like he did. I'll finish 19 in a sentence or two. 20 The first group that I worked with was police 21 against -- it was Police Against Cannabis -- let's see, 2.2 the PACK, Police Against -- what's that? Anyway, now 23 they are a partnership. They are helping people 24 against prohibition.

Thank you.

MR. SLAYBAUGH:

The lead law enforcement against 1 MR. DUNN: 2 prohibition, but they changed their name to Law 3 Enforcement Action Partnership. The police need to 4 lead. 5 MR. SLAYBAUGH: Thank you, sir. Thank you so 6 If we can shift to the online folks. 7 great. Looks like we have four folks still remaining 8 online so I think there was one other lady, but we can come back to you afterwards. But let's first start 9 10 representing the Virginia Craft Brewers Guild, 11 Ms. Paige Wernig. 12 MS. WERNIG: Hi, good afternoon. I'll be 13 brief. I am with the Virginia Craft Brewers Guild. 14 The brewers are supportive of having CBD additives to 15 their beer. Right now that's not something that the 16 ABC has approved, and they are waiting federal approval 17 on that. Doesn't affect intrastate. So we're hoping 18 to see additives, CBD additives to beer. So thank you 19 for your time. 20 Thank you so much. MR. SLAYBAUGH: Next with 21 Virginia Hemp Coalition, Mr. Jason Amatucci. 2.2 MR. AMATUCCI: Good afternoon, Mr. Secretary, 23 Mr. Deputy Secretary and members of the Task Force. 24 name is Jason Amatucci and I am president of Virginia 25 Hemp Coalition. We represent hemp farmers, hemp

consumers and hemp small businesses.

2.2

I understand time is limited so I'll try to hit some of the main points here. The 2018 Farm Bill legalized hemp and hemp extracts and defined them. This definition allowed for a THC limit for hemp and its products. That limit is 0.3 percent. Most all natural hemp products will have trace amounts of THC. This new language in the budget bill that did not go through the regular legislative process, they didn't have proper stakeholder input, has not allowed for these trace amounts of THC and these products, and has lumped all these products in together. This needs to be reversed as soon as possible.

What this new law has done has put 21 and older restrictions on all natural consumable hemp products which includes hemp hearts, hemp oils for cooking and non-intoxicating cannabinoids like CBD, CBG, and CBN. What's extremely odd currently is an 18-year-old in Virginia can purchase intoxicating marijuana products from the medical monopoly program here in Virginia but they would not even be able to purchase hemp hearts or hemp protein powder to put in their smoothies. Again, this is an area we have to revise.

We at the VHC support common sense

regulations like correct labeling, keeping intoxicating hemp products out of the hands of children and teenagers, and getting counterfeit trademark infringed products off of store shelves. I believe this is the main reason we are all here today. We need to focus on these things and be careful not to just throw a wide net over the entire hemp industry when looking to solve these issues.

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As folks learn more about hemp and cannabis, the more they understand being very specific in regard to legislation is extremely important. I believe we can find a compromise that regulates these products that we need to but does not put arbitrary restrictions or prohibitions on products if you don't need it.

The Virginia hemp industry needs the full support from our Virginia government. The products we're talking about here, those containing hemp extracts, can and are being made with Virginia hemp and from Virginia farmers, with Virginia small businesses, made with quality ingredients, made with care for consumers that want these products.

Many adults do not take hemp extract products to get high. They do so to help with their pain, their inflammation, anxiety, sleeplessness, the list goes on and on. I know many of you have heard plenty

of stories about the bad apples in the industry and 1 2 some of the bad products out there. I urge you to --3 MR. SLAYBAUGH: You have 30 seconds 4 remaining. 5 MR. AMATUCCI: Okay. I urge you to go visit 6 some of those stores. So in summary, I'd like to offer 7 a couple policy advice. Foodborne illness, all the 8 hemp derived cannabinoids that are intoxicating and 9 require them to be sold with a license like tobacco and 10 alcohol. Require testing in an over 21 restriction on 11 retail sales. Go after aggressively on the counterfeit 12 and trademark infringed hemp products. They are not 13 made with Virginia hemp usually, and the packaging 14 usually comes from China. These products mimick candy 15 and the ones that are attractive to children. And also 16 protect--17 MR. SLAYBAUGH: If you can wrap up your 18 remarks. 19 MR. AMATUCCI: Sure. Protecting -- really we 20 need to protect the good apples of the hemp industry. 21 Keep them in mind when making your policy. Hemp is the 2.2 future here in Virginia and we need fair and static 23 regulations so that businesses can grow, create jobs 24 and invest in the industry so that consumers can have 25 the choice to find the best products that work for

them.

2.2

Let's make sure policy experts are part of making laws in the future so we can avoid making misguided and erroneous laws. I thank you for your time and I appreciate working with you in the future.

MR. SLAYBAUGH: Thank you so much. Next is Mr. Jay Lilley.

MR. LILLEY: Yes, my name is Jay Lilley. I am with the Lilley Brothers Canna Company. I am a fourth generation farmer. I spent two years in northern California with a commercial license and once they opened up hemp in Virginia in 2019, I decided to come back home and farm with my family that's been in business since 1919.

I think I agree with most of our fellow farmers and am very dissatisfied on how this took place overnight. A lot of us have been working around the clock trying to figure out, you know, what we can do to kind of help. I think the biggest thing that I want to point out is that the misinformation about the endocannabinoid system and the lack of education about it. I think the biggest elephant in the room right now might be the fact that we are Virginia. We're not working on a country market. We have the opportunity to work on a world market, places like Perdue

1 Agriculture and other things. 2 I think that we need to be very, very smart 3 when we move forward and I appreciate your time and 4 your effort, and mostly people from VDACS that have 5 been helping us throughout the way. So thank you very 6 much. 7 MR. SLAYBAUGH: Thank you so much, sir. 8 Finally, I believe online we have Ms. Barbara Biddle. 9 MS. BIDDLE: Good afternoon. Thank you for 10 the opportunity to comment today. I know you all are 11 faced with a very difficult task in trying to regulate 12 the hemp industry, and I appreciate the opportunity to 13 voice my concerns on the matter. 14 My name is Barbara Biddle. I'm the owner of 15 District Hemp Botanicals and I'm also here as a 16 representative of the Virginia Hemp Coalition. 17 been operating in Virginia as a retailer since 2017 18 with locations in Manassas and Leesburg as well as a 19 location in D.C. 20 My business works with both local and 21 national manufacturers to provide quality lab tested 2.2 products to tens of thousands of customers both locally 23 and nationally. 24 I'm also a mother of two boys, ages 3 and 6,

so I understand the intention behind these new

regulations. That being said, I have a number of concerns I would like to bring to the Task Force's attention and I will try to keep it as concise as possible.

2.2

My main concern is the timing of which enforcement of these regulations may begin. From a retailer's perspective there are many moving parts as far as implementation, a lot of which are beyond our control. Another consideration is the inability to package certain edibles in child-proof packaging. For example, honey in drinks. There are unique elements to these edibles that can boost the bioavailability of cannabinoids compared to generic gummies and capsules. I fear that very little consideration is being taken into these factors.

On a slightly separate note, the child proof packaging will also severely limit those with arthritis and pain issues from accessing certain products that are most effective for them. I strongly encourage allowing up to six to twelve months for companies to make these changes and allow retailers to sell their products before taking any punitive action against otherwise law-abiding companies.

Second, I have deep concerns about the interpretation of the laws that apply to the legal

state of hemp isomers and derivatives. A lot of the controversy seems to stem from the lack of education around the process of which these compounds are manufactured and misconceptions around the term synthetic.

2.1

2.2

If intoxicating hemp derivatives such as HHC are considered synthetic due to the manufacturing process, household products such as margarine that are found at your local grocery store would also be considered synthetic due to the fact that they are both produced using a chemical process called hydrogenation.

Isomerization, the process utilized to make D-8 and D-10 is also very similar in nature. These cannabinoids are naturally occurring utilized starting material from the cannabis plant, and are very different from how compounds such as JWHO-18, one of the active ingredients in K-2 and spice, which is not naturally occurring and don't utilize any parts of the plant in production. So that distinction needs to be very clear.

These isomers and derivatives are often used therapeutically for ailments such as sleep and pain, and I believe personal and political biases are getting in the way of providing Virginians with access to potentially life-saving compounds.

1	MR. SLAYBAUGH: You've got 30 seconds
2	remaining on the clock.
3	MS. BIDDLE: I ask that more time and
4	consideration be made before moving forward with
5	enforcement. I also think it's very important to study
6	the economic impact before making any actions.
7	If the regulatory structure is to be adapted,
8	I recommend creating a structure that treats
9	intoxicating compounds derived from hemp so much of
10	that to how the state treats beer and wine versus hard
11	liquor. I also highly advise not adopting regulations
12	from Colorado, Oregon, or New York as previously
13	mentioned this meeting.
14	MR. SLAYBAUGH: Wrap up your comments.
15	MS. BIDDLE: Those states have now the most
16	restrictive regulations in the whole country and many
17	hemp businesses are moving out. So if the intention is
18	to help the hemp industry, utilizing those structures
19	would have the opposite effect.
20	I'll add the rest of my comments in a written
21	form, but thank you guys for your time today.
22	MR. SLAYBAUGH: And that was a great plug to
23	remind you that we are accepting written comments for
24	30 days.
25	Madam Clerk, does that conclude everybody who

was waiting online who signed up to speak? 1 2 THE CLERK: Yes, sir. 3 MR. SLAYBAUGH: We do have about six minutes 4 I do want to make sure before we disperse from 5 here, did anybody -- I think I have at least one more 6 person if we can fit it in before our scheduled 7 conclusion time. Is there any comments, questions from this Hemp Task Force before we conclude? Yes, we want 8 to make sure we hear from everybody, so please. 10 MS. HART: Thank you very much I appreciate 11 My name is Holly Hart. I am a medical marijuana 12 certification specialist in the state of Virginia. 13 have been certifying for the last year. I just felt it 14 imperative to come and just speak on behalf of my 15 patients after hearing other multiple comments and 16 appreciate you and having this Task Force and all the 17 information that has been provided. 18 I do feel like it is important to let you 19 know that the patients, I feel like with medical 20 marijuana we are trying to increase access for those 2.1 who need it. I became involved in this because I am 2.2 interested in a holistic method of things. I am a 23 doctorate prepared, mid-level provider that is involved 24 in healthcare on a daily basis.

But I am fascinated and it has been

fascinating to see patients come and really who have been dealing with primarily has been, I would say, 80 percent have been individuals from the age of 40 to more geriatric ends that are struggling with some of the side effects they have been experiencing with medications and their co-morbidities as they progress through life.

2.2

I think it's very important that we realize every drug has a side effect, positive and negative profiles with it. And as I've been hearing individuals say here, education, I believe, is very important.

Education for our patients but also education for our legislators before we start wiping out options that we really don't quite fully understand yet.

And I do find it -- I am all for regulation.

I do think that we need to have what's in and what's been prepared listed and ingredients and protective packaging for children. I understand all that and agree with it, but it does seem like people that are worth their salt in this industry are willing to do that. I just wanted to let you know that I have found it very impressive to see how many patients that I have encountered that have attested to minimizing their opioid use if not eliminating it and also other medications that they have found with harmful side

1	effects and residuals such as benzodiazepine.
2	But I definitely believe patients are
3	benefiting from marijuana and marijuana use and other
4	products to relieve that. So I just felt like I wanted
5	to stand up and make that statement and thank you for
6	your time, and thank you for listening.
7	MR. SLAYBAUGH: Thank you so much. Okay.
8	Members of the Task Force, we have gone two hours and
9	53 minutes straight, so I appreciate your attention and
10	your availability here today.
11	For members of the public, we will have
12	another meeting of the Task Force at a to-be-announced
13	time. We'll make sure we publicize that for all of you
14	but if there's nothing else for members of the Task
15	Force, we will adjourn. Thank you.
16	(Thereupon, the proceedings were concluded at
17	4:00 p.m.)
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25	

1	CERTIFICATE OF REPORTER
2	
3	I, Lois B. Boyle, do hereby certify that I
4	reported verbatim the proceedings of the Task Force to
5	Analyze Industrial Hemp Extracts and Other Substances
6	Containing Tetrahydrocannabinol Intended for Human
7	Consumption had on July 7, 2022 at 1:00 pm for the
8	Virginia Department of Agriculture and Consumer Services,
9	held at Pocahontas Building, 900 East Main Street, House
10	Committee Room, Richmond, Virginia 23219.
11	I further certify that the foregoing is a true,
12	accurate, and complete transcript of said proceedings.
13	Given under my hand this 18th day of July, 2021
14	at Newport News, Virginia.
15	
16	
17	
18	
19	Agris B. By
20	Lois B. Boyle, RMR
21	Notary Registration No. 203748
22	
23	My Commission expires:
24	July 31, 2024
25	

Public Comments for 07/07/2022 Hemp Taskforce Meeting

Last Name: Suit Locality: Virginia Beach

I am writing to provide my thoughts on the retail sale of cannabis and delta-8 in Virginia. I would like the task force to know that I am a licensed hemp grower who firmly believes that hemp/cannabis is an increasingly important crop which deserves consistent and sensible regulations. Unfortunately, the recently enacted regulations relating to delta-8 as well as the VDACS decision to terminate delta-8 sales of edibles in Virginia on July 1 were neither consistent nor sensible. It is my understanding that delta-8 edibles are still legal for consumers to enjoy by purchasing them online and having them delivered through the mail. Moreover, the sale of cartridges for delta-8 vaping is somehow still allowed in Virginia. What? How can this be reconciled? The end result and I assume an unintended consequence, is only to penalize Virginia businesses, most of whom are small businesses, who follow the law. The solution as I see it is for Virginia to pass a retail sales bill for cannabis and delta-8. The retail sales bill should include sensible regulations that are enforced. Sensible regulations like including a certificate of analysis with all products sold that contain delta-8 or delta-9 THC. The sooner this is accomplished the better the Virginia market will be.

Last Name: Suit Locality: Virginia Beach



Comments Document

Hello, my attached written comments are two pages stating that the new interpretation of the Food and Drink law is unenforceable with respect to delta 8 THC, and that a ban on delta 8 edibles will harm Virginia farmers and small businesses. My comments further detail the need for a retail cannabis bill, which could and should regulate delta 8 THC in the same manner as delta 9 THC. I previously submitted my comments, but I am submitting them again to ensure they are received by the task force.

Last Name: Biddle Organization: District Hemp Botanicals LLC Locality: Centreville



Comments Document

(Abbreviated version -- Full comment is attached below in pdf format) To Whom This May Concern, Thank you for the opportunity to comment. I know you all are facing a very difficult task in trying to regulate hemp industry and I appreciate the opportunity to voice my concerns on the matter. My name is Barbara Biddle, owner of District Hemp Botanicals and I'm also here as a representative of the Virginia Hemp Coalition. I've been operating in Virginia as a retailer since 2017, with locations in Manassas and Leesburg VA, as well as a location in DC. My business works with both local and national manufacturers to provide quality, lab-tested products to tens of thousands of customers both locally and nationally. First, my main concern is the timing at which enforcement of the new regulations may begin. From a retailer's perspective, there are many moving parts as far as implementation, a lot of which are beyond our control. We've already made our manufacturers aware of the necessary label changes needed to be compliant, however they will need anywhere from 1-3 months to be able to make those necessary changes. Another consideration is the inability to package certain edibles in child-proof packaging, for example, honey and drinks. There are unique elements to these specific edibles that can help boost the bioavailability of cannabinoids compared to generic gummies and capsules, and I fear that little consideration is being taken into these nuances. On another note, the childproof packaging will also severely limit those with arthritis and pain issues from accessing certain products that are most effective for them. I strongly encourage allowing at least 6-12 months for companies to make these changes and retailers to sell through products before taking any punitive action against otherwise law-abiding businesses. Some other fixes include allowing retailers to provide edible products in a complimentary "childproof bag" that can fit multiple products as a fix. Second, I have deep concerns about the interpretation of the law as it applies to the legal state of hemp isomers and derivatives. A lot of the controversy stems from what seems to be a lack of education around the process of which these compounds are manufactured and misconceptions around the term "synthetic". In a letter dated September 15th of this year from the DEA's Drug and Chemical Evaluation Section states that only cannabinoids extracted from non-compliant cannabis or synthesized from non-cannabis materials are controlled substances. The letter also clarified a frequent point of confusion in discussions of Delta-8 (and the other 130+ hemp cannabinoids): namely, that the use of chemical synthesis to produce these natural compounds is not relevant to their control status. The term "synthesis," which has varied meanings in scientific literature and no established meaning in the law, along with the DEA's definition of "synthetic THCs" (a class of man-made THC analogs not found in the plant), has led many to think that Delta-8 was illegal because it is primarily produced from CBD through a

process called chemical synthesis.... If hemp derivatives such as HHC are considered "synthetic" due to the manufacturing process, household products such as margarine and creamer would also be considered "synthetic" due to the fact that they are both produced using a chemical process called "Hydrogenation." (click .pdf for full comment)

Last Name: Intorcio Organization: Virginia Catholic Conference Locality: Henrico



Comments Document



Full statement attached.

Last Name: Jacobs Organization: Virginia Farm Bureau Federation Locality: Richmond



Comments Document



Please see attached document

Last Name: Suit Organization: Iconic Health Locality: Virginia Beach



Comments Document

Hello, Please see the attached PDF file containing my written comments in response to the Task Force's meeting on July 7th, 2022. If you have any issues with the document please do not hesitate to let me know at ryansuitesq@gmail.com. Thanks, Ryan Suit

Last Name: Gleyzer Organization: Virginia Healthy Alternatives Association Locality: Chesterfield



Comments Document



Comments on 7/7 Hemp Taskforce meeting attached

Last Name: Jackson Organization: U.S. Hemp Roundtable Locality: Washington, DC



Comments Document

The age limitations in HB 30 apply to intoxicating cannabis products and nonintoxicating hemp products alike—based solely on whether a substance contains any amount of THC. Intoxicating products should be regulated in the same manner as adult-use cannabis, but these strict controls should not be broadly applied to nonintoxicating hemp products, simply because they contain some amount of THC. Virginia should adopt the better policy approach being utilized in states like Colorado: creation of a commission to intentionally study the topic of intoxicating compounds and make recommendations on science-based standards for assessing what levels of these compounds are likely to cause intoxication, and what restrictions are appropriate. The commission should have broad representation from across the hemp and adult-use cannabis industries—regulators, manufacturers, refiners, retailers, laboratories, consumer nonprofit organizations, and adult-use patients—which is missing from this Task Force and will ensure that all stakeholder viewpoints are captured. An intentional focus on accurately determining intoxication levels would inform whether other strict requirements of HB 30 should even apply to nonintoxicating hemp products. First, HB 30 exempts the mandatory regulations to be promulgated by the Board of Agriculture and Consumer Services from most of the provisions of Virginia's Administrative Process Act. The exemption is inconsistent with ensuring that hemp extract manufacturers, distributors, and consumers have adequate opportunities to take part in the regulatory process. Additionally, the exemption means that there is no procedure for contesting charged violations of the Board's regulations or appealing an adverse decision. Second, HB 30 requires that any substance intended for human consumption, orally or by inhalation, that contains THC use child-resistant packaging. Only two other states have a similar requirement. Indeed, the vast majority of states does not require child-resistant packaging for lawful hemp products because, by nature, they are nonintoxicating and do not pose the same safety issues as adult use cannabis products. Child-resistant packaging also increases costs significantly for manufacturers and distributors. This is a clear example of a regulation that is very appropriate for intoxicating compounds, but unfair and unduly burdensome for safe, healthy, non-intoxicating products. Third, HB 30 mandates that any substance containing THC and intended for human oral consumption or inhalation cannot be sold or offered for sale unless it is accompanied by a certificate of analysis produced by an ISO/IEC 17025 accredited independent

laboratory that provides the THC concentration. In effect, the law appears to require not only that THC testing for hemp products be conducted by an ISO/IEC 17025 accredited laboratory, but also that an actual certificate of analysis be presented at the time of sale. It is possible that HB 30 intended to allow presentment of a certificate of analysis through a QR code or URL link on a product's label or packaging, which states routinely allow. But HB 30 is vague, possibly leading to regulatory uncertainty and marketplace confusion. If, on the other hand, HB 30 requires a paper certificate of analysis, we strongly urge the Task Force to reject this requirement, as it will place onerous burdens on retailers. We are not aware of any other state with the same or similar requirements.

Last Name: Cabrera Organization: Hometown Hero CBD Locality: Hays



Comments Document



Please accept our comments to the recent task force meeting on THC for human consumption.

Last Name: Aquilina Organization: Consumer Brands Association Locality: Arlington



Comments Document

Dear Deputy Secretary Slaybaugh, About Consumer Brands and Our Interest in the Hemp Task Force The Consumer Brands Association champions the industry whose products Americans depend on every day, representing more than 1,700 iconic brands. From household and personal care to food and beverage products, the consumer packaged goods industry plays a vital role in powering the U.S. economy, contributing \$2 trillion to U.S. GDP and supporting more than 20 million American jobs. Our agenda is focused on smart regulation that prioritizes consumer health and safety above all, promotes product transparency, avoids consumer confusion, and fosters innovation and growth for industry. Consumer Brands appreciates the opportunity to provide comments to the Virginia Hemp Task Force. We recognize that cannabis legislation is a loaded issue with strong opinions on both sides. While we are agnostic on the overarching issue of cannabis legalization, we are concerned with the risks posed by food products adulterated with THC, especially when such products are sold in deceptive, copycat packaging. Consumer Brands' Engagement With the health and safety of consumers in mind, we have in-house regulatory and legal resources focused on issues related to cannabis and THC, and are engaging with U.S. Food and Drug Administration, national law enforcement, and groups focused on the regulatory and policy challenges related to THC laced edibles. In the Commonwealth, we partnered with Attorney General Jason Miyares' on a briefing in June on the dangers to children of copycat THC edibles, and participated in the July 7 Hemp Task Force meeting. We were encouraged to hear VDACS' comments underscoring the harm of adulterated foods and commend the Hemp Task Force for raising awareness on this issue. We ask that you continue to engage with us and use us as a resource as the task force completes its report and recommendations on delta-8/hemp extracts. Consumer Brands Association 1001 19th Street North, 7th Floor Arlington, VA 22209 Powering every day Research Confirms Consumer Confusion & FDA Confirms Growing Risk of THC Adulterated Products As more states legalize marijuana and the market grows for industrial hemp extracts, the potential for confusion and accidental ingestion is amplified. In addition to confusing packaging, a recent NYU School of Global Public Health study highlighted concerns over mislabeling; for example, the extremely high THC content of copycat products, which greatly exceeded the maximum content stipulated by cannabis regulations in most states where marijuana is legal. Just last month, the United States Food and Drug Administration has also noted that national poison control centers received nearly 10,500 single substance exposure cases involving edible products containing THC in the first five months of 2022. Of the total cases, 65% involved unintentional exposure to edible products containing THC and nearly all (91%) of these unintentional exposures affected pediatric patients. This underscores the ongoing nature of this problem and the helpful role the Task Force can play. Looking Ahead Consumer Brands stands as a ready partner to support the Hemp Task Force and provide additional information and consultation as needed. Thank you for your continued attention to this important issue. Joseph Aquilina Senior Director & Associate General Counsel Consumer Brands Association

Last Name: Witmer Locality: Fairfax

Eliminate access at community level to THC products including Delta 8: As a Virginian pediatrician and community member I desire to see cannabis products available only as a medical prescription. The mental health crisis only increases this desire to protect the citizens of Virginia from on-going trauma by having young people harmfully impacted by cannabis, or them hurting others. Our suicide/ anxiety or depression rates are already too high. It is best to not allow another mind-altering experience to complicate the lives and families here in Virginia or visitors getting negatively impacted. Please protect the vulnerable. Dr. Dana Witmer, MD

Last Name: Bivins Organization: CATIVA HEALTH Locality: Suffolk, VA



Comments Document



Please see attached letter regarding VDACS recent notice regarding Delta-8.

Last Name: Russo Organization: Community Coalitions of Virginia Locality: Chesterfield County

Virginia needs to look at data and facts from states that has legalized THC for recreational adult use. As we continue to allow these drugs into mainstream public hands, we will continue to see hundreds of kids at risk for poisoning. Virginia has already seen multiple instances of children who have consumed products infused with cannabis, delta 8 and other harmful substances. At least fourteen states have banned Delta 8: Alaska, Arizona, Arkansas, Colorado, Delaware, Idaho, Iowa, Kentucky, Mississippi, Montana, New York, Rhode Island, Vermont and Utah. The General Assembly should consider doing this as well. Some of these states include those that have legalized commercial sales of Delta 9 THC. On a related note, the FDA has not evaluated or approved any THC drug for use in a medical setting. The language in this bill opens the door for many loop holes. It allows for the packaging to state "natural" even if products are synthetic. It still doesn't address clear dosing requirements. There are still not regulations for ensuring that age limits are being followed. Who is going to be responsible for going to all of these smoke shops? We barely have any enforcement of the regulations of signs and marketing now. I have various smoke shops near my home with marijuana images plastered outside and nothing is done. There is no way this task force can solely take responsibility of the regulations of the hundreds of pot shops we have in our neighborhood. There needs to be a better way to stop this!! We need to stop the sale of high potency THC in the Commonwealth, not encourage it.

Last Name: Matthews Organization: Prevention Council of Roanoke Shepherd's Higher Education Consortium on Poverty (SHECP) Intern Locality: Roanoke

My name is Jacque Matthews. I am a nineteen-year-old undergraduate at Baylor University in Waco, TX. I am a Science Research Fellows major concentrating in Biochemistry, in the Honors Program, and on the pre-medical track. This summer, I was selected through the Shepherd's Higher Education Consortium on Poverty to do an internship with the Prevention Council of Roanoke. I fully support the work that prevention coalitions do to target the reduction of risk factors and the protection of youth from substance use disorders. There is misinformation being thrown around, and it cannot be disregarded that evidence-based science has proven the negative effects that cannabis, hemp, and delta 8/9 have on mental health, developing brains, genetics, and natural neuronal pathways. This is not merely a business problem. Your decisions impact the well-being of future generations. During the hearing, it was extremely disheartening to hear individuals claim that even children should consume what was deemed a "leafy cannabis vegetable." I acknowledge that those of us advocating for prevention efforts are going to contrast the views of people worried about their businesses, but this does not outweigh the harm. Legalization, copy-cat packaging, and seeking the interest of the cannabis industry continue to provide access to individuals for first-time use at young ages. It's proven that the longer a person delays substance use, the less likely they are to ever use or develop a substance use disorder. Delaying the age of first use is much better than enabling first-time use through easy access from legalization, low regulation, and youth marketing. Many individuals express that cannabis is a coping mechanism for previous opioid use. This doesn't prevent others from obtaining their first use from businesses, becoming addicted, and developing mental health issues. As a research assistant in a biochemistry lab, my experience inclines me to also note that cannabis impacts genetics by altering specific pathways in the cell cycle, thus affecting vital genetic information passed on. With the Prevention Council, I've analyzed Youth Risk Behavior Survey Data, and it is evident that youth are having to deal with mental health disorders more than ever. Cannabis products need to be regulated so that youth are not easily influenced to use them as a coping mechanism. Emergency departments are admitting children weekly for poison control cases caused by consumption of products, such as "Stone Patch" gummies with delta 8/9. These numbers have risen since legalization, and regulation methods are still not compensating to amend this problem. It is common that physicians who prescribe medical marijuana cards do so to the grow nurseries that they personally founded and own. It begs the question of whether healthcare providers are doing this for medical benefits or private profit. As someone who cares deeply about the oath that every physician takes to "do no harm," it is disheartening that health professionals are ignoring evidence that cannabis usage has negative impacts on developing brains. I can't comprehend how a physician does this and lives with their actions. From personal experiences of family negatively impacted by cannabis use to my desire to pursue medicine, I am passionate about advocating for tight regulations and/or not legalizing cannabis products. We can't sit by and disregard the problems that will continue to escalate and impact future generations.

Last Name: Eveland **Organization:** Kultivate Wellness **Locality:** Henrico

We have led the way on child proof packaging, qr codes, independent lab test results, mg, ingredients, basic shapes (no animals), and more for the last couple of years. When the 2018 farm bill was written it classified 'hemp' and distinctly made it different from

'marijauana'. According to the bill, hemp and all of it's derivatives + isomers are legal. The ninth circuit court of appeals (this is the

high court that is prior to SCOTUS so a big deal) determined that Delta 8 is federally legal, even citing the hemp bill as well as the DEA and how it classifies 'synthetics'. The ruling states Delta 8 is not synthetic. The process to get to the end result does not determine synthetic, but the source determines it. Add the rules and regulatory actions, but don't try to take natural cannabinoids from HEMP off the shelves. We will stand strong against this, so will the community. Do not take us BACK in cannabis reform, rather set rules on testing and transparency. Thank you for reading. -Tara

Last Name: Melson Organization: Virginia Hemp Coalition Locality: Flint Hill



Comments Document

I am submitting an attachment. It is a draft concept of how Virginia could use existing VDACS programs, in collaboration with the Board of Pharmacy and VCCA, to help educate consumers and market cannabis and hemp that are Virginia Grown, responsibly. There could be warnings about illegitimate and poorly packaged intoxicating products of unknown origins, like the ones found in 1000s of vape shops in Virginia. Virginia's registered growers, processors, and dealers are trying to do the right thing. Yesterday when I submitted comment in-person, I pointed out that the Task Force did not include any hemp growers, processors, or retailers. I volunteered to be on the Task Force. I can also help recommend others that fit those categories for the Task Force. Please call me or email me, if you all are willing to add registered hemp growers, processors, or dealers (or their agents) to the Task Force. I can be reached at 540-316-1157 or elizabeth@farmtotablesolutions.com I noted that the products that we are all concerned about (intoxicating hemp-derived delta 8 in packaging that could be appealing to children) weren't being made and marketed by the folks in the room at the first Task Force meeting. Instead of considering making laws inconsistent with federal ruling, the Task Force should add cannabis and hemp to the Virginia Grown marketing program and help us educate consumers about the products being made here, under VDACS regulatory authority. That could include fiber products, body care, seed foods, and the cannabinoid consumables we were discussing at the Task Force meeting. Enforcement of the bad products will be nearly impossible, if Delta 8 (or other intoxicating isomers or derivatives) are restricted. Every tobacco and vape shop in in Virginia has a glowing sign in the window advertising Delta 8 and these aren't products made under Virginia's registered hemp program. The products offered in vape shops are of unknown origin, have cartoon or cereal or candy brand trademark infringements. These are the problem products. Virginia Hemp Coalition members aren't against reasonable packaging and labeling rules and testing for contaminants and accurate cannabinoid levels. Most of Virginia's registered growers and processors are already offering testing and Certificate of Analysis QR Codes. We want to have a voice at the Task Force table to work together to craft the rules. I encourage the Task Force members to go visit the processing facilities, farms, and hemp retailers here that are registered under the VDACS program. Try some of the different products. Educate yourselves. Ask us to help write the rules. We know the industry, we have been navigating it for a few years now. Look at policy regarding consumable cannabinoids in states other than the 3 presented in the first Task Force meeting. Also beware of creating bans, most bans have been overturned in court. If I'm not mistaken, Texas may be an example. Thank you for this important work. Please consider adding VDACS registers hemp growers, processors, dealers and CBD retailers to the Task Force.

Last Name: Cobb (Amey) Organization: Henrico Too Smart 2 Start Locality: Richmond City

Dear Hemp Taskforce Members, I write to you as a parent of two young children living in the city of Richmond, as an Associate Professor of Psychology with a focus on substance use/addiction, and as board member of Henrico Too Smart 2 Start (a Henrico-based substance use prevention community coalition). I encourage you to consider safe-guarding Virginia youth and adults from the harmful effects of cannabis/hemp/marijuana-containing products by using well-known and empirically supported regulatory strategies to prevent and reduce the harms of substance use. These safeguards including limiting advertising (in location and types), managed how these products are sold in stores, requiring store licensure, limiting the amount of products that can be purchased by adult consumers, limiting the amount of THC and other psychoactive/potentially psychoactive ingredients, requiring quality control/testing of products sold, requiring standard packaging information, and prohibiting health claims not evaluated by the FDA. Without these and other regulatory measures, the risks of harm to Virginians and further costs to Virginia healthcare system and economy are too great. I again urge to you consider well-reasoned and informed regulatory policy for hemp-derived products. Caroline O. Cobb (Amey), Ph.D. Associate Professor Department of Psychology Virginia Commonwealth University Email: cobbco@vcu.edu Website: https://rampages.us/bhrlvcu/ Pronouns: she/her/hers COI/Disclosures: I currently receive federal funding from NIH/FDA. The content of these comments is solely the responsibility of myself and does not represent the official views of the NIH or the FDA.

Last Name: Griffith Organization: Virginia Hemp Coalition Locality: Virginia Beach, VA

Consumer safety should be the 1st and foremost issue to address, however we feel that these newly established regulations are overly stringent & will create more harm than help when considering consumer safety & keeping VA hemp businesses alive. The

reason most cannabinoid consumers prefer retail locations is b/c they receive education & guidance from certified Cannabinoid professionals. There is no possible way to control out of state retailers from shipping D8 to VA residents, & this type of regulation will force consumers to search online, where they have higher chances of receiving adulterated or faulty products from lack of consumer knowledge. One committee member mentioned that the committee would contact states to determine whether specific companies comply w/ state regulations, but certain states have not established regulations yet, which would mean that ALL products produced in their state comply. This means that ONLY VA based small businesses will be negatively effected. If these regulations are actually enforced, it WILL put hundreds of VA businesses out of business. Also, if it's impossible to identify synthetic vs. naturally occurring D8, & hemp derivatives including all cannabinoids (as long as below 0.3% D9 THC according to federal & state law), this law is impossible to enforce, as we could all claim that our products contain naturally occurring D8. Another issue is that there are natural ways of converting CBD or other cannabinoids into intoxicating cannabinoids, including homogenization, which again would essentially void this regulation. We are also concerned that the Hemp task force committee consists of elected officials who are not well versed on the plant. There was a lot of mis-information being discussed today, including one task force member explicitly saying that this has nothing to do with hemp derived cannabinoids, but only THC (which is a hemp derived cannabinoid). Erin Williams may be the only qualified individual to be on the board; but as another member of the force mentioned, you all are "only doing what your directors ask of you". This leads us to believe that you are not truly concerned about the safety & health of consumers, rather just following orders from above, which is usually influenced by "lobbyists" who offer generous donations to help get legislation passed for their benefit (any multi-state cannabis companies make any donations recently?). We can take as many preventative measures as possible to keep intoxicating cannabinoids out of the hands of children, yet we all know that kids still get into medicine & liquor cabinets, etc. We agree w/limiting potentially intoxicating cannabinoids to 21+, child-proof packaging & proper labeling, but when it comes down to it, consumers & parents need to meet us half way to take further necessary precautions including discussing the potential harms with children & locking up their cannabinoids properly. A good use of resources would truly be consumer EDUCATION first! SB591 was shut down b/c the public voiced their opinions. Passing this legislation in the Budget Bill was shady & undemocratic at best, not to mention unconstitutional. We ask you to actually view this from a practical standpoint. Yes, consumer safety is important, but prohibition never once in history has resolved the issue of consumption.

Last Name: Kuhn **Organization:** Albemarle Cannabis Company **Locality:** White Hall, VA, Albemarle County

I am an owner of a legal cannabis business, as well as a long-standing (15 years,) elementary school educator in Albemarle County VA. I am offended, appalled, and insulted by the manor in which this circumventing of the legislative process has occurred here, as well as highly concerned at the threat this poses to our woman-owned small family business. We have worked diligently, dutifully, and without hardly ANY guidance from the Commonwealth since 2019, to grow hemp, be fully credentialed, pay every amount of tax, responsibly research products, test, label, package, and educate our clients on responsible cannabinoid usage, including Delta 8. We continue to hold ourselves to a high level of professionalism and model of excellency of industry standard, despite any real framework to follow from the Commonwealth. Additionally, we continue to face constant legal & legislative threats to our business on an almost ongoing basis, due to the lack of an organized, non-action-oriented manner in which VA seems to continue to approach the retail legal sales of cannabis. There are more so called synthetics on the pharmaceutical market in this country, than just about anywhere else. Hospitals even created synthetic "marinol" for patients. There is evidence that hospitals have tested and used Delta 8 since the 1970's. And, to add insult to injury, lawmakers & other policy makers, (most of whom have very limited knowledge of cannabis as a plant, and more than likely, its effects & potential used,) continue to make inaccurate claims, ignorantly rooted, biased statements about toxicity calls, how Delta 8 products are made and are, than I can even keep up with. I wonder how many hospitalizations have occurred for alcohol poisoning, overdose on pharmaceutical opioid and narcotic drugs, have occurred just in the past month? And these things are available to ANYONE with a doctor's note or a 21+ ID. This budgetary push feels very much like it is motivated from other places, and feels like a continued attack on cannabis, even in the midst of what is supposed to be the expansion of the full legalization of retail sales process. I, as a mother, an educator, and business owner, am dedicated to safe, responsible adult sales, and use of products that are tested, and properly labeled. Our business remains dedicated to doing everything in our power to support and empower the success of our business. We support safe usage policy, and urge lawmakers, lobbyists and other policymakers to collaborate with us more professionally, transparently, and comprehensively, so we can bring the best this industry has to offer-(which is exponential in my humble opinion,) and help create tax revenue that will work for our children, our communities, and our infrastructure. This, what you all are attempting to do, is not the way. It will destroy small businesses, continue to wrongly demonize cannabis, and further delay valuable revenue that could be helping Virginia.. I thank you for your time, and for your review of my comments. Regards, Leigh Anne Kuhn Owner & COO, Albemarle Cannabis Company

Last Name: Efaw Organization: Essential Life Sciences dba "Greener Things" Locality: Charlottesville

I am respectfully asking you to please not outright ban delta-8 and delta-10 products, or to over regulate CBD products. I own and operate a local hemp and CBD products retailer by the name of Greener Things. We have been operating in Charlottesville since 2019 in compliance with the 2018 Farm Bill Act. I am active in the local hemp industry, and support our local farmers and producers,

and would love to continue to do so. However, our industry is now under serious threat to that business model. Our business has been fortunate to experience relative success helping the people of Virginia who are seeking alternative therapies. Because we pay close attention to local ordinances, quality of our products, and the information that people are receiving so that they feel safe, and comfortable consuming the products they get from our retail store. Most of these people are seeking relief from stress, anxiety, or help with sleep, or pain management. We, and our customers, are good people. We are hard working small business owners. The restrictions imposed by the regulations set forth by VDACS would be detrimental to our business, as well as the thousands of customers we service who depend on our assistance for their daily wellness and quality of life. Not to mention that traditionally over regulating products that the public demands, only promotes more criminal 'black market' activity. This is what we are trying to fight against, and what we should be collaborating to fight against - not criminalizing tax paying small businesses so that a select few entities can take control over an industry. To be clear, we are in support of reasonable regulations in the Virginia Hemp and Cannabis industries, that allow for small businesses to thrive, and compete with larger corporate entities on an even playing field. However what is happening now with Virginia regulations is the opposite, and would be devastating if enforced - shuddering hundreds of businesses across the state, and cost the state untold amounts in tax revenue, as well as deny access to safe, alternative medicines to thousands of good people across The Commonwealth, who absolutely need and deserve these products. I am encouraging you to seek counsel from actual stakeholders, and industry leaders, such as The Virginia Hemp Coalition, before passing regulations that will negatively impact hard working citizens and the families they support. I have two small children and a family to support. This is all I have and all I know. Please don't let the select few take our industry from us. For the good of the Virginia economy, small business owners, and the people who rely on "Full Spectrum" hemp products, delta-8, and delta-10 products - I echo the voice of thousands across the land, and implore you to not ban the manufacturing and retail sales of these products. And as more cannabis and hemp regulations come across your desk, I ask that you always remember the people of Virginia and the small businesses they run, who are the backbone of this industry. Please support them over corporate interests, and you will surely have our support for generations to come. Thank you for all that you do for Virginia. Ross Efaw Owner / Operator Greener Things 3046 Berkmar Dr Charlottesville, VA 22901 434.529.8760 greenerthings.care

Last Name: Leandra Organization: VHC Locality: NORFOLk



Last Name: Collini Organization: Four Winds Hemp Locality: Giles County

Virginia politicians have repeatedly shown they care more about big pharma and large corporations that fill their pockets and their campaigns with donations. The constant attack on small farms and businesses is disgusting and must be stopped. Democrats, Republicans or other it doesn't seem to matter to corruption. Delta 8 should be made safe across the board and not shut down so medical dispensaries make more money! The Governors blatant attack on our businesses has gone too far. We need to stand up and take cannabis regulations into our hands or we risk losing our businesses and our cannabis freedoms. These laws should not be in the hands of individuals who hate the plant, but those who have researched and understand its possibilities. Knowledge is the key to cannabis success, only fools make laws affecting thousands of other people without doing their due diligence!

Last Name: Payne Organization: Dublin Tobacco & Vape (Store Manager) Locality: Pulaski

I'm the store manager at a local shop and we carry Delta 8 products and good quality CBD. We see a large number of customers on a daily basis who depend on these products for a wide range of health reasons. Many people turn to the delta products because it has the less psychotropic effects. I myself use the products and would much rather have delta 8 over delta 9 because of the psychoactive effects. A study from 1994 (mechoulam et Al.) found that oral delta 8- the significantly reduced the incidence and severity of neurological deficit in experimental autoimmune encephalomyelitis in rats. This shows the potential to help improve cognitive function. Being on the other side of the sales counter I get to hear from the consumer all day, I have customers that have been addicted to hard drugs, and I have turned them over to delta concentrates and they have been able to come off of Methamphetamines and other hard drugs. I could go on and on about all of the benefits of delta 8- the products but you get the point. I agree that these products should be lab tested, and have have stricter guidelines, but don't punish all the people these products are benefiting because what are they supposed to do?!? Not everyone can afford the high dollar medication (dispensary) Thank you for your time.

Last Name: Henley Locality: Pulaski



4% of the adult population in the US have it currently. ADHD is a neurodevelopmental disorder that causes an inability to sit still or stay focused on a single task for any reasonable amount of time. Those with ADHD also tend to be very disorganized, scatterbrained, and overly hyper. Symptoms often appear early on, between the ages of 3-6. But in recent years, scientific discoveries have found that these symptoms may appear later in life or worsen as a person enters adulthood. The most common method for treating ADHD is medication. According to a 2016 report by the CDC, 62% of children ages 2-17 diagnosed with ADHD were on medication. This medication typically takes the form of Adderall or Ritalin. These medications are heavy stimulants that are very effective at treating the symptoms of ADHD. The problem is, they are not without significant side effects. These side effects include decreased appetite, weight loss, nervousness, and trouble sleeping. There can be some more severe side effects as well. According to the NCBI a number of studies have been conducted which found that Methylphenidate (the main ingredient in Ritalin) stunted physical growth in children. These stimulants also raise blood pressure significantly, leading to cardiovascular problems down the road for people with pre-existing heart conditions. While delta 8 is obviously not an option for children, it could help adults with ADHD avoid a life of stimulant dependence. I my self have been battling ADHD my whole life I have found that cannabis is the best medication for my condition. That being said our medical cannabis is outrageously expensive. Witch has caused me to try the lesser priced delta 8 which work great! I think taking these products from the consumer is a bad move. It's only allowing the medical dispensaries to take advantage of us with there outlandish prices. Delta 8 is a great cheaper alternative to the medication we need. So either lower the dispensary prices or leave delta alone!

Last Name: Wagoner Organization: Virginia Cultivars LLC and cannabis users Locality: Galax

To whom it may concern, At Virginia Cultivars LLC we are all for regulation regarding hemp derived cannabinoids. Implement child proof packages, batch testing requirements, companies be licensed, insured and vertically integrated, inspect kitchens and labs yearly with audits, require FDA approval. Outlawing D8 THC and other HEMP derived cannabinoids isn't the anwser,These cannabinoids when used correctly can provide real relief for patients who otherwise are left in pain for days and weeks at a time. By implementation of this language used in the budget bill you will be doing a great injustice to the citizens of the Commonwealth. More than 2/3 of our patients are over the age of 60 and are fearful their much needed cannabis meds will be stripped from them. These patients live too far from dispensaries. Can't afford the ludacris prices, and should not be subject to sub par medicine. Don't let a few bad apples and Child suggestive packaging ruin the work and medicine our company provides. Sincerely Mike Wagoner in association with Virginia Cultivars LLC and Wagoner and Co

Last Name: Seltzer Organization: Virginia Cultivars Locality: Carroll

My name is William Seltzer, 37 years old. I live in galax va, I was diagnosed with a with ptsd and a former of cancer that my Dr (Dr. ROBERTS GALAX VA) did not want me smoking anything. Not only can I not get edibles in the our state but delta8 specifically helped me to not touch Xanax again. With it being pretty much criminalized, what am I to do?? Go back to having to find something on the street to help me? If you have ever seen anyone who was addicted to Xanax, well its not good.

Last Name: Krawitz Organization: Veterans for Medical Cannabis Access & The Veterans Action Council Locality: Montgomery

Dear Virginia Hemp Taskforce, I am the Executive Director of Veterans for Medical Cannabis Access and I have a seat on Virginia's Cannabis Public Health Advisory Council. I am providing testimony today relating to the terminology used to describe cannabis hemp products and legal situation in Virginia w.r.t. federal law. I want everyone who has been using the term "intoxicating hemp products" to take a moment to think about what Merriam Webster would have to say about our use of this word in this context. Webster's dictionary lists three different directions this word "intoxicating" can go and only one truly fits. The 1st part states: "the condition of having physical or mental control markedly diminished by the effects of alcohol or drugs with the examples of "drank to the point of intoxication" and "cocaine intoxication". This can be seen in this context as impairment. There is wide consensus within our community to guard for and prevent driving while impaired in this way however please consider that it is not as easy to become impaired to the point of being an unsafe driver with cannabis products as alcohol and also there are considerably greater challenges to removing these drivers from the road as a simple drug test only shows THC levels and not impairment. This may be a good point to interject a bit of fact, Cannabis has recently been deemed a safe and effective medicine by the WHO and the United Nations drug treaty that USA signed long ago has been updated to ensure legal access to cannabis medicines in the 186 countries that are party to this international law. The prominent medicinal cannabinoids THC [Marinol] and CBD [Epidiolex] have been approved by FDA and are considered safe and effective for human use. The driving warning on [pure THC] Marinol states ""do not drive until acclimated to the drug" Merriam Webster continues with a second part of the definition of "intoxication" -- ": a strong excitement or elation" And the example they give seems to fit cannabis very well: "The mere knowledge that they are on an island, a little world entirely surrounded by the sea, fills them with an indescribable intoxication ... — Christine Osborne" The third part of Webster's definition for "intoxication" seems to be the most off the mark and it is this part of the word's definition that prompted me to write today: ": an abnormal state that is essentially a poisoning" only fits substances that are actually toxic and that can actually kill -- like most drugs

out there, NOT CANNABIS. The example Webster gives should be enlightening: "carbon monoxide intoxication". Finally, Congress passed a law that legalized the cultivation of hemp and gave a threshold definition based upon THC percentages in the field. To be fair, Congress was picturing hemp grown for fiber, food and lubricants when they passed the law but they have realized their error and are working on changes in statute to correct this, however, it is federal law and any attempts by states to limit the interstate commerce of a commodity legal by federal law is made invalid by the Constitution of USA through the Supremacy Clause so I would recommend a wait and see approach at the state level. Until we actually legalize "marijuana" in Virginia, passing a hemp product over to "state control" by controlling as "marijuana" can and should be seen as placing the product under an illegal prohibition as seen through the eyes of our United States Constitution.

Last Name: Shardell Gerald Organization: ReThinking The Leaf Corp Locality: Brunswick County

Honorable Delegates, your work to protect Virginians is important and appreciated. Thank you for your time and service. I am a registered hemp grower and processor. My concern today is how to achieve balance through legislation that supports the hemp industry and protects the public from unintended harm. Is over regulation the answer to finding balance? What about the lack of transparency after SB 591 was defeated and the budget amendment that subsequently passed, HB 30, included unsupported regulatory measures? This is not what the hemp industry needs or what the People of Virginia want. I agree that appropriate regulations are desirable to help guide an emerging industry. Common standards and practices are needed to ensure quality hemp products are available in the commercial market. Research and development is needed to help safely expand the hemp market. This is where the focus and funding should be. Legislation that complicates practice and increases cost to produce quality hemp products are counterproductive. The USDA Final Rule for Domestic Production of Hemp added regulations and increased costs to the program. The increased cost has negatively impacted hemp growers and processors across the state. This is not good for business in Virginia. VDACS hemp program staff have done an exemplary job of guiding, educating, monitoring, and enforcing the hemp program in Virginia. Let them do their jobs without further complicating their work with more layers of unnecessary statutes to enforce. Virginians are excited about this new legal hemp industry. They have access to hemp products that help improve their well-being with fiber, grain, flower and their derivatives without the threat of criminality or social stigma. There is growth in the agriculture and small business industry. Criminal penalties, increased production costs, and over regulation is sure to adversely impact the hemp industry, as a whole. The federal and state definition for hemp and related products is "must have less than .3% THC." Product labeling requires this statement. Certificates of Analysis validate product labeling and are also required for the sale of hemp products. A person must be 21 or over to purchase hemp products. These guidelines are clear and they are not the only guidelines growers, farmers, small business owners, processors and dealers must contend with. Please do not over regulate and further complicate an already complicated industry because the industry will not be able to flourish. Trust parents to parent, protect, and educate their children. Ensure appropriate education for the community is available to include proper education of law enforcement, retail businesses, and health and human service agencies. Invest in research and development. Use the research and evidence to inform practice. The issue of Delta 8 and Delta 10 is twofold: Is it a legal hemp derivative? Second, is it harmful because it is a synthetic by product of CBD extraction? I believe it is legal based on the definition of hemp. Should it be a commercial product for sale? I believe a time limited moratorium could be instituted discontinuing new manufacturing for commercial sale, but permitting the use and sale of existing inventory, until the Delta 8 and 10 research concludes that the product is more harmful than alcohol, opioid prescription drugs, and similar legal products that have intoxicating and euphoric effects. Balance is thoughtful compromise. Please ReThink The Leaf.

Last Name: Greer Organization: Northern Virginia Hemp Company L.L.C Locality: Loudoun County

My name is Luke Greer and I own Northern Virginia Hemp Company L.L.C. in Loudoun County Virginia. I entered the hemp space in 2019 as a way to utilize and maintain our family farm as an agricultural property. Being early to the hemp industry here in Virginia has served us and our customers well, as we were able to create a small and manageable, yet profitable family business model that has continued to grow. Our aim was to create a source for safe, tested, and effective products from the beginning and we have done that in accordance with all of the Federal, State, and Industry requirements. Our business model allows us to grow hemp on our family farm, harvest that hemp, and partner with other reputable Virginia businesses to produce products under our brand. Many of our customers have used our products after finding little relief from conventional medications and supplements, or as a way to normalize their lives without the risk of addiction or over intoxication. We encourage all of our Delta-8 customers to talk as little as possible, so that they may find the proper amount for their specific chemistry. We supply guidance both on our website and in written form with each new customer, each person is different and tolerance is unique to the person. We have always specified that our customers be over 21 years of age, and consult with their doctor should they have questions regarding medications. Our products are made for our community, our friends and our families. The last thing we would be willing to do is put any of our loved ones at risk. The businesses that we choose to include in our network have also followed the VDACS regulations and rules to the letter and done so diligently. It is frustrating that we have invested our lives and finances into an industry that remains challenging only to be blindsides by rules that are not present in surrounding states. These proposed regulations would merely hand business to surrounding states and would not protect Virginians by creating a safer option. The VDACS food program and hemp regulations have been effective thus far for the vast majority of consumers. The concern of children being exposed to THC products is no greater than the potential for exposure to alcohol, sugar, hot peppers, laxatives, or supplements. The solution is not to criminalize or restrict the market, but to

have some responsibility put on the parents to do what the package says, and keep products out of reach from children. We agree that children should not have access to these products, that safe packaging and warning on the labels are a good idea. We feel there is a framework that can be established without doing damage to those of us who sell these products responsibly to help our customers live a more normalized life. Our customers are not teens out to have a good time. They are retired military, retired first responders, government officials, parents and pillars of the community. These new regulations would rob these model Virginians of pain relief, proper sleep, respite form PTSD and a host of other issues they have come to us hoping to manage. We use extractors and providers who are already operating within the VDACS framework and we believe what we are doing remains in the best interest of Virginia as a leader in the hemp industry. We ask you to abandon this idea that criminalizing and over regulating hemp isomers will help Virginians. Hemp isomers can be made safely with the help of VDACS.

Last Name: Higginbotham Organization: Hemp banding Locality: Rocky Mount

Hemp flower delta 8 and 10 have both helped me with my depression and anxiety. My doctor told me if smoking Mary Jane helped me with my meds it was fine she said "why don't you just smoke or eat the real stuff instead of the store bought items (hemp). I told her "I'll trust the store bought items everyday before I go out here in the streets and get it since people are dying off everything and people mixing bad stuff in it and selling it proudly. I don't agree with her comment. 1. If I need to get ahold of the owners of the hemp I can call, email anytime. 2. I know it's coming from a licensed form. 3. It don't give you the high like regular weed does. 4.you don't get the munches and become over weight 5. It truly reduces stress and depression and so much more.

Last Name: Dove Locality: Frederick

I have worked in the industrial hemp derived product industry for 11 months as manager of Your CBD Store. The amount of positive results in customer's lives has been higher than I ever thought possible in comparison to the 10 months I spent working as a Icensed pharmacy technician in VA. Veteran's are finding relief from pain, anxiety and PTSD using our naturally derived delta 8 products. Pain management patients are finding better relief, rest and relaxation using full spectrum (0.03%thc). CBN. Nurses, teachers, farmers and IT professionals are finding increased motivation and better focus using our CBG. Senior citizens are finding daily arthritic pain less agonizing when using our full and broad spectrum topical products. Every person entering is seeking a better and more holistic way to ease their inflammation, pain, anxious feelings, and relax without alcohol, tobacco or synthetic products. What sets us apart from vape shops is all our products are 3rd party lab tested ensuring the safety and efficacy. CBD is a life changing product showing extremely positive results for the people of Virginia. The key to safety is third party lab testing and knowledgeable staff taking time to educate each individual based on their unique needs. I am ecstatic and beyond blessed to be a part of this outstanding and fast growing industry. I appreciate all the positive support we have received and even the negative which gives the opportunity to educate individuals who may not fully understand the safety and potential of industrial hemp. Thank you for your time and attention.

Last Name: Jackson Organization: U.S. Hemp Roundtable Locality: Washington, DC



U.S. Hemp Roundtable's initial public comments addressing "whether any statutory or regulatory modifications are necessary to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing tetrahydrocannabinol that are intended for human consumption, orally or by inhalation, in the Commonwealth of Virginia" Summary: Age limitations, while both appropriate and necessary for the sale of intoxicating cannabis products, should not be applied to nonintoxicating hemp products. The U.S. Hemp Roundtable is the hemp industry's leading national advocacy organization. For nearly a decade, the Roundtable's more-than-100 members have stood at the forefront of ensuring a fair regulatory environment for the safe and responsible manufacture and sale of hemp products. Most recently, in light of emerging products like delta-8 THC and HHC, the Roundtable has worked with legislators and regulators to understand and respond to concerns and potential safety risks caused by intoxicating cannabis products. We applaud the efforts of Governor Youngkin and the General Assembly to restrict the provision of intoxicating cannabis products to regulated, adult-only marketplaces. Intoxicating compounds must be strictly regulated for safety and kept of out of the hands of minors. Unfortunately, HB 30, while intended to crack down on intoxicating cannabis products, swept with too broad a brush and restricted any hemp extract, food with hemp extract, or ingestible or inhalable hemp substance with any amount of THC to persons 21 or older. In effect, even nonintoxicating hemp products with legal amounts of THC are captured essentially age-restricting all but topical, cosmetic-type hemp products. It is important that age restrictions are appropriately narrow, so consumers are not denied access to nonintoxicating health, lifestyle, and wellness products on which they depend. Age restrictions like the far-reaching one in HB 30 send an inaccurate message to consumers that nonintoxicating products are dangerous or should be associated with and regulated in the same way as alcohol or tobacco. Moreover, when faced with having to separate age-restricted products or verify age at the point of sale, many retailers—especially those that do not sell other age-

restricted products—may choose not to carry these products altogether. This hurts Virginia farmers, business owners, and consumers. To be clear, the Roundtable does not oppose age restrictions in all forms. In fact, the Roundtable has openly supported

stricter controls for intoxicating cannabis products masquerading as hemp. A possible solution—and one that may be right for Virginia—is to treat intoxicating compounds like adult-use cannabis. Virginia, of course, already has an established regulatory framework for cannabis. Nonintoxicating hemp products should be excluded. Determining which products are intoxicating should be based on scientific analysis and industry data and input, not on arbitrary THC limits. The Roundtable expresses its gratitude to the Task Force for focusing on the important topic of the safe and responsible manufacture and sale of THC-containing hemp extracts in Virginia, and thanks the Task Force for the invitation to submit comments for today's meeting. The Roundtable intends to submit more comprehensive written comments for the Task Force's consideration, including comments addressing other portions of HB 30.

Last Name: Treccariche Organization: Skooma Boutique Dispensary Locality: City of Charlottesville

We are high-end CBD retailer specialing and all things hemp. Our taxable sales, careers and most importantly, the assistance we provide to our geriatric clientele across the Commonwealth will be severely limited. When we opened our doors one year ago, we offered for sale alternate cannabinoid's as a safe, 3rd party tested, less potent, alternative to black-market substances. Within the first few months and to our delighted surprise, we learned our THC Dealth 8 edibles have provided a wide variety of relief for clientele, this was not from recommendation, but from our customer's feedback. Please consider the detrimental impact of heavy handed orders from the state. Please consider the previous 3 score of government over-policing and it's society hurting ripples when dropped into the ponds throughout our great Commonwealth. Thank you, David Treccariche Owner, Skooma Boutique Dispensary

Last Name: Crozier Locality: Virginia Beach, VA

Hello, I've been in the field of substance abuse prevention, intervention and education for over 40 years plus I'm currently a member of 2 community coaltions (the Community Coalitions of Virginia and the Virginia Beach Youth and Community Action Team). I have serious concerns about the implications of this bill and changes. The state should take a firm, explicit stand to (1) limit amounts of THC to be grown in homes and sold, (2) limit the amout of marijuana in a home, in addition to the number of plants allowed (as opposed to allowing up to a pound), and (3) eliminate the availability of Delta8, another dangerous substance. As you know, marijuana is a risky substance due to it's potential for addiction and/or dependence, it's effect on all systems of the body, carcinogenic potential, long and short term health risks, plus social-familial-financial-occupational-educational compromises. The health of Virginians and the prosperity of the state depend on your wisdom to begin this experiment with marijuana cautiously and with clear language, limits, guidelines, and sanctions in the best interest of everyone. Thank you.

Last Name: Amatucci Organization: Virginia Hemp Coalition Locality: Albemarle

Comments Document

VHC Policy Recommendations: Safe and non-intoxicating cannabinoids (CBD. CBN, CBG, ect.) derived from hemp are legal via the 2018 farm bill and those federally protected products should not be restricted for sale to only adults 21 and over. VDACS currently regulates these products, and they should continue to be sold like all other foods and dietary supplements on the store shelves with the same regulations that they also receive. Delta-8 is less intoxicating than Delta-9 (marijuana) products, but they should be restricted to only adults 21 and over. All hemp derived products should be retailed as they are now in various retail stores, but Delta-8,10 and other intoxicating cannabis products should require a license to sell much like alcohol and tobacco products are currently retailed. Trademark infringement hemp products and blatantly mislabeled hemp products should be removed from the store shelves. These products are inherently counterfeit and usually found containing intoxicating cannabinoids. Any products containing THC should never be marketed to children, and the shapes of gummies or candies should also not appeal to children. Virginia needs clear and simple regulations to address some of the issues currently surrounding hemp derived products such as keeping intoxicating hemp products like Delta-8 out of the hands of children and teenagers; however we all need to be careful to not "throw the baby out with the bathwater". In creating these simple regulations, we must be mindful to not hinder the growth of the entire Virginia hemp industry by hurting Virginia small businesses and Virginia hemp farmers with unnecessary red tape and restrictions. We all should want to increase jobs and tax revenue by making Virginia a great state to do hemp business in and we should make it clear that hemp farmers and hemp businesses are welcome here in the Commonwealth. We need a clear and fair static free market regulatory framework that works for all Virginians. ● Federal Court recently upheld that hemp derived Delta-8 THC is indeed part of the definition of hemp extract in federal law and therefore legal. (AK Futures LLC v. Boyd Street Distro, LLC, No. 21-56133 (9th Cir. May 19, 2022). Also, the DEA has confirmed that Delta-8 made from hemp materials are not subject to the Controlled Substances Act or defined as marijuana in Federal code. ● Delta-8 THC can be found in small amounts in hemp and other forms of the cannabis plant, although not in the quantities as Delta-9 THC. However, the cannabinoid can be refined from CBD, which is abundantly produced by many varietals of legal hemp. • Delta-8 and CBD products in Virginia produced by Virginia businesses are

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often derived from Virginia hemp grown by Virginia farmers. Prohibiting Delta-8 in Virginia does not stop the black market, out of state sales, or mail order sales, and would increase demand in all those other markets only to hurt Virginia farmers, Virginia

businesses, and job creation in the Commonwealth. • Hemp derived products currently create thousands of jobs and bring in millions of dollars in tax revenue to the Commonwealth general fund and help fund localities. • Hemp retail stores help to fill vacant retail spaces which create jobs and pay property taxes throughout the Commonwealth.

Last Name: Zinski Locality: Lynchburg

I am currently a medical patient for cannabis in Virginia to treat an anxiety disorder. I have found that low THC and high CBD cannabis works best for my condition. The whole experience I've gone through has made me realize the potential cannabis has for medical reasons, particularly compliant hemp flower. I became a hemp farmer in 2019 and through my experience, I have learned some very important facts about hemp. The current USDA regulations for hemp are optimized for large, multi-acre, single strain operations, and harm small farmers. I am a father of two. My family currently lives below the poverty line. Currently all the work I do in cannabis has not earned me a living. Following the new USDA guidelines this year, costs have been too high for a small farmer like myself to compete. The testing costs alone for my operation would be at minimum \$3,000. For anyone living in poverty, or paycheck to paycheck due to economic instability, costs like these make being a small hemp farmer impossible. Legally, I cannot harvest my field until I pay for 3rd party testing. I will likely have to let my plants die in the field this year. If I could make any recommendations, it would be these: 1. 0.3% THC is a very strict and unrealistic limit for hemp and should be raised. We should a least follow federal law and allow 1% THC. 2. Take into account that there will be businesses of all sizes. Make accommodations for small scale growers and individuals who want to grow hemp without crippling fees and regulation. 3. Breeding hemp for new compounds with medical potential like CBDv, CBC, and CBG will provide innovation and push the bounds of this industry. Perhaps there could be "micro-licenses" for small operations with no vertical integration and more leniency with THC percentage. This industry is not just "rope and dope" like some critics say. We need a fair and open market to show the true innovation hiding in this very useful plant.

End of Comments

To Whom it May Concern:

My name is Ryan Suit and I am a hemp processor in Virginia Beach, VA. I am the co-founder and operations manager of Iconic Health, a CBD and hemp company. Iconic Health was founded in 2019, and I registered with VDACS as a hemp grower and processor that same year. Since then, the rules surrounding hemp and cannabis have changed greatly, but their evolution has not always been clear, smooth or sensible. That trend has continued with the most recent VDACS interpretations of Virginia's Food and Drink Law.

During the 2022 legislative session, the House, Senate, and Governor's office spent months debating on how to proceed with new regulations on hemp and delta-8 THC. After going back and forth, and considering lengthy amounts of public comments and testimony, the end result was to keep the status quo. The status quo allowed delta-8 THC products to remain legal, but also included new requirements for labeling and packaging. I, as well as many others I know in the industry, had been hopeful that this status quo would hold until a retail cannabis bill could be passed in the 2023 legislative session. This scenario would have allowed registered and licensed hemp and cannabis businesses to maintain business as usual, save up funds, and prepare for the licensed market to become established. Now, this sudden change in interpretation has upended the market and will lead to some businesses scaling back or failing altogether.

I am writing today to express my disappointment in VDACS's decision to derail the hemp industry by changing the rules about delta 8 edibles without warning on July 1st. The new interpretation arbitrarily takes aim at "synthetic" cannabinoids as a round-about, last-ditch effort to stop delta 8 sales in Virginia after the legislature decided not to do so. The new rule is unenforceable based on the science and the largest impact it will have is that it will harm small businesses and farmers in Virginia.

VDACS' new interpretations of Virginia's Food and Drink Law are unenforceable based on the science. At the first Task Force meeting on July 7th, a scientist testified that it is virtually impossible to distinguish "natural" delta-8 THC from "synthetic" delta-8 THC. VDACS is asking for businesses to voluntarily cease delta-8 THC sales because it knows, from this testimony, that it would be virtually impossible to prove delta-8 THC edibles are made with "synthetic" cannabinoids. Without being able to prove that products contain synthetic delta-8 THC, VDACS's new interpretation of the Food and Drink Law is unenforceable with respect to all delta 8 THC products.

If the new VDACS interpretations are enforced, then the largest impact will be that it harms small businesses and farmers in Virginia. The new interpretation bans the manufacture, sale, and offering for sale of synthetic cannabinoids. It does not ban possession or consumption of delta-8 THC by consumers. What that means is that consumers will continue to purchase delta-8 products from companies outside of the state. This can easily be accomplished with a single google search. So, while the new interpretation may aim to prevent delta-8 THC from being consumed in Virginia, in reality it will just move profits from Virginia businesses to out of state ones. It is naive to think that Virginia can prevent delta-8 products from being consumed within its borders when delta-8 is federally legal to purchase and be shipped in the mail.

Moreover, the businesses most likely to be hurt are those owned by registered hemp farmers and processors. Currently, the biggest threat that VDACS has to enforce its new

interpretations is the suspension or revocation of a VDACS issued permit. For farmers and processors, that could be a huge loss. However, businesses selling products with delta 8 or synthetic cannabinoids that are not registered with VDACS have little to nothing to lose. These unregistered cannabis businesses are the competitors to farmers and processors, and unless the threat of enforcement is equal, VDACS is unduly burdening registered hemp growers and processors while also giving an unfair advantage to unlicensed businesses. Therefore, by enforcing this new interpretation of the law, VDACS is directly harming registered hemp farmers and processors who have done nothing more than try to follow the rules.

If Virginia wants to regulate delta-8, then the best way to do that is by passing a retail cannabis bill. Delta-8 THC has become popular in Virginia because of its' ease of access for consumers. Because delta 8 THC products are intoxicating they deserve some level of state oversight. The most logical means of oversight of delta-8 THC products is to regulate them just like delta-9 THC products. Currently, delta-9 THC is only available in licensed medical dispensaries. It is difficult to access regulated, tested, consistent delta-9 products in Virginia. It is impossible to find such products in adult-use dispensaries because Virginia has not finalized the process for businesses to apply to become dispensaries, and therefore no adult-use dispensaries currently exist in the Commonwealth. If a retail bill is passed, and licensed adult-use dispensaries can finally open, then those dispensaries can sell delta-8 and delta-9 products with all of the regulations that state agencies want. Rather than engaging in the mental gymnastics of reinterpreting existing law, a new retail cannabis bill should be passed to regulate delta-8, delta-9, and all other intoxicating cannabinoids, whether synthetic or natural. One bill is all it would take. Ultimately, the debate over what to do with delta-8 and synthetic cannabinoids is a waste of time that would be better used to finalize a retail cannabis bill. A bill allowing retail sales of cannabis is what Virginia's cannabis industry needs to move forward.

In summary, VDACS's reinterpretation of existing food and drink law is an unenforceable stab at delta-8 products, and it will ultimately do more harm to Virginia business than it will good to Virginia consumers. What really needs to happen is for a retail cannabis bill to be passed that regulates delta-8 and other intoxicating cannabinoids in the same manner as delta-9 is regulated. The sooner that bill is passed, the sooner that intoxicating cannabinoids will be regulated, and the sooner the entire cannabis industry in Virginia can move forward towards a successful and profitable future.

I appreciate you taking the time to consider my comments, and would be happy to discuss my comments further. Please feel free to contact me at ryansuitesq@gmail.com or at 757-470-2775.

Best.

Ryan Suit

To Whom This May Concern,

Thank you for the opportunity to comment. I know you all are facing a very difficult task in trying to regulate hemp industry and I appreciate the opportunity to voice my concerns on the matter. My name is Barbara Biddle, owner of District Hemp Botanicals and I'm also here as a representative of the Virginia Hemp Coalition. I've been operating in Virginia as a retailer since 2017, with locations in Manassas and Leesburg VA, as well as a location in DC. My business works with both local and national manufacturers to provide quality, lab-tested products to tens of thousands of customers both locally and nationally. I'm also a mother to two boys, ages 3 and 6, so I understand the intention behind these new regulations. That being said, I have a number of concerns that I would like to bring to the task force's attention and I'll try to keep it as concise as possible and will include more details in my written response.

First, my main concern is the timing at which enforcement of the new regulations may begin. From a retailer's perspective, there are many moving parts as far as implementation, a lot of which are beyond our control. We've already made our manufacturers aware of the necessary label changes needed to be compliant, however they will need anywhere from 1-3 months to be able to make those necessary changes. From designing the new label, to ordering the new labels and compliant packaging to repackaging their current inventory and then getting that product to us. Another consideration is the inability to package certain edibles in child-proof packaging, for example, honey and drinks. There are unique elements to these specific edibles that can help boost the bioavailability of cannabinoids compared to generic gummies and capsules, and I fear that little consideration is being taken into these nuances. On another note, the childproof packaging will also severely limit those with arthritis and pain issues from accessing certain products that are most effective for them. I strongly encourage allowing up to 6-12 months for companies to make these changes and retailers to sell through products before taking any punitive action against otherwise law-abiding businesses. Some other fixes include allowing retailers to provide edible products in a complimentary "child proof bag" that can fit multiple products as a fix.

Second, I have deep concerns about the interpretation of the law as it applies to the legal state of hemp isomers and derivatives. A lot of the controversy stems from what seems to be a lack of education around the process of which these compounds are manufactured and misconceptions around the term "synthetic". In a letter dated September 15th of this year from the the DEA's Drug and Chemical Evaluation Section states that only cannabinoids extracted from non-compliant cannabis or synthesized from non-cannabis materials are controlled substances. The letter also clarified a frequent point of confusion in discussions of Delta-8 (and the other 130+ hemp cannabinoids): namely, that the use of chemical synthesis to produce these natural compounds is not relevant to their control status. The term "synthesis," which has varied meanings in scientific literature and no established meaning in the law, along with the DEA's definition of "synthetic THCs" (a class of man-made THC analogs not found in the plant), have led many to think that Delta-8 was illegal because it is primarily produced from CBD through a process called chemical synthesis. If intoxicating hemp derivatives such as HHC are considered "synthetic" due to the manufacturing process, household products such as

margarine that are found at your local grocery store would also be considered "synthetic" due to the fact that they are both produced using a chemical process called "Hydrogenation." Isomerization, the process utilized to make d8 and d10 is also very similar in nature. These cannabinoids are naturally occurring, utilize starting material from the cannabis plant and are very different from how compounds such as JWH-018, one of the active ingredients in K2 and Spice (of which is not naturally occurring and don't utilize any parts of the plant in their production). Also, there is no method to determine whether or not D8 was made through the process of isomerization or if it was made from naturally occurring D8, making enforcement very difficult. These isomers and derivatives are often used therapeutically for ailments such as sleep and pain and I believe personal and political biases are getting in the way of providing Virginians with access to potentially life-saving compounds. I ask that more time and consideration be made before moving forward with enforcement. I also think that it's very important that a study into the economic impact is absolutely critical before any actions are made. If a regulatory structure is to be adapted, I recommend creating a structure that treats intoxicating compounds derived by hemp similar to how the state treats beer and wine vs hard liquor. General retailers should be allowed to sell these products with simple licensing requirements and age restrictions. I highly advise not adapting the regulations from CO, OR and NY mentioned earlier during the meeting. These states were once safe havens for hemp businesses but have adapted some of the most restrictive regulations in the entire country. In fact, the number of acres registered for hemp farming fell from 90,000 acres in 2020 to 4,000 acres in 2022 shortly after new regulations implemented. Many companies are opting to relocate to states that are more friendly to hemp businesses. If the intention is to help support the hemp industry, utilizing those structures would have the opposite effect.

Third, the age restrictions on full-spectrum products may be detrimental to college students who rely on hemp products as an alternative to intoxicating and habit-forming pharmaceuticals. I completely understand the need to keep intoxicating products out of the reach of children, however, college-aged individuals are adults and deserve access to CBD as a treatment method without parental consent. I worry that a blanket regulation may inadvertently cause more harm than good and create a vacuum effect, causing more young adults to be forced to use potentially harmful substances by restricting access. It also seems arbitrary and short-sighted to restrict access to non-intoxicating hemp products but allow 18-21 year olds to access high-THC products without an adult present via the medical dispensaries. I suggest a recommendation to the administration that this rule be struck altogether or implementing a way for adults aged 18-21 to access these products with at least a doctor's note, similar to state medical marijuana regulations.

In summary,



Comment Title: The Budget Act (HB 30) takes several good steps, but could be improved

Commenter: Tom Intorcio, Virginia Catholic Conference

The Budget Act (<u>HB 30</u>) takes several good steps to address the problem of Delta 8 and other synthetics, but could go further to protect children from the harm caused by the proliferation of high-potency THC products currently on the market. On the positive side, the Act includes provisions to:

- Ban edibles in the form of child-tempting shapes.
- Ban the sale of substances for consumption or inhalation containing THC that bear the likeness of Rice Krispies, Lucky Charms, Skittles, or other name brands that are trademarked.
- Make it a fraudulent act to sell THC substances without 21-and over-labeling and childproof packaging.

At the same time, we are concerned that the new law:

- 1) Does not go far enough to protect children from the harms posed by high potency THC in Delta 8 edibles, vapes, and other synthetic products; and
- 2) The "personal residence" exemption for marijuana possession poses an increased second-hand smoke risk to residents in multifamily units, and the exemption's ambiguity could lead to increased criminal activity.

Children's safety should come first.

At least <u>fourteen states</u> have banned Delta 8: Alaska, Arizona, Arkansas, Colorado, Delaware, Idaho, Iowa, Kentucky, Mississippi, Montana, New York, Rhode Island, Vermont and Utah. The General Assembly should consider doing this as well. Some of these states include those that have legalized commercial sales of Delta 9 THC. On a related note, the <u>FDA</u> has not evaluated or approved any THC drug for use in a medical setting.

Vape stores and drug paraphernalia shops are already selling products that combine Delta 8 with other forms of THC, such as Delta 9. Even before this new law went into effect on July 1, the special interests marketing these products have sold them as "cannabis-infused".

The push for commercialization of these drugs undermines everyone's safety. It does not make sense that distilled spirits are carefully sold in ABC stores, where locally authorized, but gaps in the Code allow for the sale of high potency THC at gas stations or convenience stores.

Those who will develop addiction, psychosis, schizophrenia, or other <u>impairment</u> from mass-marketed, high potency THC will continue to pose a danger to themselves and the public. Sadly, we know from

states like California and Colorado that some children will suffer poisoning from accidentally ingesting THC-infused edibles such as brownies, cookies, and candy.

That may be why a growing number of states are identifying Delta 8 and other synthetics as an underlying cause of the mounting national mental health crisis.

We know that the proliferation of Delta 8 has led to a significant increase in <u>poisonings</u> of children in Virginia, and has likely increased the number of fatal crashes.

Increasing the home possession limit by one pound could lead to an increase in secondhand smoke issues and criminal activity.

HB 30 amended the Virginia ABC and Cannabis Control Authority provisions in the Code to allow homeowners and tenants to possess up to an additional pound of marijuana without incurring even a misdemeanor, on top of the four plants they could already possess.

Some may contend that the four-plant-per-household limit will be enough to prevent abuse. However, a single marijuana plant can produce 17.5 ounces of raw marijuana—more than one pound each. In addition, the new misdemeanor possession provision (§ 4.1-1100) creates a potential loophole because while homeowners or tenants will be able to grow four plants at any one time, under this provision, they could possess up to an additional pound of high potency THC product. That means a tenant or homeowner could easily possess over five pounds of THC. This loophole undermines the four-plant limit and further endangers children. Children, seniors, and people with disabilities (among others) will particularly suffer from more secondhand smoke in apartments and other multifamily structures.

This ambiguous provision could further open the door to illegal grow houses in Virginia. A grow house is a dwelling that is often structurally altered to create a marijuana growing facility. Grow houses require large amounts of water for cultivation and electricity for temperature control—as well as to maximize the size, potency and yield of marijuana plants. The impact this could have on other tenants in an apartment building, or even other residents in a neighborhood, could be significant.

Expanding possession limits in the home could provide legal cover to criminal enterprises seeking to engage in drug dealing and other illicit activities. In <u>Colorado</u> and <u>California</u>, <u>cartels</u> and <u>organized crime</u> have acquired property in residential neighborhoods (or farms) to grow high potency marijuana that they then sell in states where marijuana is illegal.

Despite the new law, a homeowner or tenant could purchase high potency THC products on the illicit market in the form of shatter, vapes, and edibles. But with the new law allowing possession of up to a pound in the home, the public's perception may be that once a homeowner or tenant were to bring quantities into their residence, whether legally or illegally, all of the THC would then be viewed as legally acquired through this personal residence exemption. Once again, this language creates more ambiguity, which will likely lead to more poisonings of children in the home, more driving while high, fatal crashes, and potentially more crime that is associated with large quantities of high potency THC.

In conclusion, we recommend that the General Assembly and the Administration reform the laws governing high-potency THC to protect children and improve the public safety and health of all Virginians.



August 5, 2022

The Honorable Matthew Lohr Secretary of Agriculture and Forestry P.O. Box 1475 Richmond, VA 23218

Dear Mr. Secretary,

The Virginia Farm Bureau Federation (VFBF) appreciates the opportunity to submit comments to the Secretary of Agriculture and Forestry Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption.

Virginia Farm Bureau is the Commonwealth's largest general farm organization, representing more than 33,000 farmers of nearly every type of crop and livestock across Virginia. Farm Bureau and its members have worked together to build a sustainable future of safe and abundant food, fiber, and renewable fuel for the United States and the World.

On July 19, 2022, the Board of Agriculture and Consumer Services adopted as final 2 VAC 5-595, Regulations Governing the Manufacture and Sale of Products that Contain Industrial Hemp Extracts Intended for Human Consumption, and authorized staff to take any and all steps necessary to have this become a final regulation of the Board through an exempt regulatory action as authorized by Section 3.2-5145.5 of the Virginia Food and Drink Law.

The passage of the 2018 Farm Bill removed hemp from the Controlled Substances Act, and, in doing so, led to a significantly increased interest in hemp production in the Commonwealth and elsewhere. Recognizing this interest, VFBF respectfully submits these comments based on VFBF policies, as they relate to this industry.

VFBF supports increasing the Tetrahydrocannabinol (THC) limit from 0.3% up to 1.0% in order to maximize the production of cannabidiol (CBD) in industrial hemp. VFBF supports the use of state-licensed and approved facilities to research the medical benefits of cannabis. VFBF supports the agricultural production of industrial hemp and all cannabis species allowed by law, however, while supporting the crop and market development, VFBF still remains compliant with federal regulations. Our members are very interested in making sure that industrial hemp farmers maintain the ability to produce value added products from industrial hemp in order to maintain a viable industrial hemp industry.

The Virginia Farm Bureau Federation respectfully submits these comments and appreciates the Administration's efforts to provide clarity and fill in regulatory gaps through promulgation of the regulation regarding industrial hemp extracts intended for human consumption.

Sincerely,

R. Zachary Jacobs Legislative Specialist

R Zachary Jawobs

Virginia Farm Bureau Federation

To Whom it May Concern:

My name is Ryan Suit and I am a hemp processor in Virginia Beach, VA. I am the co-founder and operations manager of Iconic Health, a CBD and hemp company. Iconic Health was founded in 2019, and I registered with VDACS as a hemp grower and processor that same year. Since then, the rules surrounding hemp and cannabis have changed greatly, but their evolution has not always been clear, smooth or sensible. That trend has continued with the most recent VDACS interpretations of Virginia's Food and Drink Law.

During the 2022 legislative session, the House, Senate, and Governor's office spent months debating on how to proceed with new regulations on hemp and delta-8 THC. After going back and forth, and considering lengthy amounts of public comments and testimony, the end result was to keep the status quo. The status quo allowed delta-8 THC products to remain legal, but also included new requirements for labeling and packaging. I, as well as many others I know in the industry, had been hopeful that this status quo would hold until a retail cannabis bill could be passed in the 2023 legislative session. This scenario would have allowed registered and licensed hemp and cannabis businesses to maintain business as usual, save up funds, and prepare for the licensed market to become established. Now, this sudden change in interpretation has upended the market and will lead to some businesses scaling back or failing altogether.

I am writing today to express my disappointment in VDACS's decision to derail the hemp industry by changing the rules about delta 8 edibles without warning on July 1st. The new interpretation arbitrarily takes aim at "synthetic" cannabinoids as a round-about, last-ditch effort to stop delta 8 sales in Virginia after the legislature decided not to do so. The new rule is unenforceable based on the science and the largest impact it will have is that it will harm small businesses and farmers in Virginia.

VDACS' new interpretations of Virginia's Food and Drink Law are unenforceable based on the science. At the first Task Force meeting on July 7th, a scientist testified that it is virtually impossible to distinguish "natural" delta-8 THC from "synthetic" delta-8 THC. VDACS is asking for businesses to voluntarily cease delta-8 THC sales because it knows, from this testimony, that it would be virtually impossible to prove delta-8 THC edibles are made with "synthetic" cannabinoids. Without being able to prove that products contain synthetic delta-8 THC, VDACS's new interpretation of the Food and Drink Law is unenforceable with respect to all delta 8 THC products.

If the new VDACS interpretations are enforced, then the largest impact will be that it harms small businesses and farmers in Virginia. The new interpretation bans the manufacture, sale, and offering for sale of synthetic cannabinoids. It does not ban possession or consumption of delta-8 THC by consumers. What that means is that consumers will continue to purchase delta-8 products from companies outside of the state. This can easily be accomplished with a single google search. So, while the new interpretation may aim to prevent delta-8 THC from being consumed in Virginia, in reality it will just move profits from Virginia businesses to out of state ones. It is naive to think that Virginia can prevent delta-8 products from being consumed within its borders when delta-8 is federally legal to purchase and be shipped in the mail.

Moreover, the businesses most likely to be hurt are those owned by registered hemp farmers and processors. Currently, the biggest threat that VDACS has to enforce its new

interpretations is the suspension or revocation of a VDACS issued permit. For farmers and processors, that could be a huge loss. However, businesses selling products with delta 8 or synthetic cannabinoids that are not registered with VDACS have little to nothing to lose. These unregistered cannabis businesses are the competitors to farmers and processors, and unless the threat of enforcement is equal, VDACS is unduly burdening registered hemp growers and processors while also giving an unfair advantage to unlicensed businesses. Therefore, by enforcing this new interpretation of the law, VDACS is directly harming registered hemp farmers and processors who have done nothing more than try to follow the rules.

If Virginia wants to regulate delta-8, then the best way to do that is by passing a retail cannabis bill. Delta-8 THC has become popular in Virginia because of its' ease of access for consumers. Because delta 8 THC products are intoxicating they deserve some level of state oversight. The most logical means of oversight of delta-8 THC products is to regulate them just like delta-9 THC products. Currently, delta-9 THC is only available in licensed medical dispensaries. It is difficult to access regulated, tested, consistent delta-9 products in Virginia. It is impossible to find such products in adult-use dispensaries because Virginia has not finalized the process for businesses to apply to become dispensaries, and therefore no adult-use dispensaries currently exist in the Commonwealth. If a retail bill is passed, and licensed adult-use dispensaries can finally open, then those dispensaries can sell delta-8 and delta-9 products with all of the regulations that state agencies want. Rather than engaging in the mental gymnastics of reinterpreting existing law, a new retail cannabis bill should be passed to regulate delta-8, delta-9, and all other intoxicating cannabinoids, whether synthetic or natural. One bill is all it would take. Ultimately, the debate over what to do with delta-8 and synthetic cannabinoids is a waste of time that would be better used to finalize a retail cannabis bill. A bill allowing retail sales of cannabis is what Virginia's cannabis industry needs to move forward.

In summary, VDACS's reinterpretation of existing food and drink law is an unenforceable stab at delta-8 products, and it will ultimately do more harm to Virginia business than it will good to Virginia consumers. What really needs to happen is for a retail cannabis bill to be passed that regulates delta-8 and other intoxicating cannabinoids in the same manner as delta-9 is regulated. The sooner that bill is passed, the sooner that intoxicating cannabinoids will be regulated, and the sooner the entire cannabis industry in Virginia can move forward towards a successful and profitable future.

I appreciate you taking the time to consider my comments, and would be happy to discuss my comments further. Please feel free to contact me at ryansuitesq@gmail.com or at 757-470-2775.

Best.

Ryan Suit



August 2, 2022

The Honorable Matthew J. Lohr Secretary of Agriculture and Forestry Commonwealth of Virginia

Public Comments: Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol (THC) Intended for Human Consumption

Dear Secretary Lohr,

Thank you for the opportunity to submit written public comments to the Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol (THC) Intended for Human Consumption. I appreciate the opportunity to provide this input, and while I gave comments at the task force's July 7 meeting, I am thankful for the chance to follow up and expand on those remarks based on what was shared in the meeting.

I am the President of the Virginia Healthy Alternatives Association (VHAA) and the owner of a small business called VGI Brands. We employ around 30 people in Chesterfield County. The VHAA was formed to ensure that every Virginian has access to healthy alternatives to the products offered by large pharmaceutical companies, and we represent a wide range of members in the hemp products industry.

These comments will focus on both the legal and regulatory environment for hemp-derived products across the United States, including recent court decisions and our thoughts on the 2022 budget language that was recently enacted and a list of recommendations for regulatory action moving forward. Furthermore, we encourage the task force to review comments submitted by our colleagues in the laboratory and testing sector for both a technical explanation of the properties of various cannabinoids and a review of the necessity for regulated third-party laboratory testing of products.

United States Regulatory Environment

Across the entire nation, individual states are grappling with the same question that we are in Virginia. Absent clear federal laws, other than the fact that hemp-derived products with a delta-9 THC concentration of less than 0.3% are legal, states are all regulating these products in different ways. Our organization's goal is to support robust regulation that informs consumers and provides a high level of trust and protection, especially with regard to children, while supporting the viability and growth of the hemp industry here in the Commonwealth.

In the July 7, 2022 meeting of the Task Force, staff from the Virginia Department of Agriculture and Consumer Services (VDACS) gave an informative overview of how some other states have chosen to regulate these hemp-derived products. However, this overview does not tell the full story of the regulatory environment nationwide. These comments will address the current federal regulatory stance, recent judicial rulings related to these products, and an additional state which could serve as a successful model for Virginia.

Federally, these products have been legal since the passage of the 2018 Farm Bill, but there are differing interpretations among regulatory agencies regarding their authority and responsibilities related to hemp-derived products intended for human consumption. The U.S. Food and Drug Administration (FDA) has claimed that hemp-derived oils and other derivatives are not approved food ingredients, except for in very limited circumstances where those derivatives, such as hemp seeds, are "Generally Recognized as Safe" or GRAS. FDA's enforcement of this stance has mostly consisted of sending letters to companies selling certain to products that are making illegal health claims that can mislead and confuse consumers. Virginia has chosen to ignore this FDA interpretation since 2019 when Governor Northam directed the agency to consider hemp-derived oils as approved food ingredients, and legislation in 2020 further mandated this designation. Despite FDA's inaction, Virginia has very real authority to regulate these products which are intended for human consumption.

The U.S. Drug Enforcement Agency (DEA) has stated that in light of the language of the 2018 Farm Bill, all hemp-derived cannabinoids, as long as they are under 0.3% total delta 9-THC, are not controlled substances and are not illegal under federal law. In a September 2021 letter to the Alabama Board of Pharmacy, a DEA official explained, "The Controlled Substances Act, however, excludes from control 'tetrahydrocannabinols in hemp (as defined under section 16390 of Title 7).' Hemp, in turn, is defined as 'the plant Cannabis sativa L. and any part of that plant, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol concentration of not more than 0.3 percent on a dry weight basis.' 7 U.S.C. 1639o(1). Accordingly, cannabinoids extracted from the cannabis plant that have a delta 9-THC concentration of not more than 0.3

 $^{^{1}\,\}underline{\text{https://www.fda.gov/news-events/fda-voices/fda-committed-sound-science-based-policy-cbd}}\,\,\&\,\,\underline{\text{https://www.fda.gov/media/131878/download}}$

² https://www.fda.gov/news-events/public-health-focus/warning-letters-and-test-results-cannabidiol-related-products

percent on a dry weight basis meet the definition of 'hemp' and thus are not controlled under the CSA.³"

A recent ruling by the U.S. Court of Appeals Ninth Circuit further supports this interpretation of the 2018 Farm Bill. According to *The National Law Review*, in a recent trademark violation case involving delta 8-THC products, "The Ninth Circuit found that the plaintiff was likely to succeed on the merits of its trademark claim "because its delta-8 THC products are not prohibited by federal law, and they may therefore support a valid trademark." In so doing, the Ninth Circuit pointed to the plain text of the 2018 Farm Bill and found the Δ 8-THC in the plaintiff's products appear to fit comfortably within the statutory definition of 'hemp."

Absent a change in federal law, it is becoming clearer that current statute allows, or at the very least does not disallow, products derived from hemp as long as they do not contain a total delta 9-THC concentration of greater than 0.3%.

Several states have taken action with regard to the regulation of hemp-derived products intended for human consumption, including by inhalation. VDACS staff presented three states, Oregon, Colorado, and New York, as examples in the July 7 task force meeting, but each of these states also has a legal, regulated adult-use cannabis market (with New York's currently being finalized) making them poor comparisons to the Commonwealth's current posture. Traditional medical or adult-use cannabis producers have long seen hemp products as strong competitors in the marketplace as consumers continue to demand a wide variety of safe, regulated cannabis products.

While this question is still being answered in several states, my organization recommends Virginia review Florida's laws and regulations for hemp derived products.

Florida

Florida has become a national leader in its regulation of hemp-derived products intended for human consumption, either orally or via inhalation. The state regulates the products via its Department of Agriculture and Consumer Services (FDACS). Section 581.217, Florida Statutes, gives FDACS regulatory authority over Hemp and Hemp Extract intended for Human Consumption. As part of the State Hemp Program, FDACS Division of Food Safety has adopted Rule 5K-4.034, Florida Administrative Code.⁵

In a guide released by FDACS for hemp and hemp products producers, FDACS has outlined the various regulatory requirements, and several of these are very similar to both what VDACS requires under its authority via § 3.2-5145.2 and the new language within § 59.1-200, but there are a few important differences as well.

³ https://albop.com/oodoardu/2021/10/ALBOP-synthetic-delta8-THC-21-7520-signed.pdf, accessed via https://www.yahoo.com/now/us-doj-dea-clarifies-position-120600928.html

⁴ https://www.natlawreview.com/article/weeds-thicken-making-sense-ninth-circuit-s-decision-finding-delta-8-legal-under

⁵ https://www.fdacs.gov/content/download/89947/file/Hemp-Extract-for-Ingestion-and-Inhalation.pdf

The first is that Florida, in addition to regulating products intended to be consumed orally, also regulates those products intended to be consumed via inhalation. FDACS not only requires ingredients come from an approved source as VDACS does for food products, it also requires those manufacturers making products for inhalation be under inspection as well. In addition, Florida has extremely robust packaging and labeling requirements. In addition to requiring child-proof packaging, it requires the packaging to "minimize exposure to light" that could alter its contents' chemical composition. Labels must contain very specific information and warning labels verbatim. See these requirements for oral ingestion products and for inhalation in Exhibits 1 and 2 on the following pages.

Florida also has released specific guidance regarding delta 8-THC and other similar cannabinoids. In a notice posted on the FDACS website, the agency states, "At this time any hemp product intended for human or animal ingestion or inhalation which is sold in Florida must comply with all Florida statutes and rules. Any hemp or hemp extract products offered for sale or sold in Florida must comply with all labeling rules and have a certificate of analysis that shows a total THC (THCA x .8777 + THC Delta 9 = total THC) content of 0.3% or less. Any hemp or hemp extract product that does not comply with all statutes and rules is subject to enforcement and possible destruction by the Florida Department of Agriculture and Consumer Services."

With these inspection, labeling, and testing requirements, Florida both ensures that the industry is properly regulated and that consumers are protected, and that the industry can remain viable and operate under clear guidelines.

⁶ https://www.fdacs.gov/Cannabis-Hemp/Hemp-CBD-in-Florida and https://www.fdacs.gov/content/download/94040/file/Delta8.pdf

HEMP EXTRACT LABELING GUIDELINES INGESTION

1. Existing labeling requirements for packaged products include the following:

- · The identity of the product (this is not the same as the brand name).
- · A list of ingredients (including sub-ingredients) in order of abundance.
- The business name and address of the manufacturer, packer, or distributor (also referred to as the Responsible Party).
- An accurate declaration of the quantity of the net contents in both SI and U.S. Customary units, such as milliliters (ml) and fluid ounces (fl. oz).
- · A Nutrition Facts panel, unless exempt.
- · Servings per container and the serving size.
- The label, and advertisement, shall not contain claims indicating the product is intended for diagnosis, cure, mitigation, treatment, or prevention of disease rendering it a drug as defined in 21 U.S.C. 321(g)(1).

2. In addition to the above requirements, Hemp Extract intended for human consumption must be distributed and sold in a container that includes:

- A scannable barcode or quick response code linked to the certificate of analysis of the hemp extract by an independent testing laboratory.
- 2. The batch number,
- 3. The internet address of a website where batch information may be obtained,
- 4. The expiration date,
- 5. The number of milligrams of each marketed cannabinoid per serving.



Nutrition	Amount/serving % Daily Value*			Amount/serving		% Daily Value*	The % Daily Value (IDV) tells you how much a nutrient in a serving of food contributes to a daily diet. 2,000 colories a day is		
	Total Fat 1g 1%			Total Carbohydrate 0g				0%	
Facts	Saturated Fat 1g 5%			Dietary Fiber 0g				0%	
30 servings per container	Trans Fat 0g			Total Sugars 0g					
	Polyunsaturated Fat 1g			Includes 0g Added Sugars Sugar Alcohol 0g				0%	
Serving size	Monounsaturated Fat 0g								
1 dropperful (1mL)	Cholesterol Omg	olesterol Omg 0%			Protein 0g			0%	
Calories 10	Sodium 0mg 0%								
	Vitamin D 0mcg	0%	٠	Calcium 0mg	096	٠	Iron Omg	0%	
	Potassium 0mg	0%							

(Labels for example purposes only.)

HEMP EXTRACT LABELING GUIDELINES INHALATION

Existing labeling requirements for packaged products include the following:

- . The identity of the product (this is not the same as the brand name).
- · A list of ingredients (including sub-ingredients) in order of abundance.
- The business name and address of the manufacturer, packer, or distributor (also referred to as the Responsible Party).
- An accurate declaration of the quantity of the net contents in both SI and U.S. Customary units, such as milliliters (ml) and fluid ounces (fl. oz).
- The label, and advertisement, shall not contain claims indicating the product is intended for diagnosis, cure, mitigation, treatment, or prevention of disease rendering it a drug as defined in 21 U.S.C. 321(g)(1).

In addition to the above requirements, Hemp Extract intended for Inhalation must be distributed and sold in a container that includes:

- A scannable barcode or quick response code linked to the certificate of analysis of the hemp extract by an independent testing laboratory,
- 2. The batch number,
- 3. The internet address of a website where batch information may be obtained,
- 4. The expiration date,
- 5. The number of milligrams of each marketed cannabinoid per serving/container,
- 6. The statement "Not Intended for Ingestion Do Not Eat".



(Label for example purposes only.)

2022 Action and Beyond

Our organization was encouraged to see several policies for which we advocated end up in the final language that passed the 2022 General Assembly in HB 30 regarding hemp-derived products containing THC. These include:

- Sales restricted to only those consumers age 21 and above;
- Child resistant packaging;
- Clear labeling requirements, including how much and the potency of each cannabinoid in the product;
- Testing requirements for each product by independent laboratories accredited pursuant to standard ISO/IEC 17025 of the International Organization of Standardization by a thirdparty accrediting body;
- Protections for intellectual property, which will prevent dangerous copycat products from being marketed and sold to children and other consumers who may be unaware of what these products contain.

We appreciate the leadership of the Youngkin Administration on this issue and appreciate the Attorney General's quick action regarding those copycat and counterfeit products that are on the shelves. We stand ready to assist in any way we can in helping this industry get up to speed on the new requirements and weeding out the bad actors.

While our organization sincerely disagrees with the interpretation of the Virginia Department of Agriculture and Consumer Services (VDACS) regarding hemp-derived THC intended for human consumption, we also desire to continue to be a partner in this conversation. We believe that the language passed in HB 30 clarifies the legality of hemp-derived alternatives to delta 9-THC, which have also been federally legal since the passage of the 2018 Farm Bill.

We will continue to advocate not only for these products to remain on the shelves in a safely regulated manner, but we also desire additional requirements that will further ensure the safety of these products and earn the trust of consumers across the Commonwealth. Some examples of these additional requirements are below:

- Licensing requirements for each retail, wholesale, and manufacturing location;
- Designate who may enter stores (i.e. adults only;
- Requirements of where products should be kept and displayed (i.e. behind the counter)
- Additional items on the label, such as place of manufacturing and batch numbers; customer service number; and
- Large warning label on each package with the emergency call number and particular
 warning language. For example, this could read, "WARNING: THESE PRODUCTS
 CONTAIN THC DERIVED FROM INDUSTRIAL HEMP. THESE PRODUCTS ARE
 INTENDED FOR USE BY ADULTS 21 YEARS OF AGE AND OLDER. KEEP OUT
 OF REACH OF CHILDREN. CONSUMPTION OF THC IMPAIRS COGNITION AND
 YOUR ABILITY TO DRIVE AND MAY BE HABIT FORMING. THC SHOULD NOT
 BE USED WHILE PREGNANT OR BREASTFEEDING. EFFECTS OF HEMP

DERIVED PRODUCTS MAY BE DELAYED UP TO TWO HOURS. PLEASE USE EXTREME CAUTION."

Thank you once again for the opportunity to provide public comments. We look forward to continuing to engage with the task force and its members. These issues are extremely complex, but we are confident that Virginia can craft a positive solution for the future—one that both protects and informs consumers and that allows the hemp and hemp products industry to flourish.

Sincerely,

Yan Gleyzer, VHAA President

Department of Agriculture & Consumer Services
Task Force to Analyze Industrial Hemp Extracts
and Other Substances Containing Tetrahydrocannabinol
Intended for Human Consumption
Attn: Hon. Parker Slaybaugh, Deputy Secretary
Patrick Henry Building
1111 East Broad Street
Richmond, VA 23219

U.S. Hemp Roundtable's further written public comments addressing "whether any statutory or regulatory modifications are necessary to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing tetrahydrocannabinol that are intended for human consumption, orally or by inhalation, in the Commonwealth of Virginia"

Summary: In addition to overbroad age limitations that apply to intoxicating cannabis products and nonintoxicating hemp products alike, HB 30 contains novel and onerous labeling and packaging requirements of concern. While these standards may be appropriate for regulation of intoxicating products, they are both burdensome and unnecessary for nonintoxicating hemp. The solution is a commission—with representation from across the hemp and cannabis industries—that would make recommendations on how to appropriately assess intoxication in products. Subsequently, a stricter regulatory regime can be applied to intoxicating products.

The U.S. Hemp Roundtable—the hemp industry's leading national advocacy organization—previously submitted initial public comments regarding HB 30's age restrictions for hemp extract, food with hemp extract, and ingestible or inhalable hemp substances with any amount of THC. While the Roundtable agrees that age limitations for intoxicating cannabis products are both appropriate and necessary, such restrictions should not be applied to nonintoxicating hemp products, as they are in HB 30.

Along with its initial comments, the Roundtable appreciates the opportunity to submit these further written comments. The age limitations in HB 30 apply to intoxicating cannabis products and nonintoxicating hemp products alike—based solely on whether a substance contains *any amount* of THC. The Roundtable agrees that intoxicating products should be regulated in the same manner as adult-use cannabis, but these strict controls should not be broadly applied to nonintoxicating hemp products, simply because they contain some amount of THC.

The Roundtable urges Virginia to instead adopt the better policy approach being utilized in states like Colorado: creation of a commission to intentionally study the topic of intoxicating compounds and make recommendations on science-based standards for assessing what levels of these compounds are likely to cause intoxication, and what restrictions are appropriate. The commission should have broad representation from across the hemp and adult-use cannabis industries—

regulators, manufacturers, refiners, retailers, laboratories, consumer nonprofit organizations, and adult-use patients—which is missing from this Task Force. A fully representative commission will ensure that all stakeholder viewpoints are captured.

An intentional focus on accurately determining intoxication levels would inform whether other strict requirements of HB 30 should even apply to nonintoxicating hemp products. First, HB 30 exempts the mandatory regulations to be promulgated by the Board of Agriculture and Consumer Services from most of the provisions of Virginia's Administrative Process Act (section 2.2-4000 *et seq.*). In the Roundtable's view, the exemption is inconsistent with ensuring that hemp extract manufacturers, distributors, and consumers have adequate opportunities to take part in the regulatory process. Additionally, the exemption means that there is no procedure for contesting charged violations of the Board's regulations or appealing an adverse decision.

Second, HB 30 requires that any substance intended for human consumption, orally or by inhalation, that contains THC use child-resistant packaging. Only two other states have a similar requirement. Indeed, the vast majority of states does not require child-resistant packaging for lawful hemp products because, by nature, they are nonintoxicating and do not pose the same safety issues as adult use cannabis products. Child-resistant packaging also increases costs significantly for manufacturers and distributors. This is a clear example of a regulation that is very appropriate for intoxicating compounds, but unfair and unduly burdensome for safe, healthy, nonintoxicating products.

Third, HB 30 mandates that any substance containing THC and intended for human oral consumption or inhalation cannot be sold or offered for sale unless it is accompanied by a certificate of analysis produced by an ISO/IEC 17025 accredited independent laboratory that provides the THC concentration. In effect, the law appears to require not only that THC testing for hemp products be conducted by an ISO/IEC 17025 accredited laboratory, but also that an actual certificate of analysis be presented at the time of sale. It is possible that HB 30 intended to allow presentment of a certificate of analysis through a QR code or URL link on a product's label or packaging, which states routinely allow. But HB 30 is vague, possibly leading to regulatory uncertainty and marketplace confusion. If, on the other hand, HB 30 requires a paper certificate of analysis, the Roundtable strongly urges the Task Force to reject this requirement, as it will place onerous burdens on retailers. We are also not aware of any other state with the same or similar requirements.

The Roundtable again expresses its gratitude to the Task Force for focusing on the important topic of the safe and responsible manufacture and sale of THC-containing hemp extracts in Virginia, and thanks the Task Force for the invitation to submit written comments.

To: Secretary Lohr

Virginia Department of Agriculture and Consumer Services

Re: Task Force Meeting July 7, 2022

Please accept my comments on the recent task force meeting "Task Force to Analyze Industrial Hemp Extracts and other Substances Containing Tetrahydrocannabinol Intended for Human Consumption" held on July 7, 2022.

In 2018, domestic hemp production was fully legalized under the U.S. Farm Bill.¹ Prior to 2018, hemp and hemp-containing products could be imported into the U.S. or manufactured into finished goods that would ultimately enter the U.S. market; however, the crop itself could not be domestically grown.² The 2018 farm bill expanded the definition of hemp, originally established in statute as part of the 2014 farm bill (7 U.S.C. §5940(b)(2)), codified in Section 297A of the Agricultural Marketing Act of 1946 (AMA). The amended definition defines hemp to mean: the plant "Cannabis sativa L. and any part of that plant, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol concentration of not more than 0.3 percent on a dry weight basis.

While there has been debate about the intent of the 2018 Farm bill and while it was not meant to address hemp-derived Delta-8 products specifically, the farm bill effectively legalized it and other hemp-derived cannabinoids. In a position statement (attached) dated June 22, 2021, Kight Law, on behalf of the Hemp Industries Association, affirmed, unequivocally, that delta-8 THC is neither federally illegal nor a synthetic product.

Making the cannabis plant itself a Schedule 1 substance to begin with was a tragic error that has had countless negative impacts on our society. By redefining hemp to include its "extracts, cannabinoids and derivatives," Congress explicitly removed popular hemp products — such as hemp-derived cannabidiol (CBD) — from the purview of the Controlled Substances Act (CSA). Accordingly, the Drug Enforcement Administration no longer has any possible claim to interfere with the interstate commerce of hemp products.³

In a letter (attached) dated September 15, 2021, from Terrence L. Boos, Ph.D., Chief Drug & Chemical Evaluation Section, Diversion Control Division of the Drug Enforcement Agency to Donna C. Yeatman, R.Ph., Executive Secretary of the Alabama Board of Pharmacy Mr. Boos states that "cannabinoids extracted from the cannabis plant that have a delta-9 THC concentration of not more than 0.3 percent on a dry weight basis meet the definition of "hemp" and thus are not controlled under the Controlled Substances Act.



¹ Agriculture Improvement Act of 2018, Public Law 115-334 (Dec.2018)

² But for the USDA limited pilot program launched in 2014, *Legitimacy of Industrial Hemp Research* (U.S. Farm Bill of 2013, Section 7606, H.R. 2642), and prior to the 1930s.

³ https://madebyhemp.com/2018-farm-bill-hemp-cbd/

Hemp-derived cannabinoids comprise the bulk of finished products goods in the hemp industry. Chase Hubbard, senior analyst at The Jacobsen/FastMarkets, recently estimated that 75% to 90% of crude extract is used for isomerization to cannabinoids like delta-8 THC.⁴ Restricting them would take away the largest (by far) market hemp farmers have for their products.



During the taskforce meeting, several references to safety concerns were made.

Mr. Ryan Davis noted that there have been no studies of short or long-term effects of hemp-derived cannabinoids like delta-8. However, the first article on delta-8 ("Isomerization of Cannabidiol to Tetrahydrocannabinoids") was published in 1941 and research into delta-8 began in 1942 which led to preliminary studies regarding delta-8's medicinal uses.⁵

There are more recent studies as well. For example, a unique collaboration between researchers from the University at Buffalo and the University of Michigan is shedding important new light on this compound. The team published two papers based on their survey of more than 500 participants' experiences with delta-8-THC and how it compared to cannabis. The words of one user best describe the overarching views shared by survey participants: That delta-8-THC is like delta-9's "nicer younger sibling" because it provides all the benefits with fewer adverse reactions. Separately, another study found that hyperactivity, paranoia, and anxiety are very rare among delta-8 THC users. The study found that hyperactivity, paranoia, and anxiety are very rare among delta-8 THC users.

According to Daniel J. Kruger, Ph.D., one of the team members and a research investigator in the Population Studies Center at the University of Michigan who also has a faculty affiliation at University of Buffalo, "It's paradoxical that different states and municipalities are opening up to delta-9, it's becoming more available and increasingly legalized, and yet they're putting the brakes on delta-8, even though it seems to have a better profile in terms of its effects".

Other studies include:

- A Double-Blind, Randomized, Placebo-Controlled Test of the Effects of Cannabidiol on Experiences of Test Anxiety Among College Students⁹
- Cannabinoids to Improve Health-Related Quality of Life in Patients with Neurological or Oncological Disease: A Meta-Analysis¹⁰
- Consumer Experiences with Delta 8 THC: Medical Use, Pharmaceutical Substitution, and Comparisons with Delta-9-THC¹¹

⁴ https://thejacobsen.com/price-reporting/hemp-pricing/

⁵ https://vidaoptimacbd.com/blogs/cannabis-encyclopedia/who-discovered-delta-8-thc

⁶ https://jcannabisresearch.biomedcentral.com/articles/10.1186/s42238-021-00115-8

⁷ https://cfah.org/is-delta-8-thc-safe/

⁸ https://medicalxpress.com/news/2022-01-largest-date-delta-thc-users-delta-.html

⁹ https://pubmed.ncbi.nlm.nih.gov/35861792/

¹⁰ https://www.researchgate.net/publication/362165836_Cannabinoids_to_Improve_Health-

Related Quality of Life in Patients with Neurological or Oncological Disease A Meta-Analysis

¹¹ https://pubmed.ncbi.nlm.nih.gov/34797727/

Even without the myriad of studies on hemp derived cannabinoids it is clear they are safer than, for example, alcohol. Hemp-derived cannabinoids like delta-8 have been on the market for two years, during which time more than 280,000 people have died from excessive alcohol use in the U.S. Contrast that to zero overdose deaths from hemp derived cannabinoids.



Concerns about consumer safety demand that regulations on these products focus on ensuring the products are safe for ingestion by adults. Given the explosive demand for these products, and because they can be produced easily and cheaply (if you don't care about quality/purity), banning hemp-derived cannabinoids will inevitably lead to black markets full of unsafe products. Several states have addressed this concern by requiring third party lab testing to ISO 17025 standards, basic information on product labels, child-resistant packaging and, of course, adult-use only. A simple scan of QR codes can provide a consumer test results prior to them making a purchase.

We do not manufacture products meant to treat, diagnose, or improve medical conditions but it bears noting that there are many other entities focused on providing relief to adult consumers via alternative routes, some of which are focused on reducing opioid overdoes, deaths and cost to state medical programs. One study concluded that laws permitting cannabis use laws are "associated with significantly lower state-level opioid overdose mortality rates." Another concluded state-wide medical cannabis legalization appears to have been associated with reductions in both prescriptions and dosages of Schedule III (but not Schedule II) opioids received by Medicaid enrollees in the United States. ¹³

Ms. Erin Williams provided information on how other states are addressing regulating hemp derived cannabinoids. For context, it is important to note that "Big Cannabis" and major cannabis law firms have lobbied legislators and regulators to block the sale of hemp-based cannabinoids in many states to protect *their* adult-use and medical cannabis markets. ¹⁴

Absent from Ms. Williams presentation were the following data points:

- The three states (New York, Colorado, and Oregon) highlighted at the taskforce meeting all have robust recreational marijuana programs, creating an environment where alternatives like hemp-derived cannabinoids like delta-8 are viewed as overt competition.
- New Jersey, Louisiana, Florida, Oklahoma, North Carolina, Georgia, Connecticut, Illinois, Tennessee, Maryland, Montana, Vermont, and Washington have declined to prohibit hemp derived cannabinoids like delta-8 or have regulated them reasonably to ensure consumer safety via testing requirements and common-sense labeling and descriptors.
- To block access to retail markets, cannabis trade organizations' attempts to collude against hemp cannabinoid suppliers are also impacting the fiber, grain, and cannabinoid sectors, pushing them to the brink of failure. This has resulted in enormous economic impact to the hemp industry, with estimated impacts in 2021 to the hemp fiber and grain sectors exceeding \$20 billion \$25 billion; the impact estimated in 2021 for hemp is larger than the entire legal cannabis market in 2020. 15

¹² https://pubmed.ncbi.nlm.nih.gov/25154332/

¹³ https://pubmed.ncbi.nlm.nih.gov/29989239/

¹⁴ https://letstalkhemp.com/duped-by-big-dope/

¹⁵ https://letstalkhemp.com/duped-by-big-dope/

Despite only being legalized in 2018, the CBD industry launched well over a decade ago. The global cannabidiol (CBD) market is estimated to reach \$47.22 billion¹⁶ by 2028, up from \$4.9 billion in 2021 with no regulation from FDA. The delta-8 and hemp-derived cannabinoid market is estimated between \$5 billion and \$8 billion with 75-90% of biomass being used in finished goods like gummies, tinctures, vapes.



You have one chance to support a nascent but growing industry which, at this time, is almost entirely bolstered by hemp-derived cannabinoids like delta-8. We urge you to consider all factors and support famers, processors, finished goods manufacturers and consumers by turning away from prohibition and supporting innovation, small business, and the economy.

Sincerely,



Cynthia Cabrera Chief Strategy Officer Hometown Hero CBD

 $^{^{16}\} https://rss.globenewswire.com/en/news-release/2022/02/08/2380516/0/en/CBD-Cannabidiol-Market-Size-to-Reach-USD-47-22-Billion-by-2028-Increased-Demand-for-CBD-Cannabidiol-for-Health-and-Wellness-Purposes-to-Drive-Market-Vantage-Market-Research.html$



June 11, 2021

POSITION STATEMENT OF THE HEMP INDUSTRIES ASSOCIATION REGARDING DELTA-8 THC AND OTHER HEMP-DERIVED CANNABINOIDS

This position statement addresses the legal status of hemp-derived cannabinoids, including delta-8 tetrahydrocannabinol ($\Delta 8 THC$), under federal law. The specific issue addressed is: "Are hemp-derived cannabinoids and compounds, including $\Delta 8 THC$, with delta-9 tetrahydrocannabinol ($\Delta 9 THC$) concentrations that do not exceed three tenths of one percent (0.3%) on a dry weight basis controlled substances under United States (US) federal law?" For the reasons set forth in this position statement, and subject to the qualifications contained in it, the position of the Hemp Industries Association (HIA) is that the answer to this question is "no".

The analysis contained in this position statement is based on the Agricultural Act of 2014 (2014 Farm Bill)¹, the Agriculture Improvement Act of 2018 (2018 Farm Bill)², the federal Controlled Substances Act (CSA)³, the federal Analogue Act (AA)⁴, and the Drug Enforcement Administration's (DEA) recently published Interim Final Rule (IFR)⁵. This position statement is limited to analyzing the legal status of Δ 8THC and other hemp-derived cannabinoids and compounds under the CSA. It does not discuss the laws of any particular state nor any requirements under the Food, Drug & Cosmetic Act (FDAC) and associated regulations by the Food and Drug Administration (FDA)⁶ or any other federal agency.

The undersigned are attorneys for the HIA. This document is the official position of the HIA regarding the matters it addresses. **This position statement and its contents are not intended to be legal advice and should not be construed or relied upon as legal advice.** If you have questions regarding the issues discussed in this position statement you should consult with an attorney.

EXECUTIVE SUMMARY

a. Δ8THC is a cannabinoid produced by hemp

 $\Delta 8 THC$ is a cannabinoid of the tetrahydrocannabinol (THC) "family" of compounds commonly derived from the cannabis plant, including hemp as defined in the 2018 Farm Bill. It is a double bond isomer of $\Delta 9 THC$, a more well-known cannabinoid in the

¹ 7 U.S. Code § 5940

² 7 U.S. Code § 16390 et seq.

³ 21 U.S. Code § 801 et seq.

^{4 21} U.S. Code § 813

⁵ Implementation of the Agriculture Improvement Act of 2018, 85 Fed. Reg. 51639

^{6 21} U.S. Code §§ 1-2335

tetrahydrocannabinol family that is also produced by the cannabis plant. An isomer is one of two or more compounds that contain the same number of atoms of the same elements but differ in structural arrangement and properties. There are thirty (30) known THC isomers. With respect to Δ8THC and Δ9THC, they differ with respect to the location of a double bond. Specifically, the THC molecule contains a structure called a "cyclohexane" ring" composed of six carbon atoms arranged in a ring, each of which is bonded to two hydrogen atoms. All but one pair of the carbon atoms in the ring are linked by single covalent bonds. The remaining pair is linked by a double bond. The location of the double bond distinguishes Δ8THC from other isomers of THC, such as Δ9THC and Δ10THC, in which the double bond is on a different location in the cyclohexane ring.⁷

b. Δ8THC extracted from hemp is not a controlled substance under federal law

Despite their similarities, the structural difference between Δ8THC and Δ9THC makes a substantial difference in how they affect our bodies. It also affects their legal status. Δ8THC from hemp is not a controlled substance. This is because the 2018 Farm Bill broadly legalized hemp, the definition of which specifically includes hemp "derivatives", "extracts", "cannabinoids", "isomers", etcetera that do not contain $\Delta 9$ THC concentrations that exceed 0.3% on a dry weight basis. Moreover, Δ8THC is not a controlled substance under the federal Analogue Act⁸ due to the fact that the tetrahydrocannabinols found in hemp are exempt from the CSA by virtue of the 2018 Farm Bill. Additionally, the effects of $\Delta 8$ THC are not substantially similar to the effects of $\Delta 9$ THC, a schedule 1 controlled substance under federal law except as set forth in the 2018 Farm Bill.

c. Δ8THC derived from CBD does not meet the definition of "synthetic THC", but even if it does it is not a controlled substance

There is significant confusion regarding the legal status of Δ8THC produced from cannabidiol (CBD) extracted from hemp. This confusion is primarily due to the chemical process used to derive Δ8THC from CBD. This process raises the question of whether the resulting $\Delta 8$ THC is "synthetic" or not. It is not entirely clear whether $\Delta 8$ THC produced from CBD qualifies as a "synthetic" form of THC under US law since no generally accepted legal definition of the term "synthetic" exists. As discussed below, the better view is that it is not synthetic. However, even if is categorized as "synthetic THC", this does not render hemp-derived Δ8THC a controlled substance since the 2018 Farm Bill clearly defined "hemp" to include its "derivatives", which by definition are "synthetic" (specifically, "bio-

⁷ https://sensiseeds.com/en/blog/cannabinoid-science-101-what-is-thctetrahydrocannabinol/#:~:text=The%20THC%20molecule%20contains%20a,bonded%20to%20two%20h ydrogen%20atoms.&text=The%20position%20of%20this%20double,extent%20of%20its%20psychoactiv e%20effect.

⁸ Ibid. FN 4.

⁹ Unless otherwise stated, all references to CBD in this letter are to CBD that has been extracted from hemp.

synthetic") compounds.

As a matter of statutory interpretation, when two federal laws appear to be in conflict on an issue and one of the laws is older and more general than the other, the more recent and specific law controls. Legally speaking, this is referred to as the doctrine of "lex specialis", which means that "the more specific controls over the general." In this case, the older and more general law is the CSA, which generally includes "THC", including its synthetic forms, on the list of controlled substances. The more recent and specific law is the 2018 Farm Bill, which expressly removes "hemp" from the CSA. Under the 2018 Farm Bill, "hemp" includes its derivatives, among which is Δ 8THC. For this reason, hemp-derived Δ 8THC is lawful under federal law.

d. The hemp industry should advocate for safe $\Delta 8THC$ products and production methods

Despite the fact that hemp-derived $\Delta 8THC$ is lawful under US federal law, its rapid proliferation combined with a general lack of regulation has precipitated the entrance of substandard products into the market, many of which contain adulterants, contaminants, and toxins that may be harmful to consumers. The HIA strongly encourages safety in manufacturing, production, and consumption of hemp cannabinoids in order to ensure safe use by consumers and market expansion for the industry.

e. Prohibition is a failed concept that should not be applied to $\Delta 8THC$ or other hemp-derived cannabinoids

Finally, we note from a historical perspective that the idea of prohibition is a failed concept. 10 Recently, a few states across the country have begun regulating $\Delta 8THC$, including by banning it outright. An archaic and prohibitionist approach to this and other hemp cannabinoids will likely result in $\Delta 8THC$ products entering the illicit "black market", rendering them nearly impossible to regulate. On the other hand, responsible regulation of $\Delta 8THC$ products will allow the hemp industry to continue its rapid expansion while maintaining a consumer protection driven approach to the marketplace. In an attempt to have consistency across the country, the HIA encourages the FDA to regulate $\Delta 8THC$ and other hemp compounds, including CBD, based on the fact they have been safely consumed by humans and animals for thousands of years. 11

¹⁰ See, eg. "*Prohibition Was a Failed Experiment in Moral Governance*", Annika Neklason, published in The Atlantic, January 16, 2020: https://www.theatlantic.com/ideas/archive/2020/01/prohibition-was-failed-experiment-moral-governance/604972/

¹¹ See, eg, "Oldest evidence of marijuana use discovered in 2500-year-old cemetery in peaks of western China", Andrew Lawler, published in Science, June 12, 2019:

https://www.sciencemag.org/news/2019/06/oldest-evidence-marijuana-use-discovered-2500-year-old-cemetery-peaks-western-china

Δ8THC FROM HEMP IS NOT A CONTROLLED SUBSTANCE

Hemp initially became exempt from the CSA, and thus removed from the list of controlled substances, by virtue of the 2014 Farm Bill ¹² when produced pursuant to a state's industrial hemp pilot program. The current Farm Bill ¹³, enacted at the end of 2018, expressly provides that hemp-derived cannabinoids, derivatives, extracts, and isomers are included within the definition of lawful hemp. In other words, from a legal standpoint they are all "hemp". Specifically, the 2018 Farm Bill distinguishes lawful hemp from illegal marijuana¹⁴ and defines hemp as follows:

(1) HEMP.—The term 'hemp' means the plant Cannabis sativa L. and any part of that plant, including the seeds thereof <u>and all derivatives</u>, <u>extracts</u>, <u>cannabinoids</u>, <u>isomers</u>, acids, salts, and salts of isomers, <u>whether growing or not</u>, with a delta-9-tetrahydrocannabinol concentration of not more than 0.3 percent on a dry weight basis. (<u>emphasis</u> added)¹⁵

The 2018 Farm Bill treats hemp as an agricultural commodity, putting it on par with wheat, grain, and soy. Hemp is not a controlled substance under the CSA. In Importantly, under the 2018 Farm Bill hemp-derived "cannabinoids", "derivatives", "extracts", "isomers", etcetera are themselves "hemp" and thus not controlled substances. $\Delta 8$ THC and other minor cannabinoids found in hemp are "cannabinoids". They are not controlled substances when derived from hemp, regardless of their concentrations.

Δ8THC DERIVED FROM CBD IS NOT A CONTROLLED SUBSTANCE

It is clear that $\Delta 8 THC$ which is naturally expressed in, and extracted from, the hemp plant is not a controlled substance. Currently, most $\Delta 8 THC$ on the market is a derivative of CBD from hemp. This is because current hemp cultivars do not express $\Delta 8 THC$ in sufficient concentrations or quantities to be viable economically. For the reasons stated below, $\Delta 8 THC$ derived from CBD¹⁷ is not a controlled substance.

As discussed above, under the 2018 Farm Bill's definition of "hemp", cannabinoids from hemp are the same thing as "hemp". This includes CBD extracted from hemp, which falls within the definition of "hemp" under the 2018 Farm Bill. The statute does not distinguish between a hemp plant and its cannabinoids, extracts, derivatives, etcetera. From a legal

¹² Ibid. FN 1.

¹³ Ibid. FN 2.

¹⁴ 21 U.S.C. § 802(16)

¹⁵ 7 U.S.C. § 1639o(1)

¹⁶ 21 U.S.C. § 802(16)(B): "The term "marihuana" does not include— (i) hemp, as defined in section 16390 of title 7"

¹⁷ CBD is one of the most abundant cannabinoids in cannabis and can be extracted from either a marijuana or a hemp plant. In this statement, all references to CBD are to CBD from hemp.

standpoint, all of these things are lawful "hemp". A derivative of CBD is by definition a derivative of hemp and is thus not a controlled substance. A fundamental legal question is whether or not $\Delta 8THC$ produced from CBD is a "derivative" of CBD. For the reasons discussed below, the answer is "yes".

The Chemicool Dictionary defines a "derivative" as "a compound that can be imagined to arise or actually be <u>synthesized</u> from a parent compound by replacement of one atom with another atom or group of atoms." (<u>emphasis</u> added) ¹⁸ Wikipedia defines a chemical derivative as "a compound that is derived from a similar compound by a chemical reaction." ¹⁹

All of the standard operating procedures (SOP) we have reviewed for deriving $\Delta 8THC$ from CBD describe a chemical reaction initiated by a catalyst in which the CBD is converted to $\Delta 8THC$ and other minor cannabinoids and compounds. In fact, the US government holds a patent for converting CBD to $\Delta 8THC$.²⁰ In an informal survey of four highly respected US analytical scientists, three of whom are the chief science officers for hemp and cannabis analytical testing laboratories²¹, all unanimously agreed that $\Delta 8THC$ does not degrade, oxidize, or otherwise convert to $\Delta 9THC$ by the mere application of heat. In fact, it appears that $\Delta 8THC$ is more stable than $\Delta 9THC^{22}$, which degrades over time into a different cannabinoid, cannabinoil (CBN).

Based on most commonly used processes for producing $\Delta 8 THC$ from CBD, including a US government patented SOP, $\Delta 8 THC$ "arises from a parent compound" (i.e., CBD) through a true "chemical reaction" (i.e., not just a heat-induced transformation or degradation). For this reason, $\Delta 8 THC$ is a "derivative" of CBD under the above definitions.

Finally, since the statutory definition of "hemp" includes CBD, of which $\Delta 8THC$ is a derivative, $\Delta 8THC$ falls within the statutory definition of hemp and is not a controlled substance. This conclusion follows the general rule, adopted in the 2018 Farm Bill, that the source of a cannabinoid determines its legal status. When a cannabinoid is derived

¹⁸ https://www.chemicool.com/definition/derivative.html

¹⁹ https://en.wikipedia.org/wiki/Derivative (chemistry)

²⁰ "Conversion of cbd to delta8-thc and delta9-thc", US Patent No. US20040143126A1. https://patents.google.com/patent/US20040143126A1/en

²¹ The names of these four scientists are not included in this position statement, nor are their individual responses. This is because our inquiry regarding this particular issue was general in nature and none of the scientists were made aware of this position statement or any facts whatsoever about the basis for our inquiry. They responded in good faith as friends and professionals in the industry to the following question: "In your opinion, is it possible for delta-8 to convert to delta-9 via the heat applied through vaping and/or a GC crime lab test?"

²² Abrahamov, Aya; Abrahamov, Avraham; Mechoulam, R. (1995). "An efficient new cannabinoid antiemetic in pediatric oncology". *Life Sciences*. 56 (23–24): 2097–2102. doi:10.1016/0024-3205(95)00194-b b. ISSN 0024-3205. PMID 7776837.

from marijuana it is a controlled substance; however, when it is derived from hemp it is not a controlled substance. This is known in the hemp industry as the "Source Rule".²³

Δ8THC FROM HEMP IS NOT A CONTROLLED SUBSTANCE UNDER THE FEDERAL ANALOGUE ACT

 $\Delta 8$ THC from hemp is not a controlled substance under the federal Analogue Act (AA) ²⁴. The AA provides for any chemical that is "substantially similar" to a controlled substance listed in Schedule I or II of the CSA, and which has a "stimulant, depressant, or hallucinogenic effect on the central nervous system (CNS) that is substantially similar to or greater than" the controlled substance, to be treated as if it were listed in Schedule I when intended for human consumption. There are several reasons that hemp-derived $\Delta 8$ THC is not a controlled substance under the AA.

First, the CSA expressly provides that "tetrahydrocannabinols in hemp" are not controlled substances. This specificity in the CSA as to THC in hemp overrides any contrary general provisions in the AA. (See, eg, discussion of *lex specialis*, above.) Second, the effect that $\Delta 8$ THC has on the CNS is not substantially similar to the effects of $\Delta 9$ THC, a Schedule 1 controlled substance except as set forth in the 2018 Farm Bill. Its effects are up to ten (10) times <u>less potent</u>. Third, hemp has been removed from the CSA. As discussed above, hemp-derived $\Delta 8$ THC meets the legal definition of "hemp" under the Farm Bill. Legally speaking, it is "hemp" and is not a controlled substance. For these reasons, $\Delta 8$ THC from hemp is not a controlled substance under the AA.

THE DRUG ENFORCEMENT ADMINISTRATION MAY CONTEND THAT A8THC FROM CBD IS AN UNLAWFUL FORM OF SYNTHETIC THC

The DEA has not taken a public position on hemp-derived $\Delta 8$ THC. However, it is worth mentioning that on August 21, 2020, the DEA published its IFR in the federal register.²⁷ In

²⁵ 21 U.S.C. § 812(c)(17)

²³ See, eg., https://cannabusiness.law/cbd-and-the-source-rule/;
https://www.cannabisbusinessexecutive.com/2018/06/cbd-not-controlled-substance-source-rule-applies/; https://www.forbes.com/sites/roberthoban/2020/06/24/cbd-has-never-been-a-controlled-substance/?sh=1af03d594569

²⁴ Ibid. FN 4.

²⁶ See, eg, Ibid. FN 22, which asserts that $\Delta 8$ THC "is generally considered to be 50% less potent than $\Delta 9$ -THC and has been shown in some cases to be 3-10 times less potent." See also, "Delta-8- and delta-9-tetrahydrocannabinol; Comparison in man by oral and intravenous administration", by Leo E. Hollister M.D. and H. K. Gillespie B.A., Volume 14, Issue 3 of Clinical Pharmacology and Therapeutics, 1973, which found that the potency of $\Delta 8$ THC relative to $\Delta 9$ THC is two-thirds (2/3).

²⁷ "Implementation of the Agriculture Improvement Act of 2018", Federal Register Volume 85, Number 163 (Friday, August 21, 2020).

its IFR, the DEA set forth its position on the 2018 Farm Bill. The IFR contains the following statement:

"The [2018 Fam Bill] does not impact the control status of synthetically derived tetrahydrocannabinols (for Controlled Substance Code Number 7370) because the statutory definition of "hemp" is limited to materials that are derived from the plant Cannabis sativa, L. For synthetically derived tetrahydrocannabinols, the concentration of $\Delta 9$ -THC is not a determining factor in whether the material is a controlled substance. All synthetically derived tetrahydrocannabinols remain schedule I controlled substances." (emphasis added)

This prohibition on "synthetically derived tetrahydrocannabinols" does not explicitly mention $\Delta 8 THC$. Additionally, the DEA recently released the following statement regarding $\Delta 8 THC$:

"Delta 8 THC was added to the controlled substances list in August 2020 on an interim basis while pending final disposition. As DEA is currently undergoing the rulemaking process regarding the implementation of the Agriculture Improvement Act of 2018 - which includes the scope of regulatory controls over marijuana, tetrahydrocannabinols, and other marijuana-related constituents - we would be unable to comment on an any impact in legality of tetrahydrocannabinols, Delta 8 included, until the process is complete. We are in the process of reviewing thousands of comments and do not speculate on what could happen as a result."²⁸

However, since it is *possible* that the DEA may ultimately construe the chemical reaction that is required to derive $\Delta 8THC$ from CBD as a process that results in a "synthetic" form of THC, and thereby contend that it is a controlled substance, the following discussion is to proactively rebut the contention that $\Delta 8THC$ from CBD is an illegal synthetic form of THC.

a. Is Δ8THC from CBD "synthetic"

The term "synthetic" is not a term of art under US law. It has no set legal definition. Although the DEA has used the term "synthetic THC" in a number of publications its definitions vary. ²⁹ In a 2017 letter to the US Sentencing Commission³⁰, the DEA proposed

https://www.deadiversion.usdoj.gov/fed_regs/rules/2001/fr10092.htm;

²⁸ https://abc13.com/society/what-is-delta-8-and-why-is-it-considered-legal-weed-in-texas/10674338/

 $^{^{29} \} See \ eg, \ \underline{https://www.deadiversion.usdoj.gov/synthetic_drugs/about_sd.html};$

https://www.dea.gov/sites/default/files/sites/getsmartaboutdrugs.com/files/publications/DoA 2017Ed Up dated 6.16.17.pdf#page=88; https://www.dea.gov/factsheets/spice-k2-synthetic-marijuana

³⁰ https://www.ussc.gov/sites/default/files/pdf/amendment-process/public-comment/20171027/DEA.pdf

to define a "synthetic cannabinoid" as a "substance that acts as an agonist at the CB1 receptor." While this definition may be helpful to the DEA and federal prosecutors in sentencing hearings due to years of confusion about whether or not the inclusion of THC in the CSA refers only to synthetic THC or to all forms of THC, it does not illuminate what is actually meant by "synthetic" since it captures most cannabinoids, including those naturally occurring in hemp.

According to a 2014 DEA Rule³¹, "[s]ynthetic cannabinoids are a large family of compounds that are functionally (biologically) similar to delta9-tetrahydrocannabinol (THC), the main active ingredient in marijuana. Synthetic cannabinoids, however, are not organic but are chemicals created in a laboratory." The DEA employs a similar, but not quite identical, definition in a 2011 Rule³²: "[s]ynthetic cannabinoids are a large family of chemically unrelated structures functionally (biologically) similar to THC, the active principle of marijuana." The DEA further asserts in the 2011 Rule that "synthetic" refers to "nonorganic... chemicals created in a laboratory."

Additionally, an expert witness for the DEA stated the following about synthetic cannabinoids while under examination in a hearing:

"[U]nlike THC, which is a partial agonist, synthetic cannabinoids are full agonists. This means, according to Dr. Trecki [a DEA pharmacologist who routinely testifies for the Government in criminal cases about the nature and effects of synthetic cannabinoids], synthetic cannabinoids produce a more intense reaction than THC."³³

Given the above, it is difficult to determine what the DEA means by "synthetic THC". Based on the various definitions and positions cited above, we can arrive at multiple conclusions about whether or not delta-8 THC is "synthetic". On the "synthetic" side, we can point to the fact that $\Delta 8 THC$ can be produced in a laboratory from another compound, namely CBD.

On the "not synthetic" side, we can point to the fact that $\Delta 8 THC$ is chemically related to THC. As discussed above, it is a THC isomer. According to the DEA, a cannabinoid must be "chemically *unrelated*" to THC in order to be "synthetic". While this definition clearly includes "Spice", "K2", and other synthetic compounds designed to be full agonists of CB1 receptors that are not derived from cannabis and are not chemically related to THC³⁴, it does not include $\Delta 8 THC$. Additionally, to meet the DEA's definition of "synthetic", $\Delta 8 THC$

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³¹ "Schedules of Controlled Substances: Temporary Placement of Four Synthetic Cannabinoids Into Schedule I", Federal Register Volume 79, Number 27 (Monday, February 10, 2014)

³² "Schedules of Controlled Substances: Temporary Placement of Five Synthetic Cannabinoids Into Schedule I", Federal Register Volume 76, Number 40 (Tuesday, March 1, 2011).

³³ <u>United States v. Hage, 741 Fed. Appx. 194, 195, 2018 U.S. App. LEXIS 18752, *1, 2018 WL 3385467</u>

³⁴ See, eg, https://www.drugabuse.gov/publications/drugfacts/synthetic-cannabinoids-k2spice

must be a non-organic chemical created in a laboratory. $\Delta 8 THC$ from CBD is created in a laboratory, though it is also an organic chemical naturally expressed in the hemp plant. Additionally, in response to the DEA's star expert witness, Dr. Trecki, $\Delta 8 THC$ is not a full CB1 agonist nor does it produce as intense a reaction as delta-9 THC, both of which are required for $\Delta 8 THC$ to meet the definition of "synthetic THC".

Based on the above, the question of whether $\Delta 8THC$ is "synthetic" appears to be unresolved, though the best answer appears to be "no".

b. Even if Δ8THC from CBD is "synthetic", it is not a controlled substance

With respect to the legal status of $\Delta 8 THC$ under federal law, it does not matter if hemp-derived $\Delta 8 THC$ is deemed to be "synthetic" or not. Either way, it is not a controlled substance. Neither the 2018 Farm Bill, nor any other federal statute, defines what is meant by a hemp "derivative". Absent a statutory definition, it is reasonable to rely on the definition that is commonly used in the context in which the term appears. In this context, the term "derivative" arises in the 2018 Farm Bill's definition of "hemp". Specifically, the 2018 Farm Bill uses the term "derivative" in a scientific context and so a scientific definition is most appropriate. As stated above, the Chemicool Dictionary defines "derivative" as:

"a compound that can be imagined to arise or <u>actually be synthesized</u> from a parent compound by replacement of one atom with another atom or group of atoms." (<u>emphasis</u> added)

Importantly, the definition actually <u>includes</u> the term "synthesis". Additionally, the process that is described in the Chemicool definition is exactly what happens when hemp-derived CBD is *isomerized* (another 2018 Farm Bill term) and becomes $\Delta 8THC$. When viewed in this light, it is clear that the 2018 Farm Bill both anticipated and expressly includes hemp derivatives, such as $\Delta 8THC$, within the definition of "hemp".

This leads to the final point on this issue, which is that the 2018 Farm Bill, which removed hemp from the CSA, controls with respect to the legal status of $\Delta 8 THC$. When two federal laws appear to be in conflict on an issue and one of the laws is both older and more general than the other, the more recent and specific law will control. As discussed above, this maxim is called "lex specialis", which means that "the more specific controls over the general." In this situation, the older and more general law is the CSA, which generically includes "THC", including its synthetic forms, on the list of controlled substances. The more recent and specific law is the 2018 Farm Bill, which expressly removes "hemp" from the CSA. Under the 2018 Farm Bill, "hemp" includes its derivatives, among which is $\Delta 8 THC$.

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³⁵ See, eg. <u>United Ref. Co. Incentive Sav. Plan v. Morrison, 2013 U.S. Dist. LEXIS 166186, *11, 2013 WL 6147672</u>

THE HEMP INDUSTRY SHOULD ADVOCATE FOR SAFE Δ8THC AND OTHER HEMP PRODUCTS

As a final note, the HIA believes it is important to address a growing concern about the safety of $\Delta 8 THC$ products that contains adulterants, contaminants, and/or other toxins that arise from the production process. 36 $\Delta 8 THC$ itself appears to be safe. 37 In fact, there have been zero cases of death associated with cannabinoid overdoses, including THC cannabinoids. However, $\Delta 8 THC$ produced using substandard methods and facilities can be harmful both to consumers and the hemp industry. Additionally, irresponsible manufacturing methods have the potential to create massive legal and financial liability for such producers. For these reasons, it is important for the hemp industry to be a strong advocate for safe $\Delta 8 THC$ products and to discourage substandard or questionable production methods while seeking to put an end to the distribution of $\Delta 8 THC$ products that contain adulterants. It is the HIA's position that hemp products should help people, not harm them.

CONCLUSION

The cannabinoid $\Delta 8THC$ is not a controlled substance under the federal CSA when it is from hemp, including when derived from CBD. This is because the federal legal definition of hemp, which has been removed from the CSA, includes "cannabinoids" and "derivatives". Additionally, tetrahydrocannabinols in hemp are not controlled substances. With respect to the AA, $\Delta 8THC$ from hemp is not a controlled substance because $\Delta 8THC$ does not have an effect on the CNS that is substantially similar to a controlled substance and hemp-derived $\Delta 8THC$ meets the definition of "hemp" under the Farm Bill. Although $\Delta 8THC$ derived from CBD may be classified as a "synthetic" form of THC, the better view is that it does not meet the definition of a "synthetic" cannabinoid. Regardless of whether it is deemed to be "synthetic" or not, $\Delta 8THC$ is not a controlled substance since hemp derivatives have been removed from the CSA and a derivative is, by definition, a synthetic compound.

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³⁶ See eg, a recent Bloomberg article by Tiffany Kary, "Pot Producers Are Pushing to Clamp Down on Delta-8 THC" ("The lack of oversight in this relatively new market is raising concerns about what unexpected and potentially dangerous substances are ending up in commercially available products.") https://www.bloomberg.com/news/articles/2021-06-02/a-pot-knockoff-sometimes-made-with-household-acid-draws-

scrutiny?fbclid=lwAR2yibAJGfb8lCwkPiKDPDakqDulg7x91MTx9RFfBHKZhWlO6zbkoQR6OHo ³⁷ See FNs 22 and 26, above. The article referenced in FN 22 discusses a clinical study of children undergoing chemotherapy who were administered Δ8THC as an antiemetic. The study found that for all of the children, "vomiting was completely prevented [and] the side effects observed were negligible."

While $\Delta 8$ THC has been known and studied in a scientific context for several decades³⁸, it is new to the consumer market. The HIA is unaware of any court cases that have addressed the legal status of $\Delta 8$ THC. Although the legal views presented in this position statement have not been vetted in a court and it is not known whether a court would adopt them, the HIA contends that its position is supported by a fair, reasonable, and coherent analysis of the pertinent laws. Unfortunately, there currently exists uncertainty and risk, including the risk of criminal prosecution, associated with manufacturing, possessing, selling, and using $\Delta 8$ THC. The HIA laments this risk and advocates for laws and regulations that support the hemp industry. To this end, the HIA believes that prohibitions on hemp compounds, including $\Delta 8$ THC, are wrongheaded and counterproductive. Instead, the HIA advocates for safe production and consumption of all hemp products.

Even though $\Delta 8 THC$ from hemp is not a controlled substance under federal law, it is important to consider how it is marketed and sold. While studies have shown $\Delta 8 THC$ to be effective in pediatric oncology applications³⁹, the HIA does not support its use by minors outside of a therapeutic context. The HIA further takes the position that marketing materials should conspicuously identify potency and caution against driving, using heavy machinery, and participating in other similar activities when consuming it.

Finally, while $\Delta 8 THC$ itself appears to be safe, $\Delta 8 THC$ products that contain adulterants, contaminants, and other toxins may not be safe. The HIA believes that the hemp industry should take a strong stance against unsafe $\Delta 8 THC$ production methods and products.

Sincerely,

Rod Kight Philip Snow

Attorneys for the HIA

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³⁸ See FNs 22 and 26, above.

³⁹ Ibid. FN 22.



U.S. Department of Justice

Drug Enforcement Administration 8701 Morrissette Drive Springfield, Virginia 22152

www.dea.gov

September 15, 2021

Donna C. Yeatman, R.Ph. Executive Secretary Alabama Board of Pharmacy 111 Village Street Birmingham, Alabama 35242

Dear Dr. Yeatman:

This is in response to your letter dated August 19, 2021, in which you request the control status of delta-8-tetrahydrocannabinol (Δ^8 -THC) under the Controlled Substances Act (CSA). The Drug Enforcement Administration (DEA) reviewed the CSA and its implementing regulations with regard to the control status of this substance.

 Δ^8 -THC is a tetrahydrocannabinol substance contained in the plant *Cannabis sativa L*. and also can be produced synthetically from non-cannabis materials. The CSA classifies tetrahydrocannabinols as controlled in schedule I. 21 U.S.C. 812, Schedule I(c)(17); 21 CFR § 1308.11(d)(31). Subject to limited exceptions, for the purposes of the CSA, the term "tetrahydrocannabinols" means those "naturally contained in a plant of the genus Cannabis (cannabis plant), as well as synthetic equivalents of the substances contained in the cannabis plant and/or synthetic substances, derivatives, and their isomers with similar chemical structure and pharmacological activity to those substances contained in the plant." 21 CFR § 1308.11(d)(31). Thus, Δ^8 -THC synthetically produced from non-cannabis materials is controlled under the CSA as a "tetrahydrocannabinol."

The CSA, however, excludes from control "tetrahydrocannabinols in hemp (as defined under section 1639o of Title 7)." Hemp, in turn, is defined as "the plant *Cannabis sativa L*. and any part of that plant, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol [(Δ^9 -THC)] concentration of not more than 0.3 percent on a dry weight basis." 7 U.S.C. 1639o(1).

Accordingly, cannabinoids extracted from the cannabis plant that have a Δ^9 -THC concentration of not more than 0.3 percent on a dry weight basis meet the definition of "hemp" and thus are not controlled under the CSA. Conversely, naturally derived cannabinoids having a Δ^9 -THC concentration more than 0.3 percent on a dry weight basis is controlled in schedule I under the CSA as tetrahydrocannabinols.¹

¹ The Agricultural Improvement Act of 2018 (AIA), Pub. L. 115-334, § 12619, amended the CSA to remove "tetrahydrocannabinols in hemp" from control. See 21 U.S.C. § 812, Schedule I(c)(17). As noted, however, "hemp" is defined to "mean the *plant* Cannabis sativa L. and *any part of that plant*, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9-tetrahydrocannabinol concentration of not more than 0.3 percent on a dry weight basis." 7 U.S.C. 1639o (emphasis added). Thus, only tetrahydrocannabinol in or derived from the cannabis plant—not synthetic tetrahydrocannabinol—is subject to being excluded from control as a "tetrahydrocannabinol[] in hemp."

If you have any further questions, please contact the Drug and Chemical Evaluation Section at DPE@usdoj.gov or (571) 362-3249.

Sincerely,

Ju 2/3

Terrence L. Boos, Ph.D., Chief Drug & Chemical Evaluation Section Diversion Control Division

cc: Birmingham Office



July 25, 2022

Submitted electronically via online portal and via electronic mail

Parker Slaybaugh
Deputy Secretary of Agriculture & Forestry for Governor Glenn Youngkin
Chair of Virginia Hemp Task Force
Patrick Henry Building
1111 East Broad Street, 4th Floor
Richmond, VA 23219

Dear Deputy Secretary Slaybaugh,

About Consumer Brands and Our Interest in the Hemp Task Force

The Consumer Brands Association champions the industry whose products Americans depend on every day, representing more than 1,700 iconic brands. From household and personal care to food and beverage products, the consumer packaged goods industry plays a vital role in powering the U.S. economy, contributing \$2 trillion to U.S. GDP and supporting more than 20 million American jobs. Our agenda is focused on smart regulation that prioritizes consumer health and safety above all, promotes product transparency, avoids consumer confusion, and fosters innovation and growth for industry.

Consumer Brands appreciates the opportunity to provide comments to the Virginia Hemp Task Force. We recognize that cannabis legislation is a loaded issue with strong opinions on both sides. While we are agnostic on the overarching issue of cannabis legalization, we are concerned with the risks posed by food products adulterated with THC, especially when such products are sold in deceptive, copycat packaging.

Consumer Brands' Engagement

With the health and safety of consumers in mind, we have in-house regulatory and legal resources focused on issues related to cannabis and THC, and are engaging with U.S. Food and Drug Administration, national law enforcement, and groups focused on the regulatory and policy challenges related to THC laced edibles.

In the Commonwealth, we partnered with <u>Attorney General Jason Miyares' on a briefing</u> in June on the dangers to children of copycat THC edibles, and participated in the July 7 Hemp Task Force meeting. We were encouraged to hear VDACS' comments underscoring the harm of adulterated foods and commend the Hemp Task Force for raising awareness on this issue. We ask that you continue to engage with us and use us as a resource as the task force completes its report and recommendations on delta-8/hemp extracts.



Research Confirms Consumer Confusion & FDA Confirms Growing Risk of THC Adulterated Products

As more states legalize marijuana and the market grows for industrial hemp extracts, the potential for confusion and accidental ingestion is amplified. In addition to confusing packaging, a recent NYU School of Global Public Health study highlighted concerns over mislabeling; for example, the extremely high THC content of copycat products, which greatly exceeded the maximum content stipulated by cannabis regulations in most states where marijuana is legal.

Just last month, the United States Food and Drug Administration has also noted that national poison control centers <u>received nearly 10,500 single substance exposure cases</u> involving edible products containing THC in the first five months of 2022. Of the total cases, 65% involved unintentional exposure to edible products containing THC and nearly all (91%) of these unintentional exposures affected pediatric patients. This underscores the ongoing nature of this problem and the helpful role the Task Force can play.

Looking Ahead

Consumer brands stands as a ready partner to support the Hemp Task Force and provide additional information and consultation as needed. Thank you for your continued attention to this important issue.

Joseph Aquilina

Senior Director & Associate General Counsel

Consumer Brands Association

Joseph T. Aquilina

July 15, 2022

RE: DELTA 8 BAN

Virginia Dept. of Agriculture and Consumer Services 102 Governor Street Richmond, VA 23219

To Whom It May Concern:

Thank you for your interest in our industry. We are encouraged by your concern for striving to do what is best for the citizens of our commonwealth.

We received notice from VDACS late in the day, July 1, 2022, effectively banning our Delta 8 gummies and beverages (our top sellers). Our understanding of SB 591 is that it aims to prohibit the manufacturing and sales of Delta 8 products that might entice children by shape or packaging (https://lis.virginia.gov/cgi-bin/legp604.exe?221+sum+SB591). We at Cativa wholeheartedly support this intention, and as such, our gummies and drinks are not only third-party tested but solely marketed for adult consumption. We have been working with our local delegate, Emily Brewer, hoping for more precise guidelines for safe products. The announcement by VDACS came as a shock for which our industry was unprepared.

The misguided decree from VDACS to ban Delta 8 drinks and gummies with no notice is financially crippling for our company and leaves our clients in limbo. We fear the choice to ban instead of regulate will cause an untenable black market. Please read a few of our testimonials below. As you can see, these people have grown to trust and rely on our products to enhance their healthy and productive lives. What are they supposed to do now? A company with less integrity and financial backing than ours might be pressed to sell their stock to survive, and lack of warning pushing them to that position.

Female, Age 72

I have struggled with fibromyalgia, arthritis, and sleep issues for almost 20 years. My doctors have prescribed various sleep aids like Ambien and antidepressants like Sertraline, Cymbalta, and Gabapentin to little avail. Often these drugs worked for a while but with significant side effects. I tried using CBD for relief, and it helped a bit, but I really needed something a little stronger. A delta-8 tincture was suggested to me. At first, I was hesitant because I had no experience with cannabis and was honestly afraid of getting high! Well, I did not get high - but I slept! I slept like I haven't in years. And I wake up without the "medicine-head" I would have with all the other prescribed drugs. Today, after about 8 months, I am off of almost all prescribed meds. I work out with a trainer twice a week, something I couldn't have considered just a few years ago. I wholeheartedly know that it is because of my nightly tincture of delta-8 oil. Thank you! Thank you!

Female, Age 52

After years of doctor visits, sleep studies, and even time at the Duke sleep clinic, it was Delta 8 tincture that finally gave me a consistent good night's sleep.

Female, Age 25

Delta 8 made all the difference in my recovery from surgery. It helped me rest and heal, enabled me to stop the 'hard drugs' sooner, and I could actually sleep at night despite the pain.

Male, Age 34

I am an avid golfer, a PGA teaching professional and self proclaimed gym rat. Being a golfer I have always dealt with chronic lower back pain. I've always tried to limit the lower back pain by changing my golf swing around, making sure I receive chiropractic care, or seeing a personal trainer to help strengthen the core and surrounding areas but nothing has done the trick. Ever since I started using delta 8 gummies my lower back pain has disappeared!!! Not only has my lower back pain disappeared but I have been sleeping better each and every night! I used to only sleep 5-6 hours a night waking up every hour or so and never getting the restoring deep sleep that is needed to recover. Since I started using delta 8 gummies every night I sleep 7-8 hours straight every night! My body is more recovered and functioning even better! My fitness tracker would absolutely agree with it as well. I wake up every night with a high recovery rate! Please reconsider banning this highly useful product!

Cativa values and encourages more precise guidelines which will do more to discourage consumption by children or misuse than a vague, last-minute, under communicated VDAC decree will. As explained in the presentation at the Hemp Task Force Meeting on July 7, Delta 8 is an isomer of Delta 9, effectively creating a milder version of the same chemical compound. Having a Ph.D. chemist on our staff, Dr. Mike Celestine, is but one essential factor in ensuring the safety of our products. And third-party testing is paramount in our procedure.

VDACS' notice specifically bans food products, but not Delta 8 smokeable products. However, Dr. Dawn Adams, Richmond House Delegate and sub-committee member for marijuana reform, stated, "We need tinctures, we need edibles, we need tablets, we need suppositories — we need products intended for medical delivery," she added. "And we need product consistency." (https://www.virginiamercury.com/2022/04/04/recreational-marijuana-still-isnt-legal-in-va-and-medical-cannabis-patients-face-access-challenges/). Cativa can provide these very products. We have manufactured Delta 8 because we are not a medical marijuana facility. However, we most certainly support clients who rely on medical marijuana as variety and supply are lacking in Virginia dispensaries.

Delta 8 exists because the public wants safe and legal marijuana products. Delta-8 THC has surged in popularity, particularly in states with more restrictive marijuana laws. It produces intoxicating effects similar to delta-9 THC but can be synthetically produced by converting CBD derived from hemp. We strongly support highly regulating existing products as a precursor to the legalization of recreational marijuana.

We believe we will wrestle in this quagmire until legal recreational marijuana is available, and still the regulation of products is critical.

During the presentation at the Hemp Taskforce, Erin Williams of VDACS chose three states to discuss their regulations of Delta 8: California, Colorado, and New York. It would be remiss not to point out that each state has legalized recreational marijuana for personal use. Comparing Virginia's issues with Delta 8 to Texas would be more apropos. The regulators in Texas also attempted to ban Delta 8 with little notice to manufacturers, distributors, retailers, wholesalers, stakeholders, and consumers and were met with a court battle.

(https://cbdoracle.com/news/policy/delta-8-thc-texas-legal-battle-timeline/). The Texas hemp industry claimed victory after a judge ruled that state regulators could not legally ban the sale of delta-8 THC products as protected by the 2018 Farm Bill.

We are nearing the same complications in Virginia now as delta-8 is regulated differently by different agencies. With July 1's decree, we face criminalization, possibly more dangerous products, loss of tax revenue, and viable businesses. In our place, the black market will surge and thrive.

The common goal of businesses and regulators should be to work to create safer products for the public. We hope that the Hemp Taskforce will reconsider their decree of July 1, and swiftly sensibly address concerns with Delta 8 by regulating together with our elected representatives. If we may be of assistance in this process in any way, please reach out.

Respectfully yours,

Dr. Johnny Garcia, CEO johnny.garcia@simisinc.com

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Jenni Bivins, CFO

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Draft Coccession Cannabis & Hemp

not an

Learn what consumable cannabis and hemp products are available, choose a method of administration and appropriate mg per serving for desired results, and shop with a trusted, approved source. Choose Virginia Grown!*

*Enjoy Virginia Grown cannabis and hemp consumables responsibly. Some products may be intoxicating. Do not drive or operate heavy equipment while consuming intoxicating products. [insert disclaimer regarding cannabis & hemp for pregnant or breastfeeding

Product Symbols to Help Consumers Identify Virginia Grown Cannabis & Hemp Products

mothers] Store intoxicating products out of reach of children.

Look for the VAGrown logo, plus these symbols below.
Virginia Grown Cannabis & Hemp Retailers should be able to provide Certificates of Analysis and proper labeling. [insert labeling requirements link]

Report improperly labeled products to VDACS / VCCA [insert contact info]



Medical Cannabis

Obtained through a Board of Pharmacy / VCCA licensed provider after the patient receives a certificate of recommendation.

Tax rate of __%.

[insert link to info about VA Medical Cannabis]



Recreational Cannabis

Obtained through a VCCA licensed VAGrown dispensary. Must be 21 and up and show ID. Tax rate of _%. [insert link to info about recreational cannabis in VA]



Hemp Derived Intoxicating Cannabinoid

Obtained through a VDACS / VCCA registered Hemp Growers,
Processors, Dealer, or Retailers.
Cannabinoids made from hemp that maybe intoxicating. Products containing Delta 8, Delta 10, THC0 or potentially other names. Must be 21 and up to purchase.

[link to information about hemp derived cannabinoids or rules]



Hemp-Derived CBD

Obtained through a VDACS registered Hemp Grower, Processor, Dealer, or Retailer. CBD or other non-intoxicating cannabinoids. May contain trace amounts of THC, not exceeding .3% on dry weight basis. [link for more information]



Hemp-Derived Food

A hemp food that does not contain THC or a cannabinoid product that has had all THC removed. This could be hemp leaves, seeds, hemp seed protein, hulled seeds, hemp seed oil, or a remediated consumable.

Virginia Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption

For Task Force Meeting on July 7, 2022

U.S. Hemp Roundtable's initial public comments addressing "whether any statutory or regulatory modifications are necessary to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing tetrahydrocannabinol that are intended for human consumption, orally or by inhalation, in the Commonwealth of Virginia"

Summary: Age limitations, while both appropriate and necessary for the sale of intoxicating cannabis products, should not be applied to nonintoxicating hemp products.

The U.S. Hemp Roundtable is the hemp industry's leading national advocacy organization. For nearly a decade, the Roundtable's more-than-100 members have stood at the forefront of ensuring a fair regulatory environment for the safe and responsible manufacture and sale of hemp products. Most recently, in light of emerging products like delta-8 THC and HHC, the Roundtable has worked with legislators and regulators to understand and respond to concerns and potential safety risks caused by intoxicating cannabis products.

We applaud the efforts of Governor Youngkin and the General Assembly to restrict the provision of intoxicating cannabis products to regulated, adult-only marketplaces. Intoxicating compounds must be strictly regulated for safety and kept of out of the hands of minors.

Unfortunately, HB 30, while intended to crack down on intoxicating cannabis products, swept with too broad a brush and restricted *any* hemp extract, food with hemp extract, or ingestible or inhalable hemp substance with *any* amount of THC to persons 21 or older. In effect, even nonintoxicating hemp products with legal amounts of THC are captured—essentially agerestricting all but topical, cosmetic-type hemp products.

It is important that age restrictions are appropriately narrow, so consumers are not denied access to nonintoxicating health, lifestyle, and wellness products on which they depend. Age restrictions like the far-reaching one in HB 30 send an inaccurate message to consumers that nonintoxicating products are dangerous or should be associated with and regulated in the same way as alcohol or tobacco. Moreover, when faced with having to separate age-restricted products or verify age at the point of sale, many retailers—especially those that do not sell other age-restricted products—may choose not to carry these products altogether. This hurts Virginia farmers, business owners, and consumers.

To be clear, the Roundtable does not oppose age restrictions in all forms. In fact, the Roundtable has openly supported stricter controls for intoxicating cannabis products masquerading as hemp. A possible solution—and one that may be right for Virginia—is to treat intoxicating compounds like adult-use cannabis. Virginia, of course, already has an established regulatory framework for cannabis. Nonintoxicating hemp products should be excluded. Determining which products are

intoxicating should be based on scientific analysis and industry data and input, not on arbitrary THC limits.

The Roundtable expresses its gratitude to the Task Force for focusing on the important topic of the safe and responsible manufacture and sale of THC-containing hemp extracts in Virginia, and thanks the Task Force for the invitation to submit comments for today's meeting.

The Roundtable intends to submit more comprehensive written comments for the Task Force's consideration, including comments addressing other portions of HB 30.

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The Legalization of Hemp (Cannabis Sativa):

- The Agriculture Improvement Act of 2018 (2018 Farm Bill) is the law that makes hemp production, consumption, and distribution legal under federal law and establishes a framework of shared oversight by federal, state, and Indian tribe authorities. The 2018 Farm Bill permits and protects the interstate transfer of hemp products for commercial or other purposes, and it requires compliance with a state, tribal, or U.S. Department of Agriculture (USDA) plan for hemp production. The law also makes hemp eligible for valuable financial protections available to other agricultural commodities, such as crop financing and insurance. Implementation of regulations require rule making by the USDA, the drafting or revising of state and tribal laws, and the development and approval of hemp production plans.
- From title 7 Agriculture chapter 38 U.S. Federal code 1639 defines hemp as: "The term "hemp" means the plant **Cannabis** sativa L. and any part of that plant, including the seeds thereof and **all** derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol concentration of not more than 0.3 percent on a dry weight basis."

Understanding the Medical Benefits of Hemp "CBD":

- As general knowledge around medicinal cannabis gradually increases, this is something
 that's becoming more commonly understood. What you may not realize, however, is the
 fact that the human body actually produces its own endogenous cannabinoids: natural
 equivalents of the compounds found in the cannabis plant, such as THC
 (tetrahydrocannabinol) and CBD (cannabidiol) for many positive health regulation
 functions within the human body.
- These endogenous cannabinoids, or endocannabinoids ('endo' means 'from within'), tap into what has been termed the endocannabinoid system (ECS), which plays an essential role in the body's ability to interact with the cannabis plant, and, in turn, the effectiveness of cannabis as medicine.
- With its widespread effects and therapeutic potential, the ECS is a considerable target of
 medical research, and much more remains to be uncovered. First identified in the late
 1980s, the ECS is one of the most crucial physiologic systems at play in establishing and
 maintaining human health, and is responsible for modulating every other body system
 from the bones to the central nervous system.
- The presence and operation of the ECS across multiple bodily systems tells us a lot about why such a broad and diverse range of medical conditions and illnesses respond positively to medicinal cannabis and cannabinoid treatment from epilepsy to cancer.
- CBD is safe for all ages: The World Health Organization (WHO) declared CBD safe for human use: "CBD is generally well tolerated with a good safety profile. Reported adverse effects may be as a result of drug-drug interactions between CBD and patients' existing medications."

- In a 25-study review of nearly a thousand patients, researchers noted that
 administration of CBD was "well tolerated with mild side effects." In one clinical trial,
 CBD was shown to be safe while demonstrating a "markedly superior side-effect profile."
 Other research has reported that participants "tolerated CBD very well" and exhibited
 "no signs of toxicity or serious side effects."
- CBD is non-addictive and counters the effects of THC: According to the WHO's report, "CBD exhibits no effects indicative of any abuse or dependence potential." Moreover, it is a non-habit-forming substance, and in fact, CBD actually can help to reduce or eliminate addictions such as tobacco and opioids.
- Investigating the potential benefits of CBD, several studies have found that CBD does not cause changes in food intake, does not affect heart rate, blood pressure, or body temperature, does not affect gastrointestinal or psychological functions, and is well tolerated in chronic use, including when high-potency CBD doses are being consumed.
- Customers often prefer full-spectrum hemp products. They are non-intoxicating but do have trace amounts of THC in them (under 0.3%) which is the limit of federal law. These products do not need an age limit for purchase just as any other dietary supplement or product in a grocery store, or over the counter drug store. Hemp products contain all of the naturally occurring cannabinoids that exist within the hemp plant. Full-spectrum products also contain components like terpenes. While these products do contain trace amounts of THC, the total amount is not enough to induce any psychoactive effects as the level is so low. Much like poppy seed bagels have trace amounts of opium, same for hemp and its various non-intoxicating cannabinoid products. It would be akin to an age restriction on the purchase of poppy seed bagels.
- Full-spectrum hemp-derived CBD products contain less than 0.3% THC (federal law). However, there are benefits to the product containing all the naturally occurring cannabinoids found in the hemp plant because the product will produce something that is referred to as an "entourage effect." The entourage effect refers to the general effectiveness of the product due to the synergistic nature in which the cannabinoids and terpenes interact with one another.

Delta 8 THC Vs. Delta 9 THC:

- Federal Court recently upheld that hemp derived Delta-8 THC is indeed part of the definition of hemp extract in federal law and therefore legal. (AK Futures LLC v. Boyd Street Distro, LLC, No. 21-56133 (9th Cir. May 19, 2022). Also, the DEA has confirmed that Delta-8 made from hemp materials are not subject to the Controlled Substances Act or defined as marijuana in Federal code.
- "Delta-8 creates more of an in-your-body sensation and physical relaxation. With less
 psychoactivity than Delta-9, Delta-8 produces a clear high without the anxiety often
 associated with Delta-9. It can help people feel more in tune with themselves, more
 present in the mind, and it heightens the senses."
- Delta-8 THC can be found in small amounts in hemp and other forms of the cannabis plant, although not in the quantities as Delta-9 THC. However, the cannabinoid can be refined from CBD, which is abundantly produced by many varietals of legal hemp.

Economic Benefits of the Entire Virginia Hemp Industry:

- Delta-8 and CBD products in Virginia produced by Virginia businesses are derived from Virginia hemp grown by Virginia farmers, proceeded by Virginia businesses. All stores retailing Delta-8 products in Virginia currently have a 21 and over policy for purchasing the products. Prohibiting Delta-8 in Virginia does nothing to stop the black market, out of state sales, or mail order sales, and would increase demand in all those other markets only to hurt Virginia farmers, Virginia businesses, and job creation in the Commonwealth.
- Hemp seed/grain is incredibly nutritious Three tablespoons of hemp seeds (one serving) provide 7.5 grams of Omega-6 fatty acids and 3 grams of Omega-3 as well as 0.6 grams of Super Omega-6 Gamma Linolenic Acid (GLA) and 0.3 g Super Omega-3 Stearidonic Acid (SDA). Along with flax oil and flax seeds, hemp seeds are one of the best vegetarian and vegan sources of Omega-3 and Omega-6 fatty acids. Along with protein, fiber, and iron, hemp seeds are also a great source of a host of other vital nutrients, including magnesium, thiamin, phosphorus, zinc, copper, manganese, and Vitamin E. Virginia can be a leader in exporting hemp seed/grain for human and animal consumption.
- Hemp fiber and hurd biomass can be used for hundreds of marketable uses such as textiles, building materials, animal bedding, car parts, fuel additives, ect. Virginia can be a leader in manufacturing products made from hemp fiber and hurd.
- Hemp derived products currently create thousands of jobs and bring in millions of dollars in tax revenue to the Commonwealth general fund and help fund localities.
- Hemp retail stores help to fill vacant retail spaces which create jobs and pay property taxes throughout the Commonwealth.

VHC Policy Recommendations & Summary:

Safe and non-intoxicating cannabinoids (CBD. CBN, CBG, ect.) derived from hemp are legal via the 2018 farm bill and those federally protected products should not be restricted for sale to only adults 21 and over. VDACS currently regulates these products, and they should continue to be sold like all other foods and dietary supplements on the store shelves with the same regulations that they receive. Delta-8 is less intoxicating than Delta-9 (marijuana) products, but they should be restricted to only adults 21 and over. All hemp derived products should be retailed as they are now in various retail stores, but Delta-8 and other intoxicating cannabis products should require a license to sell much like alcohol and tobacco products are currently retailed.

Trademark infringement hemp products and blatantly mislabeled hemp products should be removed from the store shelves. These products are inherently counterfeit and usually found containing intoxicating cannabinoids. Any products containing THC should never be marketed to children, and the shapes of gummies or candies should also not appeal to children.

Virginia needs clear and simple regulations to address some of the issues currently surrounding hemp derived products such as keeping intoxicating hemp products like Delta-8 out of the hands of children and teenagers; however we all need to be careful to not "throw the baby out with the bathwater". In creating these simple regulations, we must be mindful to not hinder the growth of the entire Virginia hemp industry by hurting Virginia small businesses and Virginia hemp farmers with unnecessary red tape and restrictions. We all should want to increase jobs and tax revenue by making Virginia a great state to do hemp business in and we should make it clear that hemp farmers and hemp businesses are welcome here in the Commonwealth. We need a clear and fair static free market regulatory framework that works for all Virginians.

Articles for Reference:

- https://www.ams.usda.gov/sites/default/files/media/2018FarmBill.pdf
- https://www.forbes.com/sites/janetwburns/2018/03/18/who-report-finds-no-public-health-risks-abuse-potential-for-cbd/?sh=5683bd4d2347
- https://thecbdinsider.com/news/cbd-safety-study-fda-concerns/
- https://markets.businessinsider.com/news/stocks/good-news-for-daily-cbd-consumers-charlotte-s-web-reports-second-cohort-of-cbd-safety-study-finds-zero-liver-toxicity-and-no-drowsiness-1031469005
- https://healthyhempoil.com/charlottes-web/
- https://www.crescentcanna.com/is-cbd-safe/
- https://lawprofessors.typepad.com/marijuana https://lawprofessors.typepad.com/marijuana https://lawprofessors.typepad.com/marijuana https://lawprofessors.typepad.com/marijuana https://lawprofessors.typepad.com/marijuana https://law/2022/05/ninth-circuit-panel-hold-in-trademark-dispute-that-delta-8-thc-products-are-lawful-under-the-plain-t.html
- https://markets.businessinsider.com/news/stocks/us-doj-dea-clarifies-its-position-that-hemp-derived-delta-8-thc-is-not-illegal-1030931694?op=1
- https://www.fool.com/research/marijuana-tax-revenue-by-state/
- https://cbdoilreview.org/cbd-cannabidiol/cbd-oil-endocannabinoid-production-human-body/
- https://www.elixinol.co.uk/blog/understanding-how-cbd-works-in-the-human-body
- https://www.everycrsreport.com/reports/R44742.html

APPENDIX 2

Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption

Capitol Building ~ 1000 Bank St, House Room 1 ~ Richmond, VA 23218 August 9, 2022, 1 – 4 p.m.

Access Live Stream:

livestream here

I.	Welcome	Secretary Matthew Lohi
II.	Roll Call	Deputy Secretary Parker Slaybaugh
III.	Meeting Agenda Overview	Deputy Secretary Parker Slaybaugh
IV.	Presentations	
	 A. Recent Emergency Calls Relate Christopher Holstege, M.D., Dir 	ed to Cannabinoid Consumption ector, UVAHS Blue Ridge Poison Center
	B. Regulation of Hemp-derived Ca Jonathan Miller, General Couns	
	Products, Part Two	egulation of Hemp-derived Cannabinoid
	Erin Williams, Virginia Departme	ent of Agriculture and Consumer Services

V. Task Force Discussion

** Public comment will not be received during this meeting**

Written public comment can be submitted here and will be open until August 12 at 5 p.m.

Task Force Participating Agencies				
Secretary of Agriculture and Forestry	Secretary of Public Safety and Homeland Security	Secretary of Health and Human Resources		
Department of Agriculture and Consumer Services	Office of the Attorney General	Department of Health		
Department of Forensic Science	Cannabis Control Authority	Board of Pharmacy		
Virginia State Police	Department of General Services, Division of Consolidated Laboratory Services	Commonwealth's Attorneys' Services Council		

Recent Emergency Calls Related to Cannabinoid Consumption

August 9th, 2022

Christopher Holstege, MD

Chief, Division of Medical Toxicology
Professor, Departments of Emergency Medicine & Pediatrics
Director, Blue Ridge Poison Center
University of Virginia School of Medicine

ch2xf@virginia.edu





Christopher P. Holstege, MD

Disclosure

No relevant financial relationships

Case 1

- An 8 year old with a previous repair of a RCA-RV fistula and his younger brother found a package of "candy".
- The patient reportedly ate 5 pieces and his younger brother ate one piece at ~2:30 pm.
- At ~3:30pm both the patient and his younger brother began to appear sedate per the mother.
- The mother then reported the child collapsed on the floor, stating that he had a dusky, blue appearance around his mouth and eyes. She immediately started "performing CPR" including mouth-to-mouth as she wasn't sure if she felt a pulse. After one minute, he was became responsive but was somnolent. EMS was called.
- In the emergency department, patient and his brother were markedly somnolent, were tachycardic, and had inducible ankle clonus.
- Both he and his brother were admitted with cardiac monitoring.





REACH OF CHILDREN





CANNABIS INFUSED FRUIT FLAVOURED CANDY

68mg THC per serving

BATCH# SKTS-021

NET WT. .38oz(24.5g) 68 PIECES per pack

PAG. DATE 7/18/20

EXP. DATE 6/25/21 GOVERNMENT WARNING: THIS PRODUCT CONTAINS CANNABIS A SCHEDULE I CONTROLLED SUBSTANCE. KEEP OUT

OF REACH OF CHILDREN AND ANIMAIS. CANNABIS PRODUCTS MAY ONLY BE POSSESED OR CONSUMED BY PERSONS

21 YEARS OF AGE OR OLDER UNLESS: THE PERSON IS A QUALIFIED PATIENT: THE INTOXICATING EFFECTS OF

CANNABIS PRODUCTS MAY BE DELAYED UP TO TWO HOURS. CANNABIS USE WHILE PREGNANT OR BREASTFEEDING

MAY BE HARMFUL. CONSUMPTION OF CANNABS PRODUCTS IMPAIRS YOUR ABILITY TO DRIVE AND OPERATE MACHINERY.

PLEASE USE EXTRAME CAUTION.

Case 1

- He was seen again 6 days later in the emergency department with *continual adnominal pain*, *nausea*, *and anorexia*.
- He was seen 10 days later again in the emergency department with *intermittent episodes where he feels like* everything around him is "fake", his "stomach drops", and his hands and feet start to shake.

Case 2

- UVA Health's Blue Ridge Poison Center called at 3:26 pm with a report of a 5 year old male who reportedly ingested an entire bag of THC "skittles" at approximately 1:30 pm.
- Parent of child reports child was "out of it" initially after exposure.
- In the initial rural emergency department, the patient was markedly sedate and tachycardic
- He was transferred to UVA Health's Pediatric Emergency department at 8:40 pm for advanced care due to concern of potential airway compromise.
- He was subsequently admitted to a monitored bed.



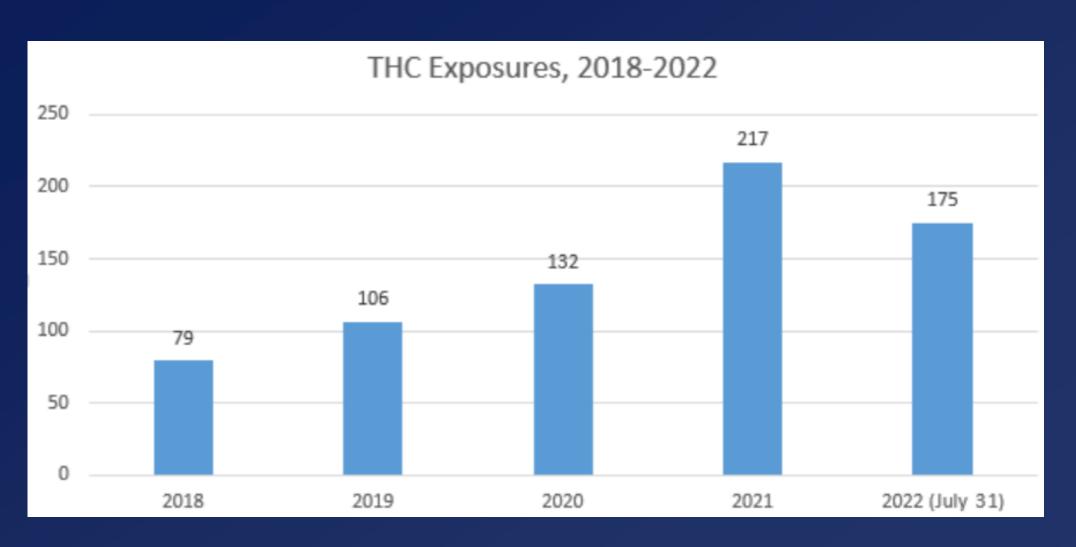


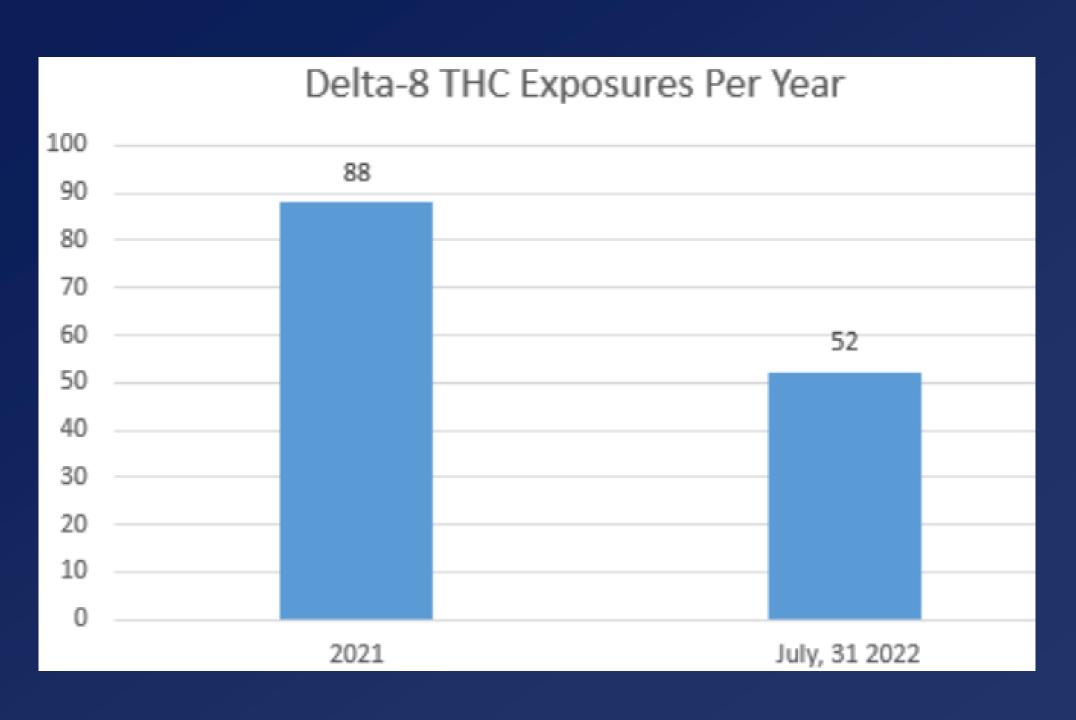
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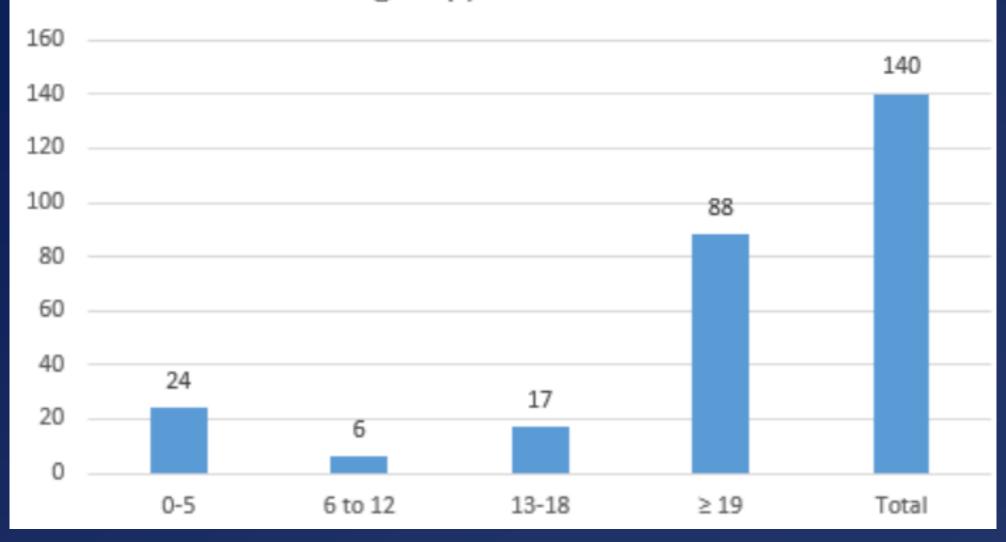


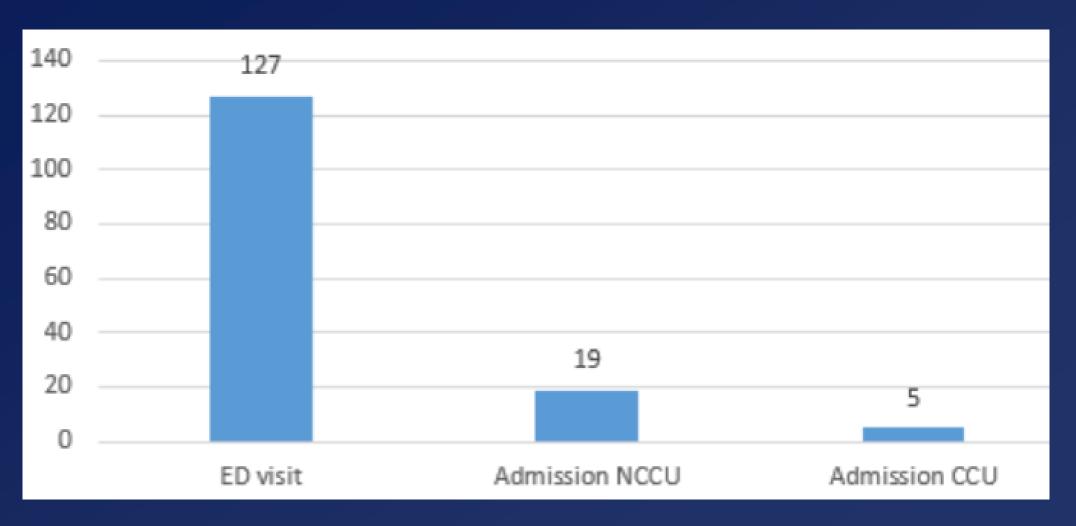
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Distribution of Delta-8 THC exposures per age group, 2021-2022





Delta-8 THC Clinical Effects, N=140

Neurological	N(%)	Cardiovascular	N(%)
Moderate CNS Depression	23 (18.4)	Tachycardia	54 (43.0)
Mild CNS Depression	14 (11.2)	Hypertension	14 (11.0)
Dizziness	18 (14.4)	QRS prolongation	4 (3.2)
Agitation	16 (12.8)	Bradycardia	2 (1.6)
Confusion	14 (11.2)	Dysrhythmia	2 (1.6)
Tremors	11 (8.8)	Chest pain	2 (1.6)
Hallucination	6 (4.8)	Gastrointestinal	
Ataxia	6 (4.8)	Nausea and vomiting	26 (20.8)
Seizure	5 (4.0)	Ocular	
Slurred speech	5 (4.0)	Mydriasis	8 (6.4)
Myoclonus	4 (3.2)	Nystagmus	2 (1.6)
paranoia	4 (3.2)	Respiratory	
Syncope	3 (2.4)	Hyperventilation/Tachypnea	4 (3.2)
Q) (000)		Respiratory depression	2 (1.6)





*ALBEMARLECANNABISCOMPANY.COM

OUR PRE-ROLLS CONTAIN HEMP FLOWER SUSTAINABLY GROWN IN VIRGINIA. WE PRIDE CURSELVES ON WORKING WITH FARMS THAT CARE ABOUT THE OVERALL HEALTH OF OUR PLANET,

INGREDIENTS:

PREMIUM CBG FLOWER INFUSED WITH DELTA 8 CONCENTRATE AND LOCALLY GROWN PREMIUM HEMP FLOWER

Warning: Keep out of reach of children. Consult your healthcare provider before taking if you are pregnant, nursing, or have any other medical conditions

"food and Drug Administration (FDA) Disclosurel. These statements have not been evaluated by the FDA and are not intended to diagnose, treat, or cure any disease. Always check with your physician before starting a new dietary supplement



THIS PRODUCT IS INTENDED FOR CONSUMERS
21 YEARS OF AGE AND OLDER

























Nutrition Facts

Serving Size 42g Amount Per Serving

	160			
0m->	- 006			
	300			
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0mg	0%			
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0mg	0%			
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Not a significant source of added sugars.

The ⁶6 Daily Value (DV) tells you how much a nutrient in a serving of food contributes to a daily diet. 2,000 calories a day is used for general nutrition advice.

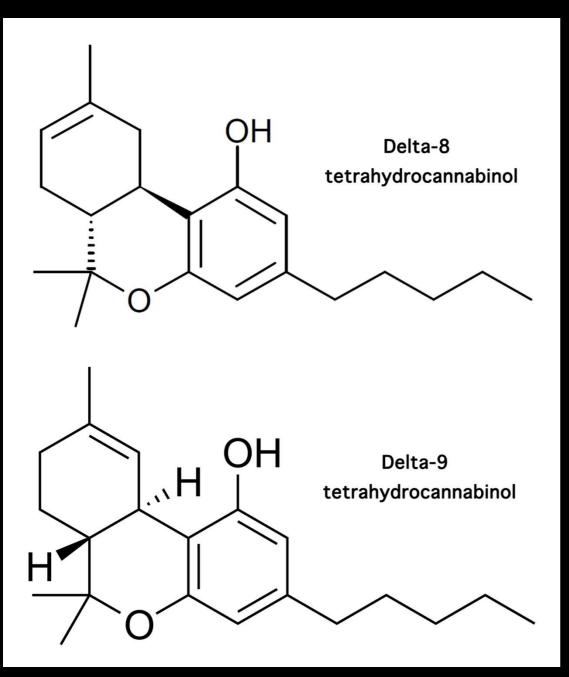
Ingredients:

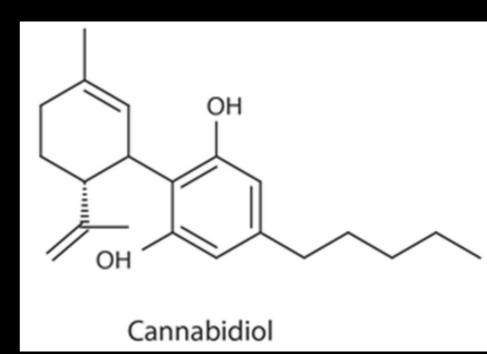
Sugar, Invertsugar, Com Syrup Modified Corn Starch, Citric Acid, Tartaric Acid, Natural And Artificial Flavor, Titanium Dioxide, Red 40, Yellow 5, Blue 1, Delta 8 THC.

Warning:

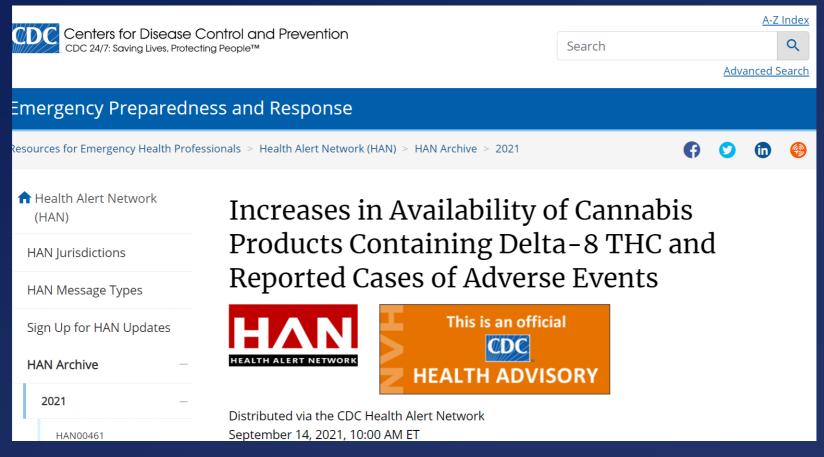
This product may impair your ability to drive or operate machinery. The intoxicating effects of this product may be delayed by up to two hours. May cause drowsiness. Keep away from children and pets. Do not use this product if you are pregnant or nursing. Discontinue use if you experience and adverse reaction. Always consult vous physician prior to taking any herbal supplements. Prolonged use may be habit forming. The FDA has neither reviewed these statements nor approved this product for consumption. It is not known to diagnose, treat, cure, or prevent disease.







CDC Health Advisory September 14, 2021





National Syndromic Surveillance Program (NSSP)

- Syndromic surveillance data from emergency departments participating in the CDC's National Syndromic Surveillance Program (NSSP) show an increase in visits with a mention of delta-8 THC or some variation in the chief complaint text in recent months.
- The first suspected visit associated with delta-8 THC in NSSP was observed in September 2020, with three additional visits observed through the end of 2020. Suspected visits have generally increased monthly in 2021 (3 observed in January; 6 in February; 16 in March; 11 in April; 29 in May; 32 in June; and 48 in July 2021).

Health Impacts

- The health effects of delta-8 THC have not yet been researched extensively and are not well-understood.
- Delta-8 THC is psychoactive and may have similar risks of impairment as delta-9 THC.
- As such, products that contain delta-8 THC but are labeled with only delta-9 THC content rather than with total THC content likely underestimate the psychoactive potential of these products for consumers.
- Delta-8 THC products are sold by a wide range of businesses that sell hemp and can be confused with hemp or CBD products that are not intoxicating.

Regulation of hemp products in other states

ERIN WILLIAMS

VIRGINIA DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES OFFICE OF POLICY, PLANNING, AND RESEARCH

Tennessee, Florida, Kentucky, West Virginia, Maryland, and North Carolina

• • •

- > Regulator of hemp products
 - > Regulated products
 - > Product requirements
- State's response to synthetic cannabinoids or intoxicating hemp products

Tennessee Ingestible products

Tennessee Department of Agriculture (TDA), Manufactured Food Program

- ► TN does not currently have a law or regulation specific to cannabis derivatives.
- ▶ Because TN law does not explicitly prohibit cannabis derivatives in ingestible products, TDA made a policy decision that cannabis derivatives from industrial hemp may be added to food and beverage products, with the exception of Grade A dairy.

Tennessee Ingestible products

- Cannabis derivatives must come from an approved source (inspected food manufacturer)
- ► TDA reviews and approves a manufacturer's process to convert CBD into delta-8 THC
- ▶ Cannabis derivatives must be disclosed on the ingredient label
- ▶ TDA does not regulate THC content in products

Tennessee Inhalable products

- ► TDA's Tobacco Program regulates the retail sale of smoking hemp in accordance with the Prevention of Youth Access to Tobacco, Smoking Hemp, and Vapor Products Act
 - ▶ No sales to or possession by a person under 21 years of age

Florida

Hemp Extract Intended for Ingestion or Inhalation

Florida Department of Agriculture and Consumer Services

▶ "Hemp extract" means a substance or compound intended for **ingestion**, containing more than trace amounts of cannabinoid, or for **inhalation** which is derived from or contains hemp and which does not contain other controlled substances. The term does not include synthetic CBD or seeds or seed-derived ingredients that are generally recognized as safe by the United States Food and Drug Administration.

Florida

Hemp Extract Intended for Ingestion or Inhalation

- ▶ Distribution and Sale Requirements
 - ▶ Batch testing
 - ▶ Packaging requirements, including
 - ▶ Barcode or QR code to certification of analysis of the batch
 - ▶ Expiration date
 - ▶ Number of milligrams of each marketed cannabinoid per serving

Florida

Hemp Extract Intended for Ingestion or Inhalation

- ▶ May not exceed established contaminant limits
- ▶ Intended for Ingestion
 - ► Must be manufactured by an approved source (meets food safety or health standards in jurisdiction of origin)
- ▶ Intended for Inhalation
 - ▶ Must be manufactured by a source permitted to manufacture
 - ▶ Specific substances, including Vitamin E acetate, are prohibited
 - ▶ May not be sold to a person under 21 years of age

Kentucky Ingestible and cosmetic products

Kentucky Department for Public Health regulates hemp-derived ingestible and cosmetic cannabinoid products

- ""Cannabinoid" means a non-intoxicating compound found in the hemp plant Cannabis sativa"
- ▶ Hemp-derived cannabinoid must be from an approved source

Kentucky Ingestible and cosmetic products

- ▶ Ingestible product shall not have a total delta-9 THC concentration of more than 0.3 percent
- ▶ Ingestible product shall not contain THC as the primary cannabinoid
- ► Labeling requirements that include:
 - ▶ Total amount of cannabinoid per serving for ingestible products; Total amount of cannabinoid per container for cosmetic products
 - ▶ Suggested use instructions, including serving size
- ► Tamper-evident seal
- No regulatory framework to address synthetic cannabinoids or intoxicating products derived from hemp

West Virginia

West Virginia Department of Agriculture (WVDA) registers hemp products as well as manufacturers and retailers of hemp products

- "Hemp product" means any product derived from, or made by, processing hemp plants or plant parts that are prepared in a form available for commercial sale.
- ▶ Labeling requirements
- ▶ WVDA registers delta-8 THC products
- ▶ WVDA does not register products containing non-naturally occurring cannabinoids (THC-O, ATHC, THC-X, Delta 8-O)

Maryland and North Carolina

- Maryland Department of Health, Center for Food Processing
 - No regulatory framework allowing the production and sale of food products containing synthetic cannabinoids
 - No established regulatory framework to address food products that have no more than 0.3 percent delta-9 THC but deliver an intoxicating amount of THC
 - ► Considers food containing delta-8 THC to be adulterated
- ▶ North Carolina Department of Agriculture and Consumer Services, Food and Drug Protection Division
 - No regulatory framework allowing the production and sale of food products containing synthetic cannabinoids
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Regulation of hemp products in other states

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Regulation of hemp products in other states

ERIN WILLIAMS

VIRGINIA DEPARTMENT OF AGRICULTURE AND CONSUMER SERVICES OFFICE OF POLICY, PLANNING, AND RESEARCH

Public Comments for 08/09/2022 Hemp Taskforce - Secretary of Agriculture and Forestry

Last Name: McGinness Organization: The Hemp Industries Association Locality: Germantown



Comments Document

Hello, Please see the attached public comment for the Hemp Task Force from the Hemp Industries Association. Thank You, Jody McGinness Executive Director The Hemp Industries Association

Last Name: Fox Organization: Cannabis Business Association of Virginia ("CannaBizVA") Locality: Richmond



Comments Document

Comments address VDACS's "regulatory response" to the recently enacted budget, which affects the status of "synthetic cannabinoids" under the agency's interpretation of Virginia's Food & Drink Law.

Last Name: Post Organization: Post cannabis company Locality: Dry Fork

In 2018 my family and I started our journey in the hemp industry since then we have noticed lots of our customers see improvement in a variation of ailments. and the fact that they're calling delta eight THC synthetic and the same synthesizing process is used for the majority of products that we consume daily. we have seen people use different cannabinoid's to stop doing drugs to stop drinking a lot of positive things we would like to continue our mission to help people and criminalizing delta eight and other similar cannabinoid's is going to be detrimental to this industry bottom line is with all these new cannabinoid's THC is changing and change is good

Last Name: Clary Locality: Prince George

I fully support hemp farming. In addition I think a hemp product industry should be encouraged in Virginia. Things such as packaging products produced from hemp would be a green initiative to look into. Science should be available that would allow the products being grown to be tested for chemical makeup and marketed accordingly. I think the sale of all products that contain THC or any other chemicals proven to be psychoactive should be regulated by the Board of Pharmacy per guidelines set by the General Assembly. I think products that contain CBD should be available to the general public as is any other OTC herbal product. Thank you.

Last Name: Holmes Locality: James City

Hemp-derived THC (whether delta8, delta9, HHC, THC-O or other isomers) are often produced using strong solvents. Companies need to provide independent third party testing for cannabinoids, solvents, mold, pesticides, etc. if these are going to be officially made legal.

Last Name: Kirschner Locality: Winchester

Good afternoon, I work for a CBD store, but i am not speaking on their behalf, but sharing my experiences. Our customers are seeking health benefits and relief from depression, pain, anxiety, insomnia, PTSD, cancer and more. The products work! Ratger than these products leading to addiction or abuse, they help peopek with addiction and abuse. Our customers should jotbhave to worry about their medicine being taken from them by their government. Our products are independently tested and naturally derived. Anybody of any age is safe taking Cannabinoids While I appreciate you trying to protect us from potentially unsafe products I am

confused by your concern about synthetic derivatives of delta 8 when the entire pharmaceutical industry is synthetically derived. Brewery and winery openings are being celebrated as people are routinely charged with DUIs. Alcohol has no medicinal benefits.

Cannabinoids do. It seems like you are coming up with solutions and then looking for a problem all while supporting some industries over others. Hemp has so much potential in job creation and real help for people that would be a boon for Virginia. Why aren't you supporting it rather than seemingly holding it to tougher standards than others? I welcome any of you to our store at any time in Creekside. Thank you for your time and consideration. Sincerely, Pam Kirschner

Last Name: Kuhn Organization: Albemarle Hemp Company Locality: Albemarle County

Good afternoon, Thank you for consideration of my comments below. On behalf of my woman owned, family run small business, we appreciate your dedication to safety, and high quality, equitable regulation of hemp derived products. However, I would be remiss if I advised that I feel comfortable about the process thus far. My partner and husband submitted comment as well, regarding our feelings on safe labeling, packaging, testing, age requirements, conservative yet reasonable dosage, and some other items. I am not only a business owner, but an elementary school teacher in the public education system. I am about to enter my 20th year of teaching young people. In wearing both of these hats, please make no mistake how VERY strongly I feel about responsible business practice, public health, high quality industry standards, and about developing high levels of integrity in our progressing legal cannabis industry. However, I also feel that development of exemplars for labeling, testing, regulations regarding manufacturers, processors, and producers of hemp derived products, is not being handled by folks who truly have the knowledge and realistic facts about cannabinoids. I have heard, read, and battled over more untruths, than I can recount. I am amazed at the one-sided statistics I hear and read about, regarding cannabinoids, and feel very much like a continued double standard is what is being perpetuated in many ways. I feel investment in development of local subsets of collaboratively curated groups of cannabis business owners, experts, as well as policy makers, with EQUAL say in their collaboration, is a large piece of what's missing here. In the absence of firm policy, and well outlined safety measures, we as a Commonwealth, are losing millions - billions in tax and local commerce revenue that could be uplifting higher quality roads, schools, public buildings, buses, and more. I feel we are focused too heavily on the wrong pieces of this puzzle, and would very much like a chance to meet with the task force, politicians, policy makers, etc, to suggest some concrete, REAL action steps, so we can try to help this industry bring the best that it can, to our communities, and to our shared citizens. Thank you for your continued consideration, your dedicated work, and your time reading my comments. Gratefully, Leigh Anne Kuhn COO, Albemarle Hemp Company

Last Name: Kuhn Organization: Albemarle Hemp Company Locality: Albemarle County

My company has been in business since 2019, and I have attended, and spoken at several meetings of this fashion. My advocacy comes from a genuine place of desire to help build, model, and collaborate on well designed public health and safety regulations, that do not cost my business, and others like mine, to shut down due to overreach, or due to poor and invalid policy design. In thinking about VDACS' recently sent questions for collaboration on this matter, here are my thoughts; I believe that manufacturing safety should be regulated through appropriate licensure, inspection of facilities, and COA lab testing of hemp derived cannabinoids. This includes ALL oral or inhaled products. Regarding the safe sale, I feel proper labeling, created in conjunction with established, reputable hemp businesses and the Oversight committee, and Hemp task force, should include 21+ labeling, ingredients, proper warning info regarding driving, pregnangy, etc, conservative suggestions on dosage, company credentials, manufacturer, and bath/date info. These are standards my company has held ourselves to since we began, in the absence of such exemplars from our government and regulatory agencies. I also think all consumers must have 21+ id for all sales, at all times. I think you all have not adequately considered, nor approached the businesses who are doing poor business, and making things look negatively for the rest of us who are working tirelessly, to conduct proper commerce and responsible sales. We also provide educational literature, which should be included in all sales, so that people are armed with the resources to make responsible choices. This is more than any bottle of alcohol will provide in any ABC store. Finally, as an industry, we are offended at the continued skewed, biased news reports that continue to target cannabinoids, as well as people speaking about manufacture and production, who have virtually no experience or knowledge of these practices. I have heard things like "made with battery acid," which, is absolutely, completely untrue for any products my company carries. Finally, I think you would do well to invest in businesses in the USA who manufacture and produce hemp derived products, and increase regulations on products coming into vape shops that come from who knows where, and contain who knows what. I assure you, there are MANY reputable businesses who are working diligently to offer high quality, purely processed and manufactured products. These poor quality products in these vape shop stores, being sold at irresponsible dosage amounts, to underage people, are the problem you are not addressing. Your internal lack of knowledge regarding cannabinoids, is a LARGE problem you are not addressing as government agencies. There is so much more here, but for now, I hope you will consider the points I have addressed. I appreciate your time and collaboration, as always, Joseph Kuhn, CEO, Albemarle Hemp Company

Last Name: Richardson Locality: Glade Hill

Last Name: Biddle Organization: Virginia Hemp Coalition Locality: Fairfax County



Comments Document

(Abbreviated version -- Full comment is attached below in pdf format) To Whom This May Concern, Thank you for the opportunity to comment. I know you all are facing a very difficult task in trying to regulate hemp industry and I appreciate the opportunity to voice my concerns on the matter. My name is Barbara Biddle, owner of District Hemp Botanicals and I'm also here as a representative of the Virginia Hemp Coalition. I've been operating in Virginia as a retailer since 2017, with locations in Manassas and Leesburg VA, as well as a location in DC. My business works with both local and national manufacturers to provide quality, lab-tested products to tens of thousands of customers both locally and nationally. First, my main concern is the timing at which enforcement of the new regulations may begin. From a retailer's perspective, there are many moving parts as far as implementation, a lot of which are beyond our control. We've already made our manufacturers aware of the necessary label changes needed to be compliant, however they will need anywhere from 1-3 months to be able to make those necessary changes. Another consideration is the inability to package certain edibles in child-proof packaging, for example, honey and drinks. There are unique elements to these specific edibles that can help boost the bioavailability of cannabinoids compared to generic gummies and capsules, and I fear that little consideration is being taken into these nuances. On another note, the childproof packaging will also severely limit those with arthritis and pain issues from accessing certain products that are most effective for them. I strongly encourage allowing at least 6-12 months for companies to make these changes and retailers to sell through products before taking any punitive action against otherwise law-abiding businesses. Some other fixes include allowing retailers to provide edible products in a complimentary "childproof bag" that can fit multiple products as a fix. Second, I have deep concerns about the interpretation of the law as it applies to the legal state of hemp isomers and derivatives. A lot of the controversy stems from what seems to be a lack of education around the process of which these compounds are manufactured and misconceptions around the term "synthetic". In a letter dated September 15th of this year from the DEA's Drug and Chemical Evaluation Section states that only cannabinoids extracted from non-compliant cannabis or synthesized from non-cannabis materials are controlled substances. The letter also clarified a frequent point of confusion in discussions of Delta-8 (and the other 130+ hemp cannabinoids): namely, that the use of chemical synthesis to produce these natural compounds is not relevant to their control status. The term "synthesis," which has varied meanings in scientific literature and no established meaning in the law, along with the DEA's definition of "synthetic THCs" (a class of man-made THC analogs not found in the plant), has led many to think that Delta-8 was illegal because it is primarily produced from CBD through a process called chemical synthesis.... If hemp derivatives such as HHC are considered "synthetic" due to the manufacturing process, household products such as margarine and creamer would also be considered "synthetic" due to the fact that they are both produced using a chemical process called "Hydrogenation." (click .pdf for full comment)

Last Name: Richardson Locality: Franklin County

Where is the presentation on "The Endocannabinoid System and Our Health?" or "Hemp Derived Products for Global Markets"? You ALL should be ashamed.... you are not even accept public comments at the meeting because the fix is in.... you don't even pretend to listen.... how many of you have done ANY research on this subject? YOU are the reason there is NO respect for Government..... when it falls..... and it will YOU are the reason..



Task Force to Analyze Industrial Hemp Extracts Department of Agriculture and Forestry Commonwealth of Virginia

August 11, 2022

Task Force Members:

I am writing as a representative of the nation's longest-standing hemp nonprofit, the Hemp Industries Association, with hundreds farming and business members in Virginia and nationwide. The HIA has been leading efforts to dispel myths about hemp for almost thirty years by educating consumers and lawmakers alike on the remarkable properties and extraordinary potential of the hemp plant, advocating for scientific research, and advancing standards and practices in the hemp industry that put consumer health first. We are grateful for the opportunity to provide an additional comment in response to the August 9th meeting of the Task Force.

The meeting reflected many valuable perspectives, but also included some misconceptions stated as fact —along with a couple of crucial points that were not able to be raised in the limited time available. Our comments are going to be limited as well, but hope that the illustration of how readily the subject of hemp-derived cannabinoids can be misconstrued will be helpful in focusing the Task Force on its important work in the future.

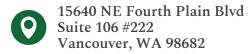
Multiple speakers cited warnings about the warning of potential health risks related to Delta 8 THC that was issued by the FDA, noting that the national poison control centers had received more than 2300 reports of potential exposures to Delta 8 THC products over a 13-month period. For context, these are some substances reported more than 2,300 times to the poison control centers over the most recent 12-month period with available data: artist paints (non-water color) - 3,123 exposures; fluoride toothpaste - 12,935 exposures; hand soap - 13,190 exposures; antacids - 9,151; multi-vitamin tablets - 11,592 exposures. The NIH's 2019 National Survey on Drug Use and Health provides further valuable context by reporting that approximately 95,000 people die each year from alcohol-related deaths (including more than 4,000 overdoses alone). In that context, the approximately 2,300 Delta 8 exposures over a thirteen-month period cannot credibly be characterized as alarming.

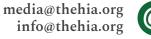


707.874.3648

www.thehia.org











What is alarming in those reports is the evidence that these products have been too readily falling into the hands of minors. The Commonwealth can address these concerns by utilizing common-sense solutions like age restrictions, marketing guidelines, and child-resistant packaging.

One of the most pervasive misconceptions about hemp-derived cannabinoids like Delta 8 THC is that you can safeguard consumers by banning them. However, it takes a high degree of manufacturing expertise, scientific rigor, and costly technology to produce safe Delta 8 —but it can be made much more cheaply and easily if you aren't concerned about producing a safe and clean product. Given the burgeoning demand for these products from consumers in the state, prohibiting Delta 8 will inevitably lead to black markets filled with untested products created using substandard—and therefore unsafe—tools and methods. The reality is that keeping these products safe means keeping them legal.

The leading manufacturers of these products are investing millions in their enterprises and acting responsibly to promulgate standards and educate the market, and have been actively engaging with legislators and regulators to establish guidelines for their products. And farmers who, from 2019 thru 2021, were suffering from an oversupply of unsold CBD hemp finally saw some relief as the demand for hemp-derived cannabinoid products finally cleared out most of those inventories. Virginia's consumers, entrepreneurs, and farmers deserve the opportunity to make the most of hemp's potential —and the security of safe, regulated markets for all hemp products.

Thank you for your diligent attention to these important matters and your dedicated service on behalf of the citizens of the Commonwealth.

Sincerely,

Jody McGinness

Executive Director

The Hemp Industries Association



707.874.3648

www.thehia.org





15640 NE Fourth Plain Blvd Suite 106 #222 Vancouver, WA 98682







Cannabis Business Association of Virginia

August 4, 2022

The Honorable Matthew J. Lohr Secretary of Agriculture and Forestry Commonwealth of Virginia

Public Comments: Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrohydrocannabinol (THC) Intended for Human Consumption

Dear Secretary Lohr,

We appreciate the opportunity to submit written comments to the Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol (THC) Intended for Human Consumption (the "Task Force"). We ask that you consider these comments in conjunction with the oral testimony provided by our lobbyist, Dylan Bishop, at the Task Force's July 7 meeting.

The Cannabis Business Association of Virginia ("CannaBizVA") is a non-profit, trade association formed to advocate for the expansion and protection of commercial opportunities for Virginia businesses in the Commonwealth's regulated cannabis industries. Our membership includes farmers, processors, manufacturers, retailers, laboratory testing facilities, and other ancillary businesses, and we represent their interests collectively.

These comments focus primarily on the Virginia Department of Agriculture and Consumer Services' ("VDACS'") Food Safety Program, specifically its "regulatory response to chemically-synthesized cannabinoids in foods and beverages" announced on June 30, 2022.¹

These comments will address (1) the absence of a nexus between the recently enacted budget language and the aforementioned regulatory response, (2) inherent enforcement issues, and (3) the legal status of hemp-derived products, including delta-8 THC. Furthermore, these comments (1) respectfully requests this task force propose a change to Virginia Code Section 3.2-5145.5 to conform with Federal law, (2) offers suggestions regarding guidance that would help industry participants maintain compliance under the revised interpretation of the Food & Drink Law, and (3) proposes agency action that would permit processors and manufacturers of products intended for human consumption which contain delta-8 THC to be considered an

¹ https://www.vdacs.virginia.gov/press-releases-220630-retail-sale-of-thc-infused-edibles.shtml

approved source to meet the guidelines of the Virginia Food & Drink Law under certain circumstances.

Nexus between Regulatory Action and Enabling Legislation

VDACS' June 30 press release states that "any chemically-synthesized cannabinoid is [now considered] a food adulterant and any person who manufactures, sells, or offers for sale a chemically-synthesized cannabinoid, including delta-8 THC, as a food or beverage is in violation of the Virginia Food and Drink Law" and that the agency's shift in policy was made "in response to provisions included in the budget recently passed by the General Assembly and signed by Governor Glenn Youngkin." However, the recently enacted budget language wholly lacks *any* reference to "chemically-synthesized cannabinoids." Additionally, the recently enacted budget fails to make any substantive amendments to Virginia's Food & Drink Law. Consequently, it is our position that the present regulatory action lacks the enabling language in the recently enacted budget cited by the Commonwealth as its justification for the policy change. Therefore, we ask that VDACS rescind this change in policy until it can be properly enacted through the notice and comment provisions of the Virginia Administrative Process Act.

Enforcement Issues

By VDACS' own admission, hemp plants naturally contain some level of delta-8 THC.⁵ As such, VDACS' new position only considers "chemically-synthesized" cannabinoids as prohibited food adulterants. However, as presented by the Commonwealth's Department of Forensic Science at the July 7 Task Force meeting, "[t]here is no laboratory testing that will be able to distinguish 'naturally occurring' vs. 'synthetic' delta-8-THC (or any other cannabinoids)." Hence, the Commonwealth has no way to determine whether a food or drink containing delta-8 THC was manufactured using "chemically synthesized" delta-8 THC, which is prohibited, or "naturally occurring" delta-8 THC, which is not, except perhaps by inference or admission.

If VDACS plans to enforce the prohibition on "chemically synthesized" delta-8 THC by inference, the logical way of determining whether the delta-8 THC present in the food was "chemically synthesized" would be to determine whether the delta-8 THC exceeds the agency's accepted range for naturally occurring delta-8 THC in the hemp plant. Consequently, we ask that VDACS publicize guidance as to what it considers to be the acceptable range or amount of delta-8 THC that naturally occurs in the hemp plant to aid in the industry's compliance of its interpretation of the Virginia Food & Drink Law.

² Ibid.

³ See HB30 (2022), Chapter 2, Item 4-14; https://budget.lis.virginia.gov/item/2022/2/HB30/Chapter/4/4-14.00/.

⁴ Ihid

⁵ https://www.vdacs.virginia.gov/press-releases-220630-retail-sale-of-thc-infused-edibles.shtml

Legal Status of Products Containing Delta 8

The Commonwealth's definition of "Industrial Hemp" incorporates the Federal definition of hemp and Federal law by reference. By this standard, delta-8 THC is not a federally illicit substance, contrary to what was stated by representatives of the Commonwealth at the July 7 Task Force meeting.

In fact, the U.S. Drug Enforcement Agency (DEA) has held that in light of the language of the 2018 Farm Bill, all hemp-derived cannabinoids, as long as they are under 0.3% *total* delta 9-THC, are not controlled substances and are not illegal under federal law. In a September 2021 letter to the Alabama Board of Pharmacy, a DEA official explained, "The Controlled Substances Act, however, excludes from control 'tetrahydrocannabinols in hemp (as defined under section 16390 of Title 7).' Hemp, in turn, is defined as 'the plant Cannabis sativa L. and any part of that plant, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol concentration of not more than 0.3 percent on a dry weight basis.' 7 U.S.C. 16390(1). Accordingly, cannabinoids extracted from the cannabis plant that have a delta 9-THC concentration of not more than 0.3 percent on a dry weight basis meet the definition of 'hemp' and thus are not controlled under the CSA."6

Furthermore, a recent ruling by the U.S. Court of Appeals Ninth Circuit further supports this interpretation of the 2018 Farm Bill. According to The National Law Review, in a recent trademark violation case involving delta 8-THC products, "The Ninth Circuit found that the plaintiff was likely to succeed on the merits of its trademark claim "because its delta-8 THC products are not prohibited by federal law, and they may therefore support a valid trademark." In so doing, the Ninth Circuit pointed to the plain text of the 2018 Farm Bill and found the $\Delta 8$ -THC in the plaintiff's products appear to fit comfortably within the statutory definition of 'hemp.'"

Absent a change in federal law, it is clear that the current statute allows, or at the very least does not disallow, products derived from hemp as long as they do not contain a total *delta 9-THC* concentration of greater than 0.3%. Accordingly, CannaBizVA respectfully requests that this Task Force proposes an amendment to Virginia Code Section 3.2-5145.5 to conform with Federal law. Specifically, we request that language is added to clarify that any reference to THC concentration is in fact referring to delta-9 THC, in line with Federal law, as opposed to total THC. In effect, this amendment would permit VDACS' Food Safety Program to consider products containing delta-8 THC, and other synthetic cannabinoids, to be from an approved source under certain circumstances, assuming the products does not contain more than 0.3% delta-9 THC and otherwise comports with the requirements of Virginia's Food & Drink Law and corresponding regulations.

https://albop.com/oodoardu/2021/10/ALBOP-synthetic-delta8-THC-21-7520-signed.pdf

⁷ https://www.natlawreview.com/article/weeds-thicken-making-sense-ninth-circuit-s-decision-finding-delta-8-legal-under

Suggestions

CannaBizVA respectfully requests that VDACS rescind its "regulatory response," which deems "synthetic cannabinoids" as adulterated food additives, as this action lacks the enabling legislation cited by the agency as its justification for the action. Alternatively, CannaBizVA would welcome the opportunity to work with VDACS to find a path forward that could allow delta-8 THC, in certain circumstances, to be considered to be from an approved source to meet the guidelines of the Virginia Food and Drink Law. Finally, CannaBizVA asks that VDACS offer guidance as to what it considers to be the acceptable range or amount of delta-8 THC which naturally occurs in the plant *cannabis Sativa* to aid in the industry's efforts to comply with the revised policy.

We appreciate your consideration in this regard.

Respectfully,

Mary C. Fox President, CannaBizVA To Whom This May Concern,

Thank you for the opportunity to comment. I know you all are facing a very difficult task in trying to regulate hemp industry and I appreciate the opportunity to voice my concerns on the matter. My name is Barbara Biddle, owner of District Hemp Botanicals and I'm also here as a representative of the Virginia Hemp Coalition. I've been operating in Virginia as a retailer since 2017, with locations in Manassas and Leesburg VA, as well as a location in DC. My business works with both local and national manufacturers to provide quality, lab-tested products to tens of thousands of customers both locally and nationally. I'm also a mother to two boys, ages 3 and 6, so I understand the intention behind these new regulations. That being said, I have a number of concerns that I would like to bring to the task force's attention and I'll try to keep it as concise as possible and will include more details in my written response.

First, my main concern is the timing at which enforcement of the new regulations may begin. From a retailer's perspective, there are many moving parts as far as implementation, a lot of which are beyond our control. We've already made our manufacturers aware of the necessary label changes needed to be compliant, however they will need anywhere from 1-3 months to be able to make those necessary changes. From designing the new label, to ordering the new labels and compliant packaging to repackaging their current inventory and then getting that product to us. Another consideration is the inability to package certain edibles in child-proof packaging, for example, honey and drinks. There are unique elements to these specific edibles that can help boost the bioavailability of cannabinoids compared to generic gummies and capsules, and I fear that little consideration is being taken into these nuances. On another note, the childproof packaging will also severely limit those with arthritis and pain issues from accessing certain products that are most effective for them. I strongly encourage allowing up to 6-12 months for companies to make these changes and retailers to sell through products before taking any punitive action against otherwise law-abiding businesses. Some other fixes include allowing retailers to provide edible products in a complimentary "child proof bag" that can fit multiple products as a fix.

Second, I have deep concerns about the interpretation of the law as it applies to the legal state of hemp isomers and derivatives. A lot of the controversy stems from what seems to be a lack of education around the process of which these compounds are manufactured and misconceptions around the term "synthetic". In a letter dated September 15th of this year from the the DEA's Drug and Chemical Evaluation Section states that only cannabinoids extracted from non-compliant cannabis or synthesized from non-cannabis materials are controlled substances. The letter also clarified a frequent point of confusion in discussions of Delta-8 (and the other 130+ hemp cannabinoids): namely, that the use of chemical synthesis to produce these natural compounds is not relevant to their control status. The term "synthesis," which has varied meanings in scientific literature and no established meaning in the law, along with the DEA's definition of "synthetic THCs" (a class of man-made THC analogs not found in the plant), have led many to think that Delta-8 was illegal because it is primarily produced from CBD through a process called chemical synthesis. If intoxicating hemp derivatives such as HHC are considered "synthetic" due to the manufacturing process, household products such as

margarine that are found at your local grocery store would also be considered "synthetic" due to the fact that they are both produced using a chemical process called "Hydrogenation." Isomerization, the process utilized to make d8 and d10 is also very similar in nature. These cannabinoids are naturally occurring, utilize starting material from the cannabis plant and are very different from how compounds such as JWH-018, one of the active ingredients in K2 and Spice (of which is not naturally occurring and don't utilize any parts of the plant in their production). Also, there is no method to determine whether or not D8 was made through the process of isomerization or if it was made from naturally occurring D8, making enforcement very difficult. These isomers and derivatives are often used therapeutically for ailments such as sleep and pain and I believe personal and political biases are getting in the way of providing Virginians with access to potentially life-saving compounds. I ask that more time and consideration be made before moving forward with enforcement. I also think that it's very important that a study into the economic impact is absolutely critical before any actions are made. If a regulatory structure is to be adapted, I recommend creating a structure that treats intoxicating compounds derived by hemp similar to how the state treats beer and wine vs hard liquor. General retailers should be allowed to sell these products with simple licensing requirements and age restrictions. I highly advise not adapting the regulations from CO, OR and NY mentioned earlier during the meeting. These states were once safe havens for hemp businesses but have adapted some of the most restrictive regulations in the entire country. In fact, the number of acres registered for hemp farming fell from 90,000 acres in 2020 to 4,000 acres in 2022 shortly after new regulations implemented. Many companies are opting to relocate to states that are more friendly to hemp businesses. If the intention is to help support the hemp industry, utilizing those structures would have the opposite effect.

Third, the age restrictions on full-spectrum products may be detrimental to college students who rely on hemp products as an alternative to intoxicating and habit-forming pharmaceuticals. I completely understand the need to keep intoxicating products out of the reach of children, however, college-aged individuals are adults and deserve access to CBD as a treatment method without parental consent. I worry that a blanket regulation may inadvertently cause more harm than good and create a vacuum effect, causing more young adults to be forced to use potentially harmful substances by restricting access. It also seems arbitrary and short-sighted to restrict access to non-intoxicating hemp products but allow 18-21 year olds to access high-THC products without an adult present via the medical dispensaries. I suggest a recommendation to the administration that this rule be struck altogether or implementing a way for adults aged 18-21 to access these products with at least a doctor's note, similar to state medical marijuana regulations.

In summary,

APPENDIX 3

VDACS Listening Session: Regulating Hemp Extracts and Other Substances with THC

Industrial Hemp Growers, Processors, and Dealers:

The recently passed budget directs the Secretary of Agriculture and Forestry, in conjunction with the Secretary of Public Safety and Homeland Security and Secretary of Health and Human Resources, to establish a task force to analyze and make recommendations regarding whether any statutory or regulatory modifications are necessary to ensure the safe and responsible manufacture and sale of industrial hemp extracts and other substances containing tetrahydrocannabinol that are intended for human consumption, orally or by inhalation, in the Commonwealth.

In preparation for the August 9 meeting of this task force, VDACS is seeking hemp industry response on the following questions:

- 1. What requirements, if any, do you think are important to ensure the safe **manufacture** of hemp extracts or products containing THC that are consumed **orally**?
- 2. What requirements, if any, do you think are important to ensure the safe **sale** of hemp extracts or products containing THC that are consumed **orally**?
- 3. What requirements, if any, do you think are important to ensure the safe **manufacture** of hemp extracts or products containing THC that are consumed by **inhalation**?
- 4. What requirements, if any, do you think are important to ensure the safe **sale** of hemp extracts or products containing THC that are consumed by **inhalation**?
- 5. What items or issues regarding hemp extracts or products containing THC that are consumed orally do you feel are not adequately addressed by the Code of Virginia or current regulation?
- 6. What items or issues regarding hemp extracts or products containing THC that are consumed by inhalation do you feel are not adequately addressed by the Code of Virginia or current regulation?

To collect the hemp industry's responses to these questions so that VDACS can relay the industry's responses to the task force, VDACS will host six virtual listening sessions. If you are not able to attend one of the listening sessions, you may submit a written response to me via email. VDACS will present a summary of the hemp industry's feedback to the task force on August 9.

Discussion during these listening sessions will be focused on and limited to the manufacture and sale of hemp extracts and products containing THC that are consumed orally or by inhalation. During the listening sessions, attendees will have an opportunity to respond to each of the questions listed above. Attendance at each listening session will be capped at 20 in order to give all interested participants an opportunity to speak. VDACS will register attendees on a first come, first served basis. You may register to attend a listening session using the links below. Unless you receive an email that the session you selected is full, please do not attempt to register for more than one session.

Tuesday, July 26, 1:00 p.m. - 2:00 p.m.

https://covaconf.webex.com/covaconf/onstage/g.php?MTID=e08887b27b42fbda7d11f1937c21dec10

Tuesday, July 26, 3:00 p.m. - 4:00 p.m.

https://covaconf.webex.com/covaconf/onstage/g.php?MTID=e73d6caf17b48f1d9a4c0fe1979a81ce9

Wednesday, July 27, 2:00 p.m. - 3:00 p.m.

https://covaconf.webex.com/covaconf/onstage/g.php?MTID=e48c2425370869dc8a3643561bb49c629

Wednesday, July 27, 4:00 p.m. - 5:00 p.m.

https://covaconf.webex.com/covaconf/onstage/g.php?MTID=ecfdd3ec6be149c8b6fe75b4f272c1b17

Thursday, July 28, 10:00 a.m. - 11:00 a.m.

https://covaconf.webex.com/covaconf/onstage/g.php?MTID=e53f16fcb20a156779fac305aa77d433f

Thursday, July 28, 12:00 p.m. - 1:00 p.m.

https://covaconf.webex.com/covaconf/onstage/g.php?MTID=edb93013a515d4c3f7446f2b1cf9b617f

APPENDIX 4

Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption

Capitol Building ~ 1000 Bank St, House Room 1 ~ Richmond, VA 23218

November 7th, 2022 11:00am - 12:00pm

Access Live Stream: Live Stream link

l.	Welcome	Secretary Matthew Lohr
II.	Roll Call	Deputy Secretary Parker Slaybaugh
III.	Overview of the Task Force's Draft Report	Deputy Secretary Parker Slaybaugh
IV.	Announcement of Open Public Comment	Deputy Secretary Parker Slaybaugh
V.	Adjournment	

Task Force Participating Agencies			
Secretary of Agriculture and Forestry	Secretary of Public Safety and Homeland Security	Secretary of Health and Human Resources	
Department of Agriculture and Consumer Services	Office of the Attorney General	Department of Health	
Department of Forensic Science	Cannabis Control Authority	Board of Pharmacy	
Virginia State Police	Department of General Services, Division of Consolidated Laboratory Services	Commonwealth's Attorneys' Services Council	

^{**} Public comment will not be received during this meeting**

^{**}Written public comment will open following adjournment and will remain open until November 14th at 5:00 p.m.**

Public Comments for 11/07/2022 Hemp Taskforce

Last Name: Kuhn Organization: Albemarle Cannabis Company Locality: White Hall

To Whom It May Concern: I submit these comments in response to the recent Nov 7th Hemp Task Force meeting & subsequent recommendations made by committee members. I also write to express my high level of concern that these efforts & attempts at regulation seem to continue to be done in ways that are devoid of public transparency, & do not appear to adhere to protocols set in place, as they tend to occur in other industries. The summary I took away from this recent (* not made open to the public,)meeting is as follows; 1-Assess the legality of products that include THC, use all THC in total THC equation (This is counterproductive from a number of standpoints, & reflects the governments lack of understanding of the cannabis plant, the extraction processes, & much, much more. This would also completely negate ability for the current industry to be able to fiscally withstand production, testing, & other aspects of operations.) 2-Coordinate with law enforcement to enforce parameters on inhaled THC products (This seems to be a far reach, & one that bleeds into the jurisdiction of ATF, which, again, seems to create a multitude of conflicts of interest, & further convolute an already muddied & stagnated legalization process.) 3-Put into place a permit to sell hemp products. (Who would issue these...? Would you be again trying to task VDACS with a job that isn't theirs? Would a new agency be instituted for this? Where would the money come from for this? Permitting needs to be increased for professional/industry standard, but, I wonder if this process has truly been mapped out with any intention or critical thinking with regard to establishing & maintaining a solid permitting & renewal process.) 4-Add increased penalties to selling illegal hemp products (There is so much wrong with this. VA claims to be invested in the legalization process, & cannot seem to figure that out, yet, you are going to initiate the possibility of increased penalties? Most everyday folks don't even know what is legal, what isn't, nor feel there is any clarity to being able to know whether or not they are following the letter of the law. Businesses in the industry feel similarly, & quite often. Not to mention, literally anyone can receive just about anything they want, from another legal state, via mail. The only thing this would do would be to deepen the black market, & cause more of a mess.) 5-Address edible hemp extracts in restaurants. (I think this task force, and, quite honestly, the Commonwealth need to reground themselves in a concrete legalization path before this is even discussed. There are so many other more critical issues that need addressing with the hemp and cannabis industry, (while VA continues to pass by billions it could be reaping in tax revenue if we were on the other side of this process,) that the idea of this initiative just further weakens the credibility of the folks attempting to string this together. My apologies for sounding overly open but, I, along with countless others, are ready for the legalization of retail cannabis, legal hemp cannabis, & other corresponding products, to be put in place. We are tired of seeing our businesses strung over the cliff of the mountain every time this committee, & budget committees meet, & attempt to put some half woven policy into place. We want safe public use, clear guideline, & you all to invest in folks you still aren't invested in- the folks who know this plant. Regards, Leigh Anne Kuhn

Last Name: Selah Organization: VHC Locality: Norfolk



Comments Document



Please see the attached letter of which I echo. Thank you.

Last Name: Epstein Locality: Oakland, CA



Comments Document

Thank you for providing this opportunity to discuss and deliberate on the best ways to regulate hemp derived compounds. At the onset, it must be noted that cannabis/marijuana and hemp are the same plant (Cannabis sativa I) and the intoxication from $\Delta 9$ -tetrahydrocannabinol (" $\Delta 9$ -THC"), other phytocannabinoids cannabinoids or cannabinoids chemically converted from cannabidiol (CBD) is identical regardless of source. As such, when the Commonwealth's report specifically states that "the charge of this taskforce [is] to advise the General Assembly on the best way to distinguish between legal, non-intoxicating hemp products and illegal, intoxicating cannabis products and the regulatory framework that aids in enforcement" one vital piece of information must be clarified: intoxicating cannabinoids are routinely derived from hemp but at the same time fit into the federal definition of hemp and this consideration is not adequately captured by the Commonwealth's discussion.

Last Name: Amatucci Organization: Virginia Hemp Coalition Locality: Albemarle County



Written Comments Attached in pdf format Re: Virginia Hemp Coalition's response to the proposed draft recommendations of the Virginia Hemp Task Force

Last Name: Gleyzer Organization: Virginia Healthy Alternatives Association Locality: Colonial Heights



Please see attached comments from the Virginia Healthy Alternatives Association

Last Name: Bishop Organization: Cannabis Business Association of Virginia ("CannaBizVA") Locality: Richmond

Comments Document

We appreciate the opportunity to submit written comments to the Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol (THC) Intended for Human Consumption (the "Task Force"). We ask that you consider these comments in conjunction with our previously submitted written comments as well as the oral testimony provided by our lobbyist, Dylan Bishop, at the Task Force's July 7 meeting. The Cannabis Business Association of Virginia ("CannaBizVA") is a non-profit, trade association formed to advocate for the expansion and protection of commercial opportunities for Virginia businesses in the Commonwealth's regulated cannabis industries. Our membership includes farmers, processors, manufacturers, retailers, laboratory testing facilities, and other ancillary businesses, and we represent their interests collectively. While CannaBizVA generally agrees with many of central tenets brought to light and recommended by the Task Force, CannaBizVA fervently opposes the recommendation that a hemp product's legality should be assessed using its total THC concentration. Both Federal law and the Commonwealth currently define and distinguish hemp and hemp-derived products from marijuana using a Delta-9 THC scale. Accordingly, a change to a total THC standard would bring Virginia out of alignment with the Federal definition, and which would only serve to shrink Virginia's hemp markets to a smaller scale than that which is currently permitted by the USDA and Federal courts.

Last Name: Niehaus Organization: Trulieve Locality: Out of state



Please see attached file for written comment.

Last Name: Miller Organization: U.S. Hemp Roundtable Locality: Washington

Comments Document

Attached are comments from the U.S. Hemp Roundtable in response to the "Report of the Task Force to Analyze and Make Recommendations Regarding Whether Any Statutory or Regulatory Modifications are Necessary to Ensure the Safe and Responsible Manufacture and Sale of Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol that are Intended for Human Consumption in the Commonwealth."

Last Name: Suit Locality: Virginia Beach

My name is Ryan Suit and I am a hemp grower and processor, an owner of a CBD and hemp store in Virginia Beach, and a licensed attorney in Virginia. Thank you for your time and effort in drafting this report. The Hemp Task Force came up with several excellent recommendations that will move the hemp and cannabis industry forward. That being said, there are some issues with a couple of the recommendations made. First, assessing a product's legality using its total THC concentration makes sense, but redefining marijuana to include hemp-derived THC products does not. Products should not be defined as marijuana simply because they have a certain amount of THC. Doing so could create a knot of terms that would later need to be untangled. The term marijuana should be reserved

for cannabis and should not include hemp or hemp products. The task force should recommend adding a term such as "intoxicating hemp products" to differentiate hemp-derived THC products from cannabis products and from non-intoxicating hemp products. Second, requiring permits for the sale of intoxicating hemp products is a good idea, but it will not reduce the occurrence of cannabis related "pop-up shops." Pop up vendors almost exclusively sell cannabis products; in other words, weed. They are not selling hemp-derived products. Requiring a license for hemp-derived products would have a minimal effect on pop ups. If this Task Force wanted to reduce pop up shops, it would recommend increased enforcement of existing laws pertaining to unlicensed sales of cannabis products. While the Task Force's recommendations have a lot of potential, the entire report limits its own value by failing to consider adult use cannabis sales. The report explicitly states that it takes no position on regulating adult use cannabis and marijuana. However, it would be so much simpler to regulate cannabis products and intoxicating hemp products together. The Task Force acknowledges that licenses should be issued for THC products that are made from hemp. It logically follows that the Task Force would support licenses for THC products from cannabis. At this point, products with THC from either cannabis or hemp can produce the same effects, and they should be regulated in the same manner. This can be done in one single step next session: legalize the adult use cannabis market and let the CCA develop rules to govern cannabis and intoxicating hemp. That is the main conclusion this report should reflect. Thank you for your time and consideration of my comments. I hope you find them helpful, and I look forward to the Task Force's presentations to legislators.

Last Name: Stone Locality: Caroline

Through out the Federal Legalization of hemp, many people have touted the positive benefits of the many things that can be done with processed hemp curd or even the many cannabinoids that it has. It's a plant that you can build with and help treat minor health issues with. Many potentials of course but what you don't hear to much about would be the hemp plants ability to help reclaim toxic soils that have been contaminated with heavy metals and sulfurs. The hemp plant has the ability to absorb these metals via root system and metabolize them through out the leaf system better than any other plant. Im citing most of this information from testing results reported by Penn State. However, Virginia has a history of mining and prospecting coal and precious metals such as gold, copper, and zinc. Though production mining has slowed down over the last several decades, the damaging impacts to the environment around those mines still exist today. The soils are in poor quality due to the heavy metals leaching from the mines and most native vegetation struggles to survive in these areas. The water sources near or on the mining sites tend to test low for P.H. levels do to these heavy metals causing the water to become corrosive which won't allow aquatic vegetation to grow. With the lack of aquatic vegetation it reduces the oxygen levels in the water. In return, reduces the aquatic wildlife. I also believe hemp has the potential to sequester carbon from the atmosphere at high rates. So with that being said, hemp can have a significant impact on reclaiming soils and improving the landscape around these retired mines and other polluted soils. I believe when it comes to regulating the hemp plant, Virginia should consider on how to regulate "non traditional" hemp practices such as using the plant for environmental reclaim projects and not just farming. We can also use the reclaim hemp for industrial purposes as well, adding to the extra benefit. Virginia should allow for programs as such and even consider giving grants to businesses who participate in helping reclaim these polluted areas. A program of this nature would not be relevant to traditional agriculture and would need to be monitored and regulated differently. This plant can help us restore our environment and put nature back at its balance. This plant can help us fight a polluted world. Let's use it for that if anything. Thank you for taking your time to read this.

Last Name: Anderson Locality: Goochland

Hemp, is hemp is hemp! Adding more layers to an already "red tape" laden process doesn't do anyone any good. Where's the accountability? Unfortunately, it falls on the farmers. The federal government has defined hemp already. They've obviously got some holes to fill. If any product, topical, ingested, inhaled, or other falls into what the federal government says is hemp, then it's hemp! This really isn't this difficult. You're only stifling an emerging industry that has HUGE potential for Virginia. In closing, I ask you to ask yourselves, 1) will it really make a difference 2) are you truly going to be able to enforce it and hold people accountable 3) what good does it bring to the greater good?

Last Name: fairlo Locality: Fredericksburg

Pot is not Alcohol, and THC is not analogous to ABV. There are a lot of things to take issue with in regards to governments control attempts, but this one is a vital starting point in understanding. If you use THC% at any point you're building on false ground and asking for collapse. Please take the time to educate yourself before you create the law of the land.

Last Name: Intorcio Organization: Virginia Catholic Conference Locality: Richmond



1

I am attaching an update to the comments submitted by the Virginia Catholic Conference on Aug. 5. Thank you.

Last Name: Intorcio Organization: Virginia Catholic Conference Locality: Richmond

Comments Document

This an update to the July 7 testimony and Aug. 5 comments filed by the Virginia Catholic Conference. Since that time, there have been two notable incidents in the Commonwealth that the Hemp Task Force and the General Assembly should consider in responding to the proliferation of Delta 8. Four-year-old Spotsylvania boy died from ingesting Delta 8 THC: In October, CNN, the New York Post, the Fredericksburg Free Lance-Star, NBC 4, WUSA 9 and many other news organizations reported that the mother of a four-year Spotsylvania County boy who died in May after consuming a large amount of Delta 8 THC was arrested. After ingesting THC gummies, the boy was eventually taken to Mary Washington Hospital, and then transferred to the VCU Medical Center in Richmond. He was taken off life support on May 8. The boy's mother, Dorothy Annette Clements, 30, is charged with felony murder and felony child neglect. Court records show that the child was being cared for by Clements on May 6 when he suffered a medical emergency. According to Dr. Robin Foster, toxicology results showed an extremely high level of THC in the boy's system. CNN reported that the Virginia Department of Health confirmed the child's death is considered to have been accidental and "the cause of death is Delta-8-tetrahydrocannabinol toxicity." Several students sickened after taking Delta 8 THC edibles at Virginia middle school: At least seven students at Liberty Middle School in Fairfax County reported feeling ill after apparently eating Delta 8 gummies, according to the school's principal who informed families by letter. Fairfax County Fire and Rescue and police officers were called to the school in Clifton on Oct. 27. Fairfax Fire dispatched several ambulances to the scene. The students were having symptoms of vomiting, dizziness, and slurred speech, according to Principal Adam Erbrecht. Three of the students were taken for medical treatment and the rest were treated at school or were sent home with their families. Fairfax Police determined there was no crime. but the principal wrote that there might be disciplinary action. The above cases follow publicly reported THC-edible poisonings in Roanoke and Stafford counties. In July, the Blue Ridge Poison Center at UVA Health reported a five-fold increase in calls for adverse reactions to Delta 8. These repeated instances of harm to children make it abundantly clear that the Virginia General Assembly should consider banning the sale of Delta 8 as has been done by at least 12 states.

Last Name: Selah Organization: Virginia Hemp Coalition Locality: Norfolk



Comments Document



Please refer to the attached file as my comment, in which I concur. Thank you kindly, Leandra

Last Name: Currin Organization: Equal Justice Center Locality: Norfolk

I offer my services to the Commonwealth of Virginia as an expert in state regulations of marijuana sales. Right now expertise is missing on the regulatory boards and taskforce. We need industry and law involved more actively and less policy pushing. Accordingly I have submitted my information to the 3 authorities and seek support from the commission members in my effort to improve the boards.

Last Name: Paris Locality: Chesterfield

Cannabis legalization would allow citizens to grow their own plant medicine and curb the need of random shops selling dangerous chemical ridden cannabis. Legalize cannabis and allow Virginian's the choice of medicine that works best and safest for them.

Last Name: Crozier Organization: Community Coalition's of Virginia Locality: Virginia Beach

Thank you for taking hemp products seriously. Please also consider working to ban Delta 8 products in Virginia. Approximately 18 other states have banned Delta 8 products including Colorado (a liberal substance use state). Delta 8 products have no quality control, are often mislabeled, may include adulterants like Delta 9, can cause health and psychiatric risks, can be easily mistaken for candy by toddlers and youth, and Delta 8 can be misused by adults. Delta 8 is not safe; it poses many individual and community risks

for Virginians! Thank you for working to ban Delta 8 products.

End of Comments



November 14th, 2022

Chairman Matthew J Lohr Secretary of Agriculture and Forestry P.O. Box 1475 Richmond, Virginia 23218

Re: Public Comments on the Draft Report for the Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption

Dear Secretary Lohr, Deputy Secretary Slaybaugh, and Members of the Task Force:

Thank you for the opportunity to provide feedback on the recently released draft report from the hemp task force. The Virginia Hemp Coalition was founded in 2012 and is the leading hemp advocacy organization in the Commonwealth of Virginia. We pride ourselves on representing the entire industry, from farmers and businesses to consumers, and having a big picture / long-term approach to policy recommendations. While many agencies and groups in our industry focus on the short term, or only represent a certain section of the industry, we at the VHC believe that the benefits that cannabis / hemp products can provide, and the future of the cannabis / hemp industry, is so much larger than those limitations. This beneficial plant has many gifts to offer our communities including basics such as food, fuel, fiber, textiles, building materials, and important medicine / wellness products.

One powerful entity has stood between the benefits of cannabis and the public at large over the last 85 years, and that has been the United States Government. Imagine the multitude of various beneficial products we would have if we had just regulated this plant and its various compounds instead of prohibiting and pushing it underground into the black market. Virginia presently could be a leader in the Nation and the World as cannabis research began here in 1970's at Virginia Commonwealth University. In 1974 VCU released a study on the antineoplastic activity of cannabinoids. This groundbreaking medical research showed the promise of cannabinoids for inhibiting lung tumor growth. Moreover, the continual cannabis research at VCU led to Virginia having one of the first laws to legalize medical cannabis for glaucoma and cancer treatment in 1979. Over the years, VCU has continued to study cannabinoids and still have cannabis experts in their medical program. The Federal Governments restrictions have hindered the real-world applications unfortunately, but times are changing and Virginia can be a national leader in the emerging field of cannabinoid science once again.

Under the leadership and research of Dr. Raphael Mechoulam, a professor of medical chemistry at the Hebrew University of Jerusalem, Israel has become the world leader in Cannabis research. Virginia should be working just as hard as Israel is to help continue to uncover the benefits of the various 120 plus cannabinoids. To do so we need the freedom to innovate and build upon the foundation we already have in the Commonwealth. We urge all members of the task force to continue to educate themselves on the endocannabinoid system in the human body and why cannabinoids are such a valuable tool for health and wellness.

The erroneous vilification of cannabis by the Nixon administration and the biased /double standard prohibitions that have followed created quite a present problem in this country with the proliferation of

cannabis products and their regulations (or lack thereof). Now, most Americans and Virginians are waking up to the fact that the failed policies of the past, along with the current "kicking the can down the road" for this emerging industry has been a great mistake and has caused many of the issues we are now facing. What we are experiencing presently is the culmination of the failure of politicians and bureaucrats to legitimize and properly regulate this plant and its various compounds and products. The best way to move forward is to acknowledge the wrongs of the past and immediately correct them. We need simple regulations like all other legal products on the store shelves. Some may think this process should be complicated but we are not reinventing the wheel. There are other similar types of products in the market that show us how this can be done. Legalizing, decriminalizing, legitimizing, and fairly regulating the entire cannabis industry is the only solution. We cannot afford any more bias, ignorance, or discrimination of our emerging industry and market. This market, and all the people willing to serve it and support it, are here to stay.

Regulations should be simple and straightforward. Intoxicating cannabinoid products should be sold only to adults 21 and over, in stores that carry a license (much like tobacco and alcohol is sold by licensing in retail stores). These products should be labeled correctly, and batch tested with a QR code available to show the results on a website. These types of intoxicating cannabinoid products and brands should never infringe other companies' trademarks and should not attempt to market to children or mimic popular candy and snack products. Non-intoxicating cannabinoid products should be sold like other over the counter dietary supplements, foods, and beverages with similar regulations. The determination of intoxicating and non-intoxicating cannabinoids should be science based. While our industry shares the goals of wanting safe and well-made hemp products in the marketplace and keeping them out of the hands of children, we need to balance that with not having extra bias, double standards, and over regulation for our entire industry under any circumstance.

When thinking about the entire cannabis industry we need to think long-term. Hemp grown for fiber and grain must be treated like other similar agriculture crops. Hemp flower may should be regulated differently, but we should be looking at regulating the end products when it comes to intoxicating products. Much like grapes, apples, corn, wheat, and potatoes make intoxicating end products we don't put undue burdens on the farmers. Regulations for final products should focus on the manufacturers and retailers. We must look to the future, and the future is a national cannabis industry with a massive workforce opportunity for the Commonwealth. The future is taxation and regulation that is straightforward, fair, and in line with other similar industries.

We are at a crossroads in Virginia. We must decide if we are going to continue the wrongs of the past or have a clear vision for the Virginia cannabis / hemp industry with simple and static regulations that allow businesses to innovate and create better products for our society. This is the only true solution if we are to take the black / grey markets (which already exist) and move them to create thriving businesses in the free market. We appreciate you listening to our comments and concerns and we as an industry will continue to work in good faith towards our mutual goals of improving cannabis / hemp products while balancing fair economic growth and protecting children from products they should not have access to. In recommending policy, we must focus on how these future laws and regulations will affect access to the market for Virginia small businesses, farmers, and cannabis / hemp product consumers. Thank you.

Sincerely,

Jason Amatucci President

Virginia Hemp Coalition



Submitted via US Electronic Mail

Task Force to Intoxicating Hemp THC Task Force
Attn: Matthew Lohr, Secretary of Agriculture and Forestry
Capitol Building
1000 Bank Street
Richmond, VA 23218

RE: <u>Public Comments on Report from the Task Force to Analyze Industrial Hemp</u>

<u>Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption Released and Meeting Held on November 7, 2022.</u>

Dear Mr. Lohr,

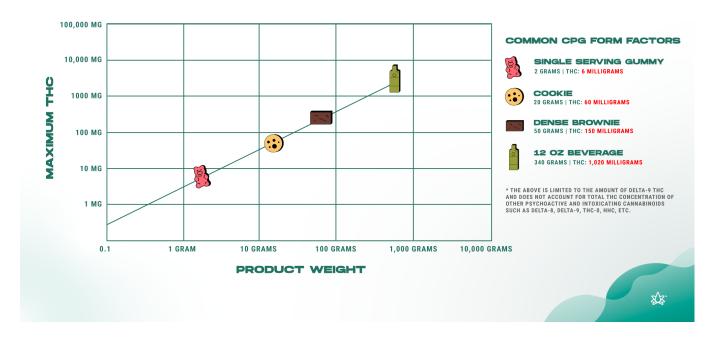
It is with great interest that I read the report from the Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption. My name is Pamela Epstein; I am the Chief Legal and Regulatory Officer for Eden Enterprises and Terpene Belt, cannabis and hemp companies, as well as the President of the California Cannabis Industry Association ("CCIA") and the chair of the committee on standards for the American Trade Association for Cannabis and Hemp ("ATACH"). As operators on both sides of the .3% Δ 9-THC line, our varied expertise provides a unique perspective on the concerns raised by Intoxicating-Hemp Derived Cannabinoids ("IHDC") in the marketplace. As such, we seek to provide insight and further clarifications regarding topics in the Commonwealth's Task Force Report.

Thank you for providing this opportunity to discuss and deliberate on the best ways to regulate hemp derived compounds. At the onset, it must be noted that cannabis/marijuana and hemp are the same plant ($Cannabis \ sativa \ l$) and the intoxication from $\Delta 9$ -tetrahydrocannabinol (" $\Delta 9$ -THC"), other phytocannabinoids cannabinoids or cannabinoids chemically converted from cannabidiol (CBD) is identical regardless of source. As such, when the Commonwealth's report specifically states that "the charge of this taskforce [is] to advise the General Assembly on the best way to distinguish between legal, non-intoxicating hemp products and illegal, intoxicating cannabis products and the regulatory framework that aids in enforcement" one vital piece of information must be clarified: **intoxicating cannabinoids are routinely derived from hemp but at the same time fit into the federal definition of hemp and this consideration is not adequately captured by the Commonwealth's discussion.**

The issue in question arises because (1) the definition of hemp relies on a $\Delta 9$ -THC percentage of overall weight of a <u>final form product</u>, and (2) food and beverage products are measured in grams while intoxicating $\Delta 9$ -THC and its isomers are measured and expressed in milligrams. This chart below visually highlights the problem of relying on a percentage of $\Delta 9$ -THC as a function of weight:



THE TRUTH OF USING .3% THC AS FUNCTION OF WEIGHT



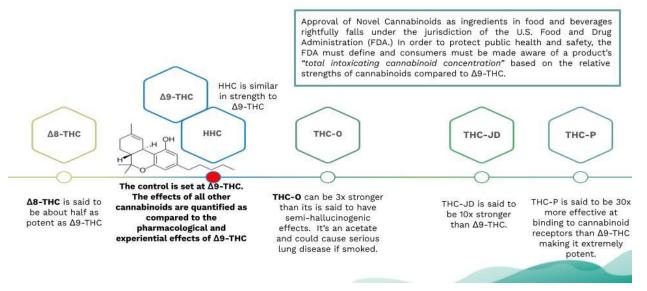
Congress did not contemplate the burgeoning cannabinoid market that the 2018 Farm Bill enabled, nor did it intend the legalized proliferation of IHDCs. Nonetheless, a plain text reading of the hemp language in the Farm Bill allows these hemp derived, intoxicating cannabinoids including but not limited to, $\Delta 9$ -THC chemically converted from non-intoxicating CBD to be sold untested, untaxed, without age gating and available in final form product concentrations that *far* exceed regulated (adult use and medical) cannabis markets. Regulatory guardrails exist for the sale of cannabis such as the existing Virginia law but do not exist for identical products if derived from hemp. Note that the only cannabinoid referenced is $\Delta 9$ -THC and current federal law is silent on the amounts of other intoxicating cannabinoids (many which are far more potent than $\Delta 9$ -THC) that can be included in final form hemp derived consumer products.





Understanding the Relative Strengths of Novel Cannabinoids

NOT all Phytocannabinoids, THCs or THC Isomers are Created Equal



The effects of the regulatory vacuum are real and growing. It is with great sadness, I read about the <u>death of a Virginia 4-year-old</u> from $\Delta 8$ -THC toxicity. His mother was charged with the death attributed to consuming likely untested CBD edibles she purchased from a "store" and believed to be non-intoxicating. This tragedy highlights the gravity of the issue and the need for state action and consumer education. The unfortunate reality is that consumers are misinformed rather than uninformed on the consequences of purchasing and consuming hemp products, which remain largely unregulated, untested and intoxicating.

For the Commonwealth, the focus must be on the regulation of intoxicating final form consumer products for the protection of public health and safety. The Board of Pharmacy ("BoP") in their list of comments and recommendations clearly understand that an intoxicating cannabinoid is such regardless of source material and that certificates of analysis and child resistant packaging should be required for <u>all</u> hemp (and cannabis) products for human consumption. Most importantly, the BoP warns against a misunderstanding of the relationship between the terms "milligrams" andp "percent" and regulations should use the terms correctly to ensure gaps don't exist in public safety. Consumers need to understand what they are consuming and that requires regulation and standardization otherwise they believe that products not purchased from a regulated cannabis dispensary are safe and non intoxicating.

Suggestions Based on the Report's Suggestions

Assess a product's legality using its Total THC concentration

Suggestion: Use the terms Total Tetrahydrocannabinol Concentration and Total Intoxicating Cannabinoid Concentration

It is recommended that legislative language and ensuing regulation use the term "Total Tetrahydrocannabinol Concentration" as a metric to determine the intoxicating potential of hemp biomass. It is not a useful metric for final form products; one must understand the difference between total tetrahydrocannabinol concentration and total intoxicating cannabinoid concentration. Non-manufactured products' intoxicating potential is largely limited to $\Delta 9$ -THC because of the minimal amounts of other intoxicating cannabinoids in the raw plant. The wide variety of intoxicating compounds that could be added



to manufactured products necessitates that those products be measured as total intoxicating cannabinoid concentration and communicated as such to the consumer to ensure and promote public health and safety.

Coordinated cannabis regulation and enforcement & Require a permit to sell certain hemp products

Suggestion: Develop a regulatory system that has guidelines for both non-intoxicating and intoxicating final form consumer products regardless of source.

It is clear - intoxicating hemp is marijuana/cannabis. Intoxicating hemp does not need, nor should have a regulatory status separated from marijuana/cannabis. No one benefits from a third regulatory apparatus. The only beneficiary from such segmentation are those seeking to exploit the system. The separation does nothing more than contribute to consumer and regulatory confusion and avoidable deaths.

We are available as a resource and look forward to continuing to support the Commonwealth as they grapple with this complicated issue.

Respectfully submitted,

Pamela N. Epstein, Esq., LL.M Chief Legal & Regulatory Officer pamela@edenenterprises.com Eden Enterprises, Inc. Terpene Belt, Inc.



November 14th, 2022

Chairman Matthew J Lohr Secretary of Agriculture and Forestry P.O. Box 1475 Richmond, Virginia 23218

Re: Public Comments on the Draft Report for the Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption

Dear Secretary Lohr, Deputy Secretary Slaybaugh, and Members of the Task Force:

Thank you for the opportunity to provide feedback on the recently released draft report from the hemp task force. The Virginia Hemp Coalition was founded in 2012 and is the leading hemp advocacy organization in the Commonwealth of Virginia. We pride ourselves on representing the entire industry, from farmers and businesses to consumers, and having a big picture / long-term approach to policy recommendations. While many agencies and groups in our industry focus on the short term, or only represent a certain section of the industry, we at the VHC believe that the benefits that cannabis / hemp products can provide, and the future of the cannabis / hemp industry, is so much larger than those limitations. This beneficial plant has many gifts to offer our communities including basics such as food, fuel, fiber, textiles, building materials, and important medicine / wellness products.

One powerful entity has stood between the benefits of cannabis and the public at large over the last 85 years, and that has been the United States Government. Imagine the multitude of various beneficial products we would have if we had just regulated this plant and its various compounds instead of prohibiting and pushing it underground into the black market. Virginia presently could be a leader in the Nation and the World as cannabis research began here in 1970's at Virginia Commonwealth University. In 1974 VCU released a study on the antineoplastic activity of cannabinoids. This groundbreaking medical research showed the promise of cannabinoids for inhibiting lung tumor growth. Moreover, the continual cannabis research at VCU led to Virginia having one of the first laws to legalize medical cannabis for glaucoma and cancer treatment in 1979. Over the years, VCU has continued to study cannabinoids and still have cannabis experts in their medical program. The Federal Governments restrictions have hindered the real-world applications unfortunately, but times are changing and Virginia can be a national leader in the emerging field of cannabinoid science once again.

Under the leadership and research of Dr. Raphael Mechoulam, a professor of medical chemistry at the Hebrew University of Jerusalem, Israel has become the world leader in Cannabis research. Virginia should be working just as hard as Israel is to help continue to uncover the benefits of the various 120 plus cannabinoids. To do so we need the freedom to innovate and build upon the foundation we already have in the Commonwealth. We urge all members of the task force to continue to educate themselves on the endocannabinoid system in the human body and why cannabinoids are such a valuable tool for health and wellness.

The erroneous vilification of cannabis by the Nixon administration and the biased /double standard prohibitions that have followed created quite a present problem in this country with the proliferation of

cannabis products and their regulations (or lack thereof). Now, most Americans and Virginians are waking up to the fact that the failed policies of the past, along with the current "kicking the can down the road" for this emerging industry has been a great mistake and has caused many of the issues we are now facing. What we are experiencing presently is the culmination of the failure of politicians and bureaucrats to legitimize and properly regulate this plant and its various compounds and products. The best way to move forward is to acknowledge the wrongs of the past and immediately correct them. We need simple regulations like all other legal products on the store shelves. Some may think this process should be complicated but we are not reinventing the wheel. There are other similar types of products in the market that show us how this can be done. Legalizing, decriminalizing, legitimizing, and fairly regulating the entire cannabis industry is the only solution. We cannot afford any more bias, ignorance, or discrimination of our emerging industry and market. This market, and all the people willing to serve it and support it, are here to stay.

Regulations should be simple and straightforward. Intoxicating cannabinoid products should be sold only to adults 21 and over, in stores that carry a license (much like tobacco and alcohol is sold by licensing in retail stores). These products should be labeled correctly, and batch tested with a QR code available to show the results on a website. These types of intoxicating cannabinoid products and brands should never infringe other companies' trademarks and should not attempt to market to children or mimic popular candy and snack products. Non-intoxicating cannabinoid products should be sold like other over the counter dietary supplements, foods, and beverages with similar regulations. The determination of intoxicating and non-intoxicating cannabinoids should be science based. While our industry shares the goals of wanting safe and well-made hemp products in the marketplace and keeping them out of the hands of children, we need to balance that with not having extra bias, double standards, and over regulation for our entire industry under any circumstance.

When thinking about the entire cannabis industry we need to think long-term. Hemp grown for fiber and grain must be treated like other similar agriculture crops. Hemp flower may should be regulated differently, but we should be looking at regulating the end products when it comes to intoxicating products. Much like grapes, apples, corn, wheat, and potatoes make intoxicating end products we don't put undue burdens on the farmers. Regulations for final products should focus on the manufacturers and retailers. We must look to the future, and the future is a national cannabis industry with a massive workforce opportunity for the Commonwealth. The future is taxation and regulation that is straightforward, fair, and in line with other similar industries.

We are at a crossroads in Virginia. We must decide if we are going to continue the wrongs of the past or have a clear vision for the Virginia cannabis / hemp industry with simple and static regulations that allow businesses to innovate and create better products for our society. This is the only true solution if we are to take the black / grey markets (which already exist) and move them to create thriving businesses in the free market. We appreciate you listening to our comments and concerns and we as an industry will continue to work in good faith towards our mutual goals of improving cannabis / hemp products while balancing fair economic growth and protecting children from products they should not have access to. In recommending policy, we must focus on how these future laws and regulations will affect access to the market for Virginia small businesses, farmers, and cannabis / hemp product consumers. Thank you.

Sincerely,

Jason Amatucci President

Virginia Hemp Coalition



November 14, 2022

The Honorable Matthew J. Lohr Secretary of Agriculture and Forestry Commonwealth of Virginia

Public Comments: Draft Final Report of the Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol (THC) Intended for Human Consumption

Dear Secretary Lohr,

Thank you for the opportunity to submit written public comments to the Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol (THC) Intended for Human Consumption regarding its draft final report shared in the November 7 meeting. I appreciate the opportunity to provide this input, and while I gave public comments at the task force's July 7 meeting and also submitted written comments to the task force previously, I am thankful for the chance to follow up and expand on those comments now that the task force has shared a draft final report.

I am the President of the Virginia Healthy Alternatives Association (VHAA) and the owner of a small business called VGI Brands. We employ around 30 people in Chesterfield County. The VHAA was formed to ensure that every Virginian has access to healthy alternatives to the products offered by large pharmaceutical companies, and we represent a wide range of members in the hemp products industry.

Legality of Hemp Products

The VHAA agrees with the majority of the recommendations of the task force, which we are pleased to see touch on many of the ideas that our organization has been discussing and sharing with policymakers. Ideas such as coordinated regulation, permit requirements, civil penalties, and regulating restaurant sales would all be good public policy changes. However, my organization has a different view of how to assess a product's legality.

Hemp and hemp-derived products have been fully federally legal since the passage of the 2018 Farm Bill. Although some in the industry contend that this legality was never meant to apply to certain novel cannabinoids, courts around the nation have found that the language in the bill does

allow for these products. Entrepreneurs around Virginia and the entire United States have used this legality to create a brand new industry that meets a very real consumer demand.

In my last written comments, I shared official positions of both the U.S. Drug Enforcement Agency (DEA) and the Ninth Circuit U.S. Court of Appeals which confirm this legal reality. And both Virginia's industrial hemp laws and its marijuana laws reference these federal laws, including a reference to delta-9-tetrahydrocannabinol.

The standard should be the same in Virginia as it is according to the U.S. DEA: is the product derived from hemp? To change the Code of Virginia to include certain hemp-derived products as marijuana would confuse consumers and, more importantly, make criminals out of Virginians who have been operating a perfectly legal, legitimate business for the past several years.

Importance of Regulation

Novel cannabinoids, such as delta-8-THC, themselves pose no greater public health risk than any other traditionally extracted and manufactured cannabinoids. And this work group heard in its first meeting that delta-8 THC derived from hemp-extracted CBD is chemically indistinguishable from delta-8 THC extracted straight from a hemp plant.

These products only become a problem when they are unregulated.

The VHAA agrees with Task Force Chairman and Chief Deputy Secretary Slaybaugh's comments in the introduction to the report that "it has become clear that unregulated cannabis products are a great cause for concern." Unregulated, untested, mislabeled, and improperly packaged products are a significant public health risk. Bad actors in this space intentionally break copyright and trademark protection law and confuse consumers about what their products contain. These bad actors often produce their products without health and safety standards.

All of these are reasons why the Commonwealth should place these products, including those containing THC, under an appropriate regulatory scheme. Outlawing or banning the *legal* sale of any class of these federally legal products will only result in their *illicit* sale. These products are here, being sold in every corner of Virginia. They are in high demand by consumers, who are often looking for a lower cost, often milder effect, and legal alternative to the illicit adult use marijuana market. We should protect these consumers and allow those responsible actors, including farmers, processors, and retailers across the Commonwealth, to serve them in a regulated way.

Consumer Demand

As mentioned above, consumers may have many reasons for seeking and purchasing hempderived cannabinoid products, including for wellness purposes. According to a recent peerreviewed academic study published in the *Journal of Cannabis and Cannabinoid Research*, consumers have sought out these products as an alternative to both traditional pharmaceutical drugs and traditional delta-9-THC products.¹

This study found that, "participants considered delta-8-THC superior to pharmaceutical drugs," and that "delta-8-THC provided the relaxation and pain relief associated with delta-9-THC, with somewhat less euphoria and less difficulty with short-term memory, difficulty concentrating, altered sense of time, anxiety, and paranoia."

There are obvious differences in the various products and their effects, and it is clear that consumers have discovered these hemp-derived, federally legal, and lower cost products to be desirable.

Comments on Recommendations

Overall, this report contains several recommendations that could be effective measures to protect and educate consumers; however, we remained significantly concerned by the idea of changing the definition of marijuana within the Code of Virginia to criminalize and outlaw hemp-derived products which have maintained federally legal status since 2018.

As I mentioned in our previous written comments, VHAA strongly disagrees with the Virginia Department of Agriculture and Consumer Services' (VDACS) interpretation of current state law regarding the sale of delta-8-THC and other hemp-derived novel cannabinoids. These products have had a legal status for several years and consumers have found them to be effective and desirable alternatives to pharmaceutical products or traditional marijuana (which still remains explicitly illegal to sell for adult-use).

Any further criminalization of hemp-derived products would mean the loss of consumers' ability to legally find products they have come to rely on, and it would also mean the loss of opportunity for Virginia's hemp farmers and hemp products businesses.

The other recommendations listed in this report are predominantly positive, but if hemp-derived THC products are outlawed or restricted further, we would have significant concern with several of them. For example, the idea of requiring some sort of permit to sell these products, both inhalable and edible, is something that VHAA has expressed support for in previous comments and in numerous conversations with legislators. More control and knowledge about who is selling these products would be a good thing, and regulations about the required information to be provided to consumers could help protect and educate them.

However, this would only be feasible if retailers are actually allowed to sell those products which consumers are demanding. The same goes with other recommendations, such as the Virginia Department of Health (VDH) addressing those products sold in restaurants or the increased ability for any regulator to impose civil penalties.

¹ Kruger, Daniel J., and Jessica S. Kruger. "Consumer Experiences with Delta-8-THC: Medical Use, Pharmaceutical Substitution, and Comparisons with Delta-9-THC." Cannabis and Cannabinoid Research, X, no. X, 2021.

² Kruger, Daniel J., and Jessica S. Kruger. "Consumer Experiences with Delta-8-THC: Medical Use, Pharmaceutical Substitution, and Comparisons with Delta-9-THC." Cannabis and Cannabinoid Research, X, no. X, 2021.

Finally, VHAA also supports the idea of consolidating all cannabis regulation under one coordinated regulatory and enforcement structure, and we support ensuring this agency has the appropriate funding, staffing, and support it needs to effectively carry out its mission. At this point, VHAA does not have a position on exactly where this structure should sit within state government, but the Cannabis Control Authority (CCA) seems to have the base and outline of a structure to implement such a charge.

2023 General Assembly Outlook

This past year, our organization was encouraged to see several policies for which we advocated end up in the final language that passed the 2022 General Assembly in HB 30 regarding hemp-derived products containing THC, including 21 and over sales restrictions, child resistant packaging, clear labeling and testing requirements, intellectual property protections, and restrictions on advertising to children.

We will continue to advocate not only for these products to remain on the shelves in a safely regulated manner, but we also desire additional requirements that will further ensure the safety of these products and earn the trust of consumers across the Commonwealth. Some examples of these additional requirements are below:

- require batch number, place of manufacture, and expiration date on all hemp-derived products
- require full panel lab testing of all consumable products
- require lab reports to be in a format that cannot be altered
- require each retail establishment, wholesale supplier, and manufacturer to be licensed, with licensing fees to be scaled based on sales volume or some other similar metric
- require customer service number on label
- require large warning label on each package with the emergency call number and particular warning language. For example, this could read, "WARNING: THESE PRODUCTS CONTAIN THC DERIVED FROM INDUSTRIAL HEMP. THESE PRODUCTS ARE INTENDED FOR USE BY ADULTS 21 YEARS OF AGE AND OLDER. KEEP OUT OF REACH OF CHILDREN. CONSUMPTION OF THC IMPAIRS COGNITION AND YOUR ABILITY TO DRIVE AND MAY BE HABIT FORMING. THC SHOULD NOT BE USED WHILE PREGNANT OR BREASTFEEDING. EFFECTS OF HEMP DERIVED PRODUCTS MAY BE DELAYED UP TO TWO HOURS. PLEASE USE EXTREME CAUTION."

Thank you once again for the opportunity to provide public comments. We look forward to fully reviewing the final report from this task force once it is published. These issues are extremely complex, but we are confident that Virginia can craft a positive solution for the future—one that both protects and informs consumers and that allows the hemp and hemp products industry to flourish.

Sincerely,

Yan Gleyzer, VHAA President



Cannabis Business Association of Virginia

November 14, 2022

The Honorable Matthew J. Lohr Secretary of Agriculture and Forestry Commonwealth of Virginia

Public Comments: Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrohydrocannabinol (THC) Intended for Human Consumption

Dear Secretary Lohr,

We appreciate the opportunity to submit written comments to the Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol (THC) Intended for Human Consumption (the "Task Force"). We ask that you consider these comments in conjunction with our previously submitted written comments as well as the oral testimony provided by our lobbyist, Dylan Bishop, at the Task Force's July 7 meeting.

The Cannabis Business Association of Virginia ("CannaBizVA") is a non-profit, trade association formed to advocate for the expansion and protection of commercial opportunities for Virginia businesses in the Commonwealth's regulated cannabis industries. Our membership includes farmers, processors, manufacturers, retailers, laboratory testing facilities, and other ancillary businesses, and we represent their interests collectively.

While CannaBizVA generally agrees with many of central tenets brought to light and recommended by the Task Force, CannaBizVA fervently opposes the recommendation that a hemp product's legality should be assessed using its total THC concentration.

Both Federal law and the Commonwealth currently define and distinguish hemp and hemp-derived products from marijuana using a Delta-9 THC scale. Accordingly, a change to a total THC standard would bring Virginia out of alignment with the Federal definition, and which would only serve to shrink Virginia's hemp markets to a smaller scale than that which is currently permitted by the USDA and Federal courts.

In fact, the U.S. Drug Enforcement Agency (DEA) has held that in light of the language of the 2018 Farm Bill, all hemp-derived cannabinoids, as long as they are under 0.3% *total* delta 9-THC, are not controlled substances and are not illegal under federal law. In a September 2021 letter to the Alabama Board of Pharmacy, a DEA official explained, "The Controlled Substances Act, however, excludes from control 'tetrahydrocannabinols in hemp (as defined under section



Cannabis Business Association of Virginia

16390 of Title 7).' Hemp, in turn, is defined as 'the plant Cannabis sativa L. and any part of that plant, including the seeds thereof and all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9 tetrahydrocannabinol concentration of not more than 0.3 percent on a dry weight basis.' 7 U.S.C. 1639o(1). Accordingly, cannabinoids extracted from the cannabis plant that have a delta 9-THC concentration of not more than 0.3 percent on a dry weight basis meet the definition of 'hemp' and thus are not controlled under the CSA."

Furthermore, a recent ruling by the U.S. Court of Appeals Ninth Circuit further supports this interpretation of the 2018 Farm Bill. According to The National Law Review, in a recent trademark violation case involving delta 8-THC products, "The Ninth Circuit found that the plaintiff was likely to succeed on the merits of its trademark claim "because its delta-8 THC products are not prohibited by federal law, and they may therefore support a valid trademark." In so doing, the Ninth Circuit pointed to the plain text of the 2018 Farm Bill and found the $\Delta 8$ -THC in the plaintiff's products appear to fit comfortably within the statutory definition of 'hemp." ²

Absent a change in federal law, it is clear that the current statute allows, or at the very least does not disallow, products derived from hemp as long as they do not contain a total *delta 9-THC* concentration of greater than 0.3%. Accordingly, CannaBizVA respectfully requests that this Task Force recommend that the Commonwealth use only a Delta-9 THC standard in assessing a products legality.

¹ https://albop.com/oodoardu/2021/10/ALBOP-synthetic-delta8-THC-21-7520-signed.pdf

² https://www.natlawreview.com/article/weeds-thicken-making-sense-ninth-circuit-s-decision-finding-delta-8-legal-under



Public Comments on Intoxicating Hemp Regulation

Task Force to Analyze Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol Intended for Human Consumption

Submitted by Lauren Niehaus On behalf of Trulieve, Inc.

Thank you for the opportunity to comment on the Report of the Task Force to Analyze and Make Recommendations Regarding Whether Any Statutory or Regulatory Modifications are Necessary to Ensure the Safe and Responsible Manufacture and Sale of Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol that are Intended for Human Consumption in the Commonwealth. We greatly appreciate the Task Force's work drafting these recommendations to protect public health and responsibly regulate intoxicating hemp products in Virginia.

Trulieve is an industry leading, vertically integrated cannabis company and multi-state operator in the U.S. operating in 11 states, with leading market positions in Arizona, Florida, and Pennsylvania. Our experience in numerous programs has given us great visibility into the issue of intoxicating hemp, which has been impacting all states since the passage of the federal 2018 Farm Bill that legalized hemp across the country. **Broadly, we believe that non-intoxicating hemp should be regulated like food and dietary supplements; whereas, all intoxicating cannabis products should be regulated and sold through the state's medical and future adult-use cannabis systems.**

We are very concerned about the rise of unregulated intoxicating hemp products in Virginia and elsewhere. Unfortunately, some companies have mistakenly interpreted the 2018 Farm Bill's removal of cannabis plants containing less 0.3% Delta-9 THC dry-weight by volume from the Controlled Substances Act as authorization to use derivatives from those plants as ingredients in food and dietary supplements. This misunderstanding of the law has led to numerous products that claim compliance while containing intoxicating quantities of THC or other unsafe ingredients derived from hemp plants. These products typically fall into two categories:

- Products that contain less than 0.3% Delta-9 THC but sufficient amounts to cause intoxication¹ and exceeds the amount of THC that would permitted in most state cannabis programs (including Virginia's medical cannabis program).
- Products that contain intoxicating cannabinoids other than Delta-9 THC, such as Delta-8 THC, Delta-9 THC, or THC-O Acetate.

The 2018 Farm Bill preserved FDA authority to regulate food and dietary supplements containing ingredients derived from hemp ingredients. While the FDA has not adopted specific regulations governing hemp ingredients, there a many product safety laws already exist that

¹ For example, a Hershey bar weighs 43 grams and could contain as much as 129 milligrams of THC and still fall beneath the 0.3% standard that was only intended to apply to raw plant material.



apply to all consumable products whether they contain a hemp ingredient or not. Intoxicating hemp products clearly do not comply with federal product safety laws and best practices.

Unfortunately, federal regulators have failed to enforce existing laws against intoxicating hemp products and left the responsibility for states to address the public safety issues. We appreciate Virginia's proactive response by creating this Task Force, and support the Task Force's five recommendations to the legislature. Additionally, we recommend additional details that draw a clear line between intoxications and non-intoxicating hemp, regulating non-intoxicating hemp products as food while regulating intoxicating hemp products through the current medical cannabis program and future adult-use cannabis program.

We support the Task Force's recommendations on defining THC, coordinating enforcement, requiring a permit to sell certain hemp products, establishing civil penalties, and addressing sales in restaurants

The five recommendations by the Task Force are a good start to regulating hemp products for human consumption. Specifically:

- We agree that the definition of THC needs to include not just delta-9 THC but also delta-8 THC and other isomers, as all of these can cause intoxication in consumers and need to be regulated accordingly.
- We agree that there needs to be greater coordination among various agencies that touch cannabis regulation. This can be accomplished most effectively through a single consolidated agency that regulates all things cannabis, as there are many unusual intricacies to cannabis policy that are easier to concentrate in a single agency rather than spread throughout multiple entities that are regulating cannabis among many other topics.
- We support requiring a permit to sell certain hemp products, and make additional recommendations on the specifics of this structure below. <u>Broadly, non-intoxicating</u> hemp should be regulated like food and dietary supplements; whereas, all intoxicating cannabis products should be regulated and sold through the state's medical and future adult-use cannabis systems.
- We support civil penalties for violating the requirement to obtain a permit before selling certain hemp products, as this is a necessary enforcement mechanism for ensuring compliance.
- We support responsibly regulating the sale of edible hemp products in restaurants, <u>as</u> long as it is limited to non-intoxicating hemp products.



We recommend requiring Current Good Manufacturing Practices (cGMP) for all hemp products

Current Good Manufacturing Practices (cGMP) have been developed by the Food and Drug Administration and already apply to most food, beverage, drug, and dietary supplement manufacturers across the country. cGMP ensures that these manufacturers are following basic processing and sanitary requirements to safely make and package their products. cGMP is critical for consumable products containing hemp ingredients because most intoxicating cannabinoids derived from hemp are manufactured using chemical processes that produce unknown and unidentified by-products that have unknown safety profiles. The enforcement of existing cGMP requirements for consumable hemp products, whether intoxicating or non-intoxicating, would help address the potential health risks associated with these products.

Conclusion

Thank you for your consideration of our comments. Please let us know if you have any questions or would like additional information, which we would be happy to provide.

Lauren Niehaus

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U.S. Hemp Roundtable

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November 14, 2022

Department of Agriculture & Consumer Services
Task Force to Analyze Industrial Hemp Extracts
and Other Substances Containing Tetrahydrocannabinol
Intended for Human Consumption
Attn: Hon. Parker Slaybaugh, Deputy Secretary
Patrick Henry Building
1111 East Broad Street
Richmond, VA 23219

Re: U.S. Hemp Roundtable's further written public comments in response to the "Report of the Task Force to Analyze and Make Recommendations Regarding Whether Any Statutory or Regulatory Modifications are Necessary to Ensure the Safe and Responsible Manufacture and Sale of Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol that are Intended for Human Consumption in the Commonwealth."

Summary: The U.S. Hemp Roundtable supports the establishment of a robust, comprehensive framework for the regulation of hemp products that contain THC in Virginia. Any such framework should: 1) be grounded in science, 2) strike an appropriate balance between ensuring consumer safety and maintaining consumer access to safe, high quality hemp products, and 3) not place unnecessary restrictions on producers and marketers of non-impairing, non-intoxicating hemp products.

The U.S. Hemp Roundtable—the hemp industry's national advocacy organization—appreciates the opportunity to provide further comments to the Task Force to Analyze and Make Recommendations Regarding Whether Any Statutory or Regulatory Modifications are Necessary to Ensure the Safe and Responsible Manufacture and Sale of Industrial Hemp Extracts and Other Substances Containing Tetrahydrocannabinol that are Intended for Human Consumption in the Commonwealth (hereinafter "the Task Force"). We previously submitted, on July 5, 2022, initial public comments regarding House Bill 30's age restrictions for hemp extract, food with hemp extract, and ingestible or inhalable hemp substances with any amount of THC, as well as comments to the Task Force on August 2, 2022 preceding its August 9, 2022 meeting, where our General Counsel, Jonathan Miller, also testified in person.

Consistent with our previous comments, the Roundtable continues to advocate for a regulatory framework that distinguishes non-impairing, non-intoxicating hemp products from intoxicating, impairing products sold under the guise of hemp, and more importantly protects consumers by assuring access to quality, regulated products. Although we are encouraged by some of the suggestions and recommendations in the report and appreciate the Task Force's acknowledgement of industry's concerns, we have identified areas of improvement that we believe will help achieve an appropriate balance between consumer safety and access.

• Assess a product's legality using its Total THC concentration. We agree with this recommendation. Specifically, we believe the 0.3% concentration limit should apply to all forms of THC, including delta-8 THC, and their isomers. As you know, the Roundtable has advocated for this approach at both the federal and state level. However, we caution against using a total THC concentration to, as the Task Force recommends, "determine[] whether the substance is marijuana." Instead, the total THC concentration should determine whether a product is impairing or intoxicating, and therefore subject to more stringent regulation than non-intoxicating hemp products. We oppose criminalizing the sale of intoxicating hemp products, urging Virginia's legislature to instead regulate them in a stricter regulatory framework akin to adult-use cannabis.

On the topic of impairment, we further recommend the Task Force create a science-based panel that brings together industry stakeholders and regulators to identify appropriate standards for evaluating whether a product is intoxicating, rather than regulating all products with any amount of THC in the same way. As directed by Senate Bill 22-205,¹ enacted in May 2022, Colorado is currently engaged in this process. The SB 22-205 Task Force has convened several highly productive, interactive meetings and is expected to submit a report of its findings and recommendations to the Legislature no later than January 1, 2023. We urge this Task Force to follow the lead of Colorado and ensure any standards for intoxication or impairment are firmly grounded in science and that input from both government and industry is considered.

- Coordinated cannabis regulation and enforcement. We support this recommendation in concept, however we urge the Task Force to ensure the agencies overseeing and administering the regulatory framework for hemp products have the appropriate expertise and subject matter knowledge, and also recognize and preserve the distinction between hemp and marijuana products.
- Require a permit to sell certain hemp products. While the Roundtable does not object in principle
 to this requirement, given several states require a permit or registration in order to lawfully
 distribute or sell hemp-derived cannabinoid products at retail, we strongly urge the Task Force to
 ensure the fees are reasonable and the process is not overly burdensome to businesses. The

¹9 NYCRR Part 114, https://cannabis.ny.gov/system/files/documents/2021/11/part 114 cannabinoid hemp regulation 11-10-21.pdf.

Cannabinoid Hemp regulations adopted by the New York Office of Cannabis Management ("OCM"),² which includes permitting and registration requirements for hemp retailers, is working well for both consumers and industry, and we therefore encourage Virginia to adopt a similar approach.

• **Establish civil penalties**. The report states "the penalties for manufacturing or selling an edible hemp product that does not comply with the Food and Drink Law are not substantial enough to compel compliance," and recommends "significant" civil penalties for selling regulated products without the proposed permit or failing to comply with established product standards. As a general matter, the Roundtable opposes the imposition of criminal penalties and agrees that civil penalties can be a useful tool to compel compliance. However, we urge the Task Force to utilize an escalated approach, similar to what has been implemented in New York, whereby repeat offenses would result in more severe civil penalties, with the most significant being imposed after a third offense.

Additional U.S. Hemp Roundtable recommendations.

- We urge the Task Force to recommend rescinding the child-resistant packaging requirements and the 21+ age restriction that apply to all substances intended for human consumption that contain any amount of THC. As noted in our previous comments, the vast majority of states do not require child-resistant packaging for lawful hemp products, which by nature are not intoxicating and do not pose the same safety issues as adult use cannabis products. Childresistant packaging also increases costs significantly for manufacturers and distributors. If hemp retailer permits or a similar requirement are imposed, these onerous restrictions are likely not necessary, as Virginia regulators would be able to easily access and inspect hemp retailers throughout the state and identify individual products of concern – rather than a broad mandate impacting all products that contain any amount of THC.
- We further urge the Task Force to recommend recission of the requirement that industrial hemp extract or food containing industrial hemp extract containing THC be equipped with a label that states the product contains THC and may not be sold to a person younger than 21 years of age. Virginia is the only state that requires this label statement, and given the law already requires the label to include the total percentage and milligrams of THC in the product, it is unnecessary. Again, a reasonable framework for hemp retailer permits or

² Colorado Senate Bill 22-205, https://leg.colorado.gov/bills/sb22-205.

³ 9 NYCRR § 114.17, Penalties. Failure to comply with a requirement of Article 5 of the Cannabis Law or this Part may be punishable by a civil penalty, as follows: (i) a fine of up to \$1,000 for a first violation; (ii) a fine up to \$5,000 for a second violation within three-years; or (iii) a fine up to \$10,000 for a third violation and each subsequent violation thereafter, within a three-year period

- registration and other less restrictive mechanisms would allow for regulators to identify problematic products and ensure they stay out of the hands of minor.
- Additionally, we urge withdrawal or modification of statutory language prohibiting the sale or offer for sale of any substance containing THC and intended for human consumption unless it is accompanied by a certificate of analysis ("COA") produced by an ISO/IEC 17025 accredited independent laboratory that provides the THC concentration. While we do not object to mandatory product testing or the provision of COAs to consumers and regulators, this provision appears to require that an actual COA be presented at the time of sale. We are not aware of any other state with this requirement, which places unreasonable burdens on the industry, especially retailers. We request the language be modified to permit COAs to be presented to consumers electronically, such as through a QR or other scannable code or through a website listed on the label. Nearly all states with regulatory frameworks for hemp products take this more reasonable approach.
- Although the Roundtable strongly urges the removal or modification of the requirements described above, we support a comprehensive, robust regulatory framework for hemp products. We also have no objection to reasonable testing and labeling requirements that apply to out-of-state products. We again point to New York's regulations for cannabinoid hemp products as a model for Virginia. We also recommend the Task Force consider recognizing and potentially utilizing the U.S. Hemp Authority® ("USHA") State Verification Program ("SVP") as a tool to identify compliant out-of-state manufacturers. As described in the attached document, the SVP was developed to complement the USHA's efforts to provide consumers, retailers and public officials confidence in hemp and hemp extract products and was specifically designed to assist state regulators in establishing eligibility for out-of-state manufacturers. To be clear, the Roundtable does not recommend mandating SVP or other third-party certification, but we do believe it can provide added assurance of product safety and quality. Regulators could, however, provide incentives for companies that voluntarily obtain certification.
- The Task Force's Report notes that currently, certain product categories of hemp products are not regulated by the state, including topical and inhaled hemp products as well as nasal sprays, suppositories, and patches.
 - For topical products, while we do not object to Virginia regulators having oversight over these products, they do not require the same level of regulation as ingestible

⁴ The U.S. Hemp Authority® Certification Program is the hemp industry's initiative to provide high standards, best practices, and self-regulation, giving consumers and retailers confidence in hemp and CBD products.

products, in particular those that meet the federal definition of "cosmetic." We urge the Task Force to recommend against labeling and registration requirements, or requiring a permit to sell topical hemp products. However, we support reasonable testing requirements for cosmetics. Notably, the FDA does not restrict the sale of CBD or other hemp-derived cosmetics, although these products must comply with all applicable safety and labeling requirements imposed under federal law.

- We recommend the Virginia Department of Agriculture and Consumer Services ("VDACS") have oversight over inhaled products. Again, we point to the New York OCM regulatory framework as a potential model.
- We request the Task Force recommend to prohibit hemp products sold as nasal sprays, suppositories, patches, or sublingual products, as such products are regulated as drugs by FDA.

The Roundtable expresses its gratitude to the Task Force for focusing on the important topic of the safe and responsible manufacture and sale of hemp products in Virginia, and we again thank the Task Force for the opportunity to submit comments.

Sincerely,

Jonathan Miller General Counsel

U.S Hemp Roundtable

www.hempsupporter.com

⁵ The FD&C Act defines cosmetics by their intended use as "articles intended to be rubbed, poured, sprinkled, or sprayed on, introduced into, or otherwise applied to the human body...for cleansing, beautifying, promoting attractiveness, or altering the appearance." 21 U.S.C. § 321(i).

2022 U.S. HEMP ROUNDTABLE

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Comment Title: Virginia should ban the sale of Delta 8 to protect children

Commenter: Tom Intorcio, Virginia Catholic Conference

This an update to the July 7 testimony and Aug. 5 comments filed by the Virginia Catholic Conference. Since that time, there have been two notable incidents in the Commonwealth that the Hemp Task Force and the General Assembly should consider in responding to the proliferation of Delta 8.

Four-year-old Spotsylvania boy died from ingesting Delta 8 THC: In October, CNN, the New York Post, the Fredericksburg Free Lance-Star, NBC 4, WUSA 9 and many other news organizations reported that the mother of a four-year Spotsylvania County boy who died in May after consuming a large amount of Delta 8 THC was arrested. After ingesting THC gummies, the boy was eventually taken to Mary Washington Hospital, and then transferred to the VCU Medical Center in Richmond. He was taken off life support on May 8.

The boy's mother, Dorothy Annette Clements, 30, is charged with felony murder and felony child neglect. Court records show that the child was being cared for by Clements on May 6 when he suffered a medical emergency. According to Dr. Robin Foster, toxicology results showed an extremely high level of THC in the boy's system. CNN reported that the Virginia Department of Health confirmed the child's death is considered to have been accidental and "the cause of death is Delta-8-tetrahydrocannabinol toxicity."

Several students sickened after taking Delta 8 THC edibles at Virginia middle school: At least seven students at Liberty Middle School in Fairfax County reported feeling ill after apparently eating Delta 8 gummies, according to the school's principal who informed families by letter. Fairfax County Fire and Rescue and police officers were called to the school in Clifton on Oct. 27. Fairfax Fire dispatched several ambulances to the scene. The students were having symptoms of vomiting, dizziness, and slurred speech, according to Principal Adam Erbrecht. Three of the students were taken for medical treatment and the rest were treated at school or were sent home with their families. Fairfax Police determined there was no crime, but the principal wrote that there might be disciplinary action.

The above cases follow publicly reported THC-edible poisonings in <u>Roanoke</u> and <u>Stafford</u> counties. In July, the Blue Ridge Poison Center at UVA Health reported a <u>five-fold</u> increase in calls for adverse reactions to Delta 8.

These repeated instances of harm to children make it abundantly clear that the Virginia General Assembly should consider banning the sale of Delta 8 as has been done by at least 12 states.



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VHC Legislative Committee Recommendations for the **2023 General Assembly**

Industrial Hemp (Grain and Fiber) Legislative Goals:

- One percent overall THC level for the definition of hemp in Virginia and completely decriminalize
 up to this one percent level for farmers, processors, and consumers. Protections should be in
 the definition of marijuana. We must also tie the definition of hemp and its final products' THC
 level to the federal code (US Farm Bill) as it changes every five years. This is the direction the
 federal law is going for the 2023 farm bill, and it makes sense for Virginia to be on the forefront
 of this commonsense policy shift and tied to federal policy from which all authorization of the
 Virginia hemp industry stem.
- Separate Fiber and Grain hemp production from hemp flower production in terms of licensing and regulations. VDACS and the Board of Agriculture should continue regulate industrial hemp.
- Legalize industrial hemp for animal feed. There is no good reason humans of all ages are completely fine to eat hemp food products, but we cannot feed them to our animals and livestock.
- Request a budget of \$700,000 for the VDACS marketing department to earmark funds for the further education and promotion of Virginia hemp products and the Virginia hemp industry in general. Request for grants or subsidies for bringing hemp processing and manufacturing plants into Virginia to create hemp industry jobs.
- Allow for remediation of hemp when it tests over the allowable federal definition of THC percentage in hemp into hemp products that are not for human consumption.
- There should be no requirements for fingerprints, FBI background checks, or other burdensome
 red tape to get through when Virginia farmers must apply for a hemp license. The license fee
 should be affordable and have a cap (recommended \$250) and there should be fewer overall
 burdens placed on Virginia farmers growing this agricultural crop. Growing hemp for fiber and
 grain should be treated much like growing corn, wheat, or soybeans.
- A certified hemp seed program should be started at VDACS which would give farmers guidelines on which seeds were tested to be under the federal THC level limits for industrial hemp seed.

Non-Intoxicating Hemp Wellness Products made from Natural Hemp Extract (CBD,CBG,CBN) Legislative Goals:

- Redefine hemp products and exempt products with a low THC mg level per serving (science-based determination from a newly formed panel of cannabis industry scientists) from regulations intended for intoxicating products (i.e. over 21 restrictions and labeling requirements)
- Redefine testing across the board for all hemp products to separate the intoxicating from the
 non-intoxicating. Spell out which cannabinoids are intoxicating and those that are not. VDACS
 should regulate all non-intoxicating cannabinoids (i.e. CBD, CBG, CBN) and those substances
 should be allowed in food, beverage, and other wellness products like topicals, and over the
 counter as dietary supplements without strict regulations as intended for intoxicating products
 (i.e. Delta-8, Delta-9, Delta-10). The VCCA should regulate all intoxicating cannabinoids final
 products no matter their source.
- Offer guidance and education to VDACS and legislators by creating a citizen's board where those
 who are part of the Virginia hemp industry can have real input in policy direction and creation.
 Request the budget allocation of 250,000 for the creation of a hemp ambassadors' program that
 is run though VDACS marketing.
- Allow companies to add hemp extract that is purchased from a licensed hemp processor to be added as an ingredient to their products without requirements for a separate hemp processors license.

Intoxicating Cannabis Products made from High THC Cannabis or Natural Hemp Extract (Delta 9, Delta 8, Delta 10) Legislative Goals:

- Make sure Virginia small businesses and Virginia farmers have a seat at the table in the new
 retail cannabis sales markets. The out of state "big marijuana" medical monopoly corporations
 should not take precedence. Those corporations should focus on the medical side of the market
 and integrate into the Virginia medical system.
- Recreational craft cannabis manufacturing licenses (much like the craft beer, cider, liquor, and
 wine industry) should be created to be straightforward and unlimited. The VCCA should regulate
 intoxicating cannabinoids finished products with fair, simple, and straightforward regulations.
 Retailers should be able to sell with an affordable retailer's license like alcohol and tobacco is
 sold in stores. This is the only way to actually compete with the growing black and grey cannabis
 markets that already exists.
- Provide a framework to legalize places of intoxicating cannabis consumption much like the ABC regulates places for citizens to consume intoxicating alcohol. The VCCA should regulate these locations much like the ABC regulates bars and restaurants.
- Provide a VCCA program to provide low interest loans and grants for disadvantaged areas in Virginia that need an economic boost such as Southside Virginia and the Hampton Roads areas among other regions throughout Virginia.