HG9MZ33-1 04/29/2025 PMG (L) PMG 2025-399 Sub HB445 DRAFT DOCUMENT: NOT OFFICIAL LEGISLATION

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5	A BILL
6	TO BE ENTITLED
7	AN ACT
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9	Relating to consumable hemp products; to add Chapter 12
10	to Title 28, Code of Alabama 1975; to impose testing and
11	labeling requirements on all consumable hemp products sold in
12	this state; to authorize the Alcoholic Beverage Control Board
13	to license retailers of these products; to establish
14	restrictions on retail establishments; to prohibit the sale of
15	consumable hemp products to minors; to prohibit the sale of
16	smokable hemp products; to prohibit online sales and direct
17	delivery of consumable hemp products; to impose an excise tax
18	on consumable hemp products and provide for the distribution
19	of tax proceeds; to establish the Consumable Hemp Product
20	Compliance Fund and provide for expenditures of the fund; to
21	authorize the board to seize unlawful consumable hemp
22	products; to provide for civil and criminal penalties for
23	violations; and to repeal Section 13A-12-214.4, Code of
24	Alabama 1975, relating to the sale of psychoactive
25	cannabinoids.
26	BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:
27	Section 1. Chapter 12 is added to Title 28, Code of
28	Alabama 1975, to read as follows:

29	Article 1. General Provisions
30	\$28-12-1 Purpose
31	(a) The purpose of this chapter is to protect the
32	health and safety of Alabama residents from consumable
33	products containing compounds derived from or synthesized from
34	cannabidiols found in hemp. It is the intent of the
35	Legislature to subject all consumable hemp products available
36	for sale in this state to be tested and labeled in accordance
37	with strict standards and to prohibit the sale of these
38	products to individuals under 21 years of age.
39	(b) Nothing contained in this chapter relates to
40	medical cannabis regulated under Chapter 2A of Title 20.
41	(c) Nothing in this chapter is intended to affect or
42	impede any activity relating to hemp which is regulated by the
43	Department of Agriculture and Industries.
44	\$28-12-2 Definitions
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46	As used in this chapter, the following terms have the
	following meanings:
47	(1) BATCH. A specific quantity of a specific product
48	containing cannabinoids that: (i) is manufactured at the same
49	time and using the same methods, equipment, and ingredients
50	that are uniform and intended to meet specifications for
51	identity, strength, purity, and composition; and (ii) is
52	manufactured, packaged, and labeled according to a single
53	batch production record executed and documented.
54	(2) CANNABINOIDS. Includes cannabidiol (CBD) and any
55	tetrahydrocannabinol (THC) derived from hemp.

(3) CARTON. The package or container or containers in

- which consumable hemp products are originally packaged for shipment to market by the processor.
- (4) CERTIFICATE OF ANALYSIS. A document issued by an independent testing laboratory that provides information about the chemical composition of a particular batch of consumable hemp product.
- (5) CONSUMABLE HEMP PRODUCT. a. A finished product that is intended for human or animal consumption and that contains any part of the hemp plant or any compound, concentrate, extract, isolate, or resin derived from hemp. The term includes, but is not limited to, products that contain cannabinoids. The term does not include seeds or seed-derived ingredients that are generally recognized as safe by the
- 71 b. The term excludes all of the following, which are 72 strictly prohibited in the state:

United States Food and Drug Administration.

- 1. Any smokable hemp product. Smokable hemp products
 include, but are not limited to, any plant product or raw hemp
 material that is marketed to consumers as hemp cigarettes,
 hemp cigars, hemp joints, hemp buds, hemp flowers, hemp
 leaves, ground hemp flowers, or any variation of these terms
 to include any product that contains a cannabinoid, whether
 psychoactive or not.
- 2. Any consumable hemp product produced, manufactured, processed, or packaged outside the United States.
- 3. Any product that contains psychoactive cannabinoids that are created by a chemical synthesis, modification, or chemical conversion from another cannabinoid, utilizing

- non-cannabis materials. This does not include a cannabinoid
 produced via decarboxylation of naturally occurring acidic
 forms of cannabinoids, such as tetrahydrocannabinolic acid,
 into the corresponding neutral cannabinoid, through the use of
 heat or light, without the use of chemical reagents or
 catalysts, and that results in no other chemical change.
- 91 (6) CONSUMPTION. Ingesting or topically applying to 92 skin or hair.

- (7) CONTAINER. The bottle, can, bag, or other receptacle, excluding cartons, in which consumable hemp products are originally packaged for the market by the producer and from which the consumable hemp product is consumed by the public.
- (8) CONTAMINANT. A foreign substance or compound that, if ingested, inhaled, or absorbed, may have an adverse effect on the health of a human or animal. The term includes, but is not limited to, heavy metals, pesticide residuals, residual solvents, or processing chemicals, and any other substance or compound that the Alabama Department of Public Health determines, if ingested, inhaled, or absorbed, could have an adverse effect on the health of a human or animal.
 - (9) DISQUALIFYING OFFENSE. Any crime against children, cruelty to animals, human trafficking, any crime involving controlled substances, sex offenses, or any crime of violence.
- 109 (10) DISTRIBUTOR. A person that distributes consumable
 110 hemp products to retailers.
 - (11) HEMP. The term as defined in Section 2-8-381.
 - (12) INDEPENDENT TESTING LABORATORY. A laboratory that:

- a. Is accredited by a third-party accrediting body as a
- 114 competent testing laboratory pursuant to ISO (International
- 115 Organization for Standardization)/IEC (International
- 116 Electrotechnical Commission) 17025:2017 of the International
- 117 Organization for Standardization;
- 118 b. Does not have a direct or indirect interest in the
- 119 producer whose product is being tested; and
- 120 c. Does not have a direct or indirect interest in a
- 121 facility that cultivates, processes, distributes, or sells
- 122 hemp or consumable hemp products in this state or in another
- 123 jurisdiction.
- 124 (13) PRODUCER. An entity located within the United
- 125 States that produces and packages a consumable hemp product
- 126 that is distributed within or into the state or sold to
- 127 retailers in this state.
- 128 (14) RETAILER. A person located in this state and
- 129 licensed by the board which sells consumable hemp products at
- 130 retail in this state.
- 131 (15) THC. Any tetrahydrocannabinol derived from hemp,
- including, but not limited to, delta-8-tetrahydrocannabinol,
- delta-9-tetrahydrocannabinol, or
- 134 delta-10-tetrahydrocannabinol.
- 135 (16) UNLAWFUL HEMP PRODUCT. Any product that is:
- a. Specifically excluded from the definition of
- 137 consumable hemp product;
- b. Distributed or sold at retail in violation of
- 139 Section 28-12-20:
- 140 c. Sold or offered for sale to a consumer in this state

- 141 at an unlicensed location; or
- d. Shipped or distributed directly to a consumer in violation of Section 28-12-60.
- 144 \$28-12-3
- distributed into or within the state and offered for sale and sold to consumers in this state shall be governed by this chapter. The Alcoholic Beverage Control Board shall administer and enforce this chapter and shall adopt rules as necessary to implement this chapter.
- 151 (b) Any consumable hemp product distributed, sold, or
 152 offered for sale to consumers in this state in violation of
 153 this chapter shall be considered contraband and may be seized
 154 by the board or its agents or any law enforcement officer of
 155 the state without a warrant.
- 156 \$28-12-4 Fund

- 157 (a) The Consumable Hemp Product Compliance Fund is
 158 created within the State Treasury and shall be administered by
 159 the board. All filing fees, annual license fees, and label
 160 approval fees collected under this chapter shall be deposited
 161 into the fund. Amounts deposited into the fund shall be
 162 budgeted and allotted in accordance with Sections 41-4-80
 163 through 41-4-96 and Sections 41-19-1 through 41-19-12.
 - (b) The board may expend monies in the Consumable Hemp Product Compliance Fund only for the following purposes:
- (1) Training, education, and administrative and operating costs for the administration and enforcement of this chapter.

- (2) Pursuant to an agreement between the board and the
 Alabama State Law Enforcement Agency, operating and staffing
 costs incurred by the Alabama State Law Enforcement Agency to
 conduct underage purchase compliance checks pursuant to this
 chapter.
 - (3) Random purchases by the board of consumable hemp products and testing of products to ensure compliance with this chapter.
- 177 (c) Any remaining funds on September 30 shall be 178 distributed to the State General Fund.

179 §28-12-5 Tax

- 180 (a) An excise tax at the rate of 10 percent is levied
 181 on the retail sales price of consumable hemp products. The tax
 182 is in addition to any other tax imposed by federal, state, or
 183 local law.
 - (b) The tax levied by this section is intended to be passed on to and borne by the purchaser of the consumable hemp product. The tax is a debt from the purchaser to the retailer until paid. The retailer is considered to act as a trustee on behalf of the board when the retailer collects the tax from the purchaser on a taxable transaction. The tax must be stated and charged separately on any documentation provided to the purchaser by the retailer at the time of the transaction.
 - (c) The tax levied during the preceding month is due and payable monthly to the board on the first day of each month, and for the purpose of ascertaining the amount of tax payable under this section, all retailers making taxable sales on or before the twentieth day of each month shall transmit to

- the board, upon forms prescribed by the board, returns showing gross sales during the preceding month.
- 199 (d) The revenue generated from the tax shall be 200 distributed as follows:
 - (1) Ninety percent to the State General Fund.
 - (2) Ten percent to the treasury of the municipality in which the consumable hemp products were sold within its corporate limits, or, where sold outside the corporate limits of any municipality, to the treasury of the county in which the consumable hemp products were sold for the purposes of enforcement.
 - (e) The taxes levied pursuant to this section are exclusive and shall be in lieu of all other and additional taxes and licenses of the state, county, or municipality imposed on the sale of consumable hemp products; provided, that nothing herein contained shall be construed to exempt the retail sale of consumable hemp products from the levy of tax on general retail sales by the state, county, or municipality in the nature of, or in lieu of, a general sales tax.
 - (f) If the board or any authorized agent of the board finds any unlawful hemp product sold at a retailer establishment, the product shall be confiscated and, in addition to all other penalties authorized by law, the board shall assess taxes based on an excise tax at the rate of 10 percent of the retail value of the illegal product.
- 222 Article 2. Consumable Hemp Products
- 223 \$28-12-20 Generally

(a) On and after January 1, 2026, no consumable hemp

- product may be distributed into or within the state, nor offered for sale or sold at retail within the state unless the
- 227 product:
- (1) Has a corresponding certificate of analysis
 described in Section 28-12-21 issued by an independent testing
 laboratory that tests the batch from which the product was
 produced;
- (2) Is in the original sealed container as packaged by
 the producer and meets the packaging restrictions in Section
- 234 28-12-23;
- 235 (3) Meets the serving size and product content 236 requirements, including total THC, described in Section 237 28-12-22; and
- 238 (4) Meets the labeling requirements described in Section 28-12-24.
- (b) Every distributor and retailer shall maintain and make immediately available for inspection to any law enforcement officer or authorized agent of the board a copy of the certificate of analysis of each consumable hemp product being distributed by a distributor or offered for sale by a retailer.
- 246 (c) Any person, including any servant, agent, or 247 employee of the person, who distributes, sells, or offers for 248 sale any consumable hemp product in violation of this section 249 shall be subject to the following penalties:
- (1) For a first offense within a four-year period, a

 fine of one thousand dollars (\$1,000) earmarked for the State

 General Fund.

- (2) For a second offense within a four-year period, a fine of two thousand five hundred dollars (\$2,500) earmarked for the State General Fund.
- 256 (3) For a third offense within a four-year period, a
 257 fine of five thousand dollars (\$5,000) earmarked for the State
 258 General Fund, and if the violator is a retailer, the board may
 259 revoke the retailer license.
- 260 §28-12-21 Testing and Certificate of Analysis
- 261 (a) The protocols for testing a consumable hemp product
- 262 by an independent testing laboratory shall include the
- 263 following, as well as a determination of corresponding
- 264 tolerance limits:
- 265 (1) Cannabinoid content and potency, including, but not
- 266 limited to, all of the following:
- a. Total THC (THC+THCA).
- b. Total CBD (CBD+CBDA).
- 269 c. THC/CBD ratio, if applicable.
- d. Percent of THC relative to original plant material
- (w/w).
- 272 (2) Terpene profiles.
- 273 (3) Heavy metals.
- 274 (4) Chemical contamination, such as residual solvents 275 remaining after extraction and concentration.
- 276 (5) Microbials, including pathogenic microbials.
- 277 (6) Mycotoxins.
- 278 (7) Residual insecticides, fungicides, herbicides, and 279 growth regulators used during cultivation.
- 280 (b) The certificate of analysis shall include, at a

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- 282 (1) The batch number or lot number of the product;
- 283 (2) The date the certificate of analysis is issued;
 - (3) The method of analysis for each test conducted;
 - (4) The product name;
- 286 (5) A scannable barcode or quick response code linked 287 to the label on the consumable hemp product container;
- 288 (6) The cannabinoid profile by the percentage in dry
 289 weight of CBD and total THC content, and verification that the
 290 product contains an amount of total THC not exceeding that
 291 which is stated on the label of the product; and
- 292 (7) A listing of all ingredients for each product, 293 including, if present, solvents, pesticides, microbial 294 contaminants, and heavy metals.

§28-12-22 Consumable Hemp Product Contents

- (a) (1) For a beverage or any edible product, one serving size of a consumable hemp product may not contain more than 10 milligrams of total THC.
- (2) For any topical, sublingual, or other consumable hemp product not addressed in subdivision (1), one container of a consumable hemp product may not contain more than 40 milligrams of total THC.
- 303 (3) All edible consumable hemp products shall be 304 individually wrapped in single serve packaging. One carton may 305 not contain more than 40 milligrams of total THC.
- 306 (4) A beverage serving size may not exceed 12 fluid 307 ounces or 355 milliliters. One carton may not contain more 308 than four 12-ounce containers.

309 (b) A consumable hemp product may not contain alcohol, 310 other than as a flavoring agent, or any other intoxicating 311 compound other than cannabinoids. 312 \$28-12-23 Packaging 313 The packaging of consumable hemp products: (1) May not bear the likeness or contain cartoon-like 314 315 characteristics of a real or fictional person, animal, or 316 fruit that appeals to children; 317 (2) May not be modeled after a brand of products 318 primarily consumed by or marketed to children; 319 (3) May not include a statement, artwork, or design 320 that could reasonably mislead an individual to believe that 321 the package contains anything other than a consumable hemp product; and 322 323 (4) Must be child-resistant. 324 \$28-12-24 325 Each container of a consumable hemp product must be 326 labeled to include, at a minimum: 327 (1) A list of all ingredients in descending order of 328 predominance; 329 (2) A scannable barcode or quick response code linked 330 to the certificate of analysis; 331 (3) The manufacture date and expiration date; 332 (4) The batch number which corresponds to the 333 certificate of analysis; 334 (5) The total number of milligrams of THCs found in the 335 container: 336 (6) The serving size;

- 337 (7) The total number of milligrams of THCs per serving;
- 338 and
- 339 (8) The following warnings:
- 340 a. To keep the product out of reach of children;
- 341 b. That consumption of the product may cause the person
- 342 to fail a drug test due to THC being present;
- 343 c. That the product is not safe nor intended for any
- 344 person under 21 years of age;
- d. That the product is not safe for any person who is
- 346 pregnant or breastfeeding; and
- e. That the product may impair a person's ability to
- 348 drive and operate machinery.
- 349 Article 3. Retailers and Retailer Licenses
- 350 §28-12-40 Retailer Licenses
- 351 (a) Effective January 1, 2026, consumable hemp products
- 352 may only be sold in this state by retailers licensed by the
- 353 board in accordance with this article to adults 21 years of
- 354 age or older.
- 355 (b) The board may not issue a license under this
- 356 article unless the local governing body of the county or
- 357 municipality in which the licensee's facility will be located
- 358 has approved the application for licensure.
- 359 (c) Every applicant for an original retailer license
- 360 shall file a written application with the board in such form
- 361 and containing such information as the board may prescribe, by
- rule, which shall be accompanied by a nonrefundable initial
- 363 filing fee of fifty dollars (\$50).
- (d) (1) For purposes of this subsection, the term

"applicant" includes every individual that has any proprietary or financial interest of 10 percent or more in the business seeking a license but shall not include any public corporation whose shares are traded on a recognized stock exchange.

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- (2) Each applicant must be legally present in the United States and shall provide to the board a valid driver license issued in the United States, a valid military identification card, or other valid identification card, as determined by the board.
- (3) In addition to all other requirements, an applicant shall submit to the board a form, sworn to by the applicant, providing written consent from the applicant for the release of criminal history background information. The form shall also require the applicant's name, date of birth, and Social Security number for completion of a criminal history background check.
- 381 (4) An applicant shall provide the board with two 382 complete functional sets of fingerprints, either physical or 383 electronic, properly executed by a criminal justice agency or 384 an individual properly trained in fingerprinting techniques. 385 The fingerprints and form shall be submitted by the board to 386 the State Bureau of Investigation for the purposes of 387 furnishing criminal background checks. The State Bureau of 388 Investigation shall forward a copy of the applicant's prints 389 to the Federal Bureau of Investigation for a national criminal 390 background check. The applicant shall pay all costs associated with the background checks required by this section. 391
 - (5) The board shall keep information received pursuant

to this subsection confidential, except that information received and relied upon in denying the issuance of a license in this state may be disclosed as may be necessary to support the denial or when subpoenaed by a court.

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- (e) The board shall not issue a license to any applicant that has been convicted of a disqualifying offense within 10 years of the date of the application.
- (f) (1) Any person applying for an initial license under this chapter shall be required to purchase and maintain a surety bond, payable to the board, for each licensed location, executed by the applicant as principal, and by a corporate surety company qualified to do business in this state as surety, in the amount of twenty-five thousand dollars (\$25,000).
 - (2) The board may file a claim against the surety bond of any licensee that fails to timely collect and remit taxes under this chapter or fails to timely pay any outstanding penalty imposed by the board.
 - (g) If the board finds the applicant meets the qualifications of this section and any applicable rules adopted by the board, upon payment to the board of an annual license fee of one thousand dollars (\$1,000), the board shall issue a retailer license.
- (h) Unless revoked or suspended by the board, retailer
 licenses shall be valid for the license year which shall begin
 on October 1 of each year. Licenses may be issued at any time
 during the year, but annual license fees shall not be
 prorated.

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- 422 (a) A retailer license issued shall be renewed annually
 423 upon the filing of an application and payment of the
 424 applicable license fee. A licensee must file a renewal
 425 application, as prescribed by the board, by rule, by August 1
 426 annually.
- 427 (b) A license may be renewed without penalty during the 428 following fiscal year between October 1 and October 20 and may 429 continue to be renewed after October 20 of that license year 430 by payment of appropriate state and county licensing and 431 filing fees and a penalty of 50 percent of the annual license fee. If a license is not renewed before midnight September 30 432 433 of the succeeding license year, the license shall terminate 434 with no privilege of renewal. Thereafter, a new application 435 must be made and a new license issued before continuation of 436 the business.
- (c) A retailer may not purchase, receive, store, ship,
 sell, or give away any consumable hemp product or enjoy any of
 the rights and privileges of the license after the expiration
 of a license.
- (d) Unless the licensee is notified by the board of objections to the renewal of the license, the board shall renew the license of any licensee who has submitted the renewal application and license fee.

\$28-12-42 License Revocation

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The board may suspend or revoke a license in accordance with Section 28-3A-24 or 28-3A-26; provided, however, the board may suspend a license without a hearing in situations of

imminent danger to the public or for purposes of protecting
the public welfare, peace, safety, and health of the residents
of the state.

§28-12-43 Recordkeeping

- (a) A licensee shall keep and preserve all records, including invoices, canceled checks, and other documentation relating to the purchase, sale, exchange, or receipt of all consumable hemp products for a period of three years. This includes the applicable certificates of analysis as otherwise required under this chapter.
- (b) The board and its authorized agents may enter upon the premises of any licensee at any time of the day or night as they deem necessary, for the detection of violations of this chapter, any law, or the rules of the board, or for the purpose of ascertaining the correctness of the records required to be kept by a licensee, including any record to verify the proper filing and to determine the accuracy of any state tax return required to be filed by a licensee, and to determine the payment of all state taxes when and where due with respect to any state tax levied on consumable hemp products by law. This section imposes no duty upon the board to inspect, examine, and audit with respect to local taxes on consumable hemp products.
- (c) Any person who fails or refuses to keep and preserve the records as required by this section or who, upon request by an authorized agent of the board, fails or refuses to allow an audit or inspection of records as provided in this section shall be guilty of a Class C misdemeanor.

477 §28-12-44 Penalties for Selling without a License

478 (a) Effective January 1, 2026, any person who sells,

479 attempts to sell, furnishes, provides, or gives away a

480 consumable hemp product without a license or otherwise

violates this section shall be subject to the following

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- 483 (1) For a first offense, the board shall levy a civil penalty of five thousand dollars (\$5,000).
- 485 (2) For a second offense, the board shall levy a civil penalty of seven thousand five hundred dollars (\$7,500).
 - (3) For a third offense, the board shall levy a civil penalty of ten thousand dollars (\$10,000), the person shall be guilty of a Class C felony, and the court shall order any business licenses of the person to be revoked.
 - (b) All consumable hemp products in that person's possession shall be considered contraband and may be seized by the board or its agents or any law enforcement officer of the state without a warrant.

§28-12-45 Guidelines on Retail Establishments

(a) Other than pharmacies selling topical or sublingual consumable hemp products pursuant to subsection (b) and retail food stores selling consumable hemp product beverages pursuant to subsection (c), all retailer establishments must be restricted so that only those individuals 21 years of age or older are permitted to enter and the establishment has its own dedicated public entrance. Except as provided in subsections (b) and (c), the board shall only issue retailer licenses to persons:

(1) That have a valid retail liquor license from the board that authorizes off-premises consumption only; or

- (2) That only sell consumable hemp products.
- (b) Topical and sublingual consumable hemp products may be sold in a pharmacy licensed by the Alabama State Board of Pharmacy, provided the pharmacy obtains a consumable hemp product retailer license from the Alcoholic Beverage Control Board and complies with this chapter and rules of the board. Any topical consumable hemp product sold in a pharmacy must be sold by a licensed pharmacist or by a pharmacy technician or employee who is under the direct supervision and control of a licensed pharmacist. This subsection does not prohibit a retailer described in subsection (a) from selling topical or sublingual consumable hemp products in that retailer's licensed premises.
- (c) (1) Consumable hemp products that are beverages may be sold in a retail food store, provided the retail food store obtains a consumable hemp product retailer license from the board and complies with this chapter and rules of the board. Consumable hemp product beverages sold in a retailer food store must be displayed in such a way that the beverages are separated from nonalcoholic beverages or beverages intended for children. This subsection does not prohibit a retailer described in subsection (a) from selling consumable hemp product beverages in that retailer's licensed premises.
- (2) For purposes of this subsection, "retail food store" means any store commonly known as a supermarket, food store, or grocery store, primarily engaged in the retail sale

- of a variety of canned goods, frozen foods, nonalcoholic
 beverages, dry goods, either packaged or in bulk, and fresh
 produce or meats, and the store dedicates: (i) a minimum of 75
 percent of the store's selling area to the sale of food items
 listed in this subdivision; and (ii) at least 14,000 square
 feet of the store's footprint to the sale of food items listed
 in this subdivision.
- (d) (1) A retailer described in subsection (a) shall maintain at its licensed premises a minimum of 500 square feet of sales and service area. A retailer may not include in the calculation of sales and service area any areas that are not open to customers or not used for sales or displaying consumable hemp products, such as office space or storage.
 - (2) A retailer must have an employee present in the sales and service area of the licensed premises at all times the premises is open to customers.
 - (3) The purchase of all consumable hemp products must take place in the licensed premises.
- (e) A retailer shall display the retailer license in the licensed premises in a conspicuous manner.
- \$28-12-46 Retailer Operations

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- (a) A retailer may not sell any consumable hemp product for consumption on the licensed premises or conduct any tastings for customers.
- 557 (b) Consumable hemp products may not be sold using a vending machine or other self-service display and payment system.
 - (c) An individual under 21 years of age may be employed

by a retailer licensee to the same extent and under the same conditions as set forth for employees of alcoholic beverage establishments in Section 28-1-5(c).

§28-12-47 Reporting

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A retailer shall submit to the board, on the last day of the month following the month of receipt or sale, a consolidated report of all receipts and sales of all consumable hemp products made to customers during the preceding month and any other information relevant to the retail sale of consumable hemp products as determined by the board, by rule. The reports shall be in the form and containing information as the board may prescribe.

§28-12-48 Selling to Minors; Penalties

- (a) Prior to initiating a sale or otherwise providing
 consumable hemp products to a customer, an employee of a
 retailer must verify that the customer is at least 21 years of
 age. Proof of age may be established only by one of the
 following:
 - (1) A valid driver license of any state.
- 580 (2) A valid United States Uniformed Service 581 Identification card.
- 582 (3) A valid passport.
- 583 (4) A valid identification card issued by any agency of 584 a state for the purpose of identification, bearing a 585 photograph and date of birth of the individual in question.
- (b) The board shall levy a penalty against any person, retailer licensee, or servant, agent, or employee of the retailer who sells, attempts to sell, delivers, furnishes, or

gives away a consumable hemp product to an individual under 21 years of age as follows:

- (1) For a first offense within a four-year period, suspension of the license for 90 days and a fine of five thousand dollars (\$5,000) earmarked for the State General Fund.
- (2) For a second offense within a four-year period, suspension of the license for 180 days and a fine of ten thousand dollars (\$10,000) earmarked for the State General Fund.
- (3) For a third offense within a four-year period, revocation of the license and any other license issued by the board under this title and a fine of twenty thousand dollars (\$20,000) earmarked for the State General Fund. In addition, the board may impose a fine of up to twenty thousand dollars (\$20,000) against any officer or any individual who has any proprietary or financial interest of 10 percent or more in the licensed retailer, and the board may not issue any license authorized under this title to the retailer or any affiliate of the retailer at any location in the state for a period of 36 months. In addition, the board shall not issue any license or permit under this title until the expiration of one year from the date the license or licenses are revoked at the location where the violation occurred.

\$28-12-49

Except as authorized under Section 28-12-46(c) for retailer employees, any individual under 21 years of age who attempts to purchase, purchases, consumes, possesses, or

- transports consumable hemp products within this state, or who 617 618 knowingly uses or attempts to use a false, forged, deceptive, 619 or otherwise nongenuine driver license to obtain or attempt to 620 obtain a consumable hemp product in this state, shall be 621 subject to the same penalties as provided in Section 28-3A-25 622 for underage drinking.
- 623 Article 4. Violations and Enforcement
- 624 §28-12-60 Direct Shipment Prohibited; Penalties
- 625 (a) Online sales, direct delivery, drive-through sales, 626 and direct shipments of consumable hemp products within or 627 into this state are strictly prohibited. For purposes of this section, "direct shipment" means the shipment of any 628 629 consumable hemp product from any producer or retailer of
- consumable hemp products directly to an Alabama resident. 631 (b) A first violation of subsection (a) is a Class A
- (c) A second or subsequent violation of subsection (a) 633 634 is a Class C felony.
- 635 \$28-12-61 Sale or Possession of Unlawful Hemp Products; 636 Penalties
- 637 (a) The sale or possession of a hemp product 638 specifically excluded from the definition of a consumable hemp 639 product is strictly prohibited.
- 640 (b) A violation of subsection (a) is a Class C felony.
- \$28-12-62 Seizure and Forfeiture 641

632

misdemeanor.

642 (a) Unlawful hemp products shall be considered 643 contraband and may be seized by the board or its agents or by 644 any law enforcement officer of the state without a warrant.

(b) Any consumable hemp products or unlawful hemp products which are kept, stored, or deposited in any place in this state for the purpose of unlawful sale or unlawful disposition or unlawful furnishing or distribution, and the vessels and receptacles in which the products are contained, are declared to be contraband, shall be seized and forfeited to the state, and may be condemned for destruction pursuant to the procedures set out in Article 11 of Chapter 4 concerning alcoholic beverages.

- (c) In any criminal prosecutions against a person for a violation of this chapter, upon conviction, the court may order the destruction of any consumable hemp products or unlawful hemp products which were: (i) sold, offered for sale, possessed, or otherwise disposed of by the defendant; (ii) possessed or used in conducting the business of a dealer; or (iii) used as evidence in the case.
- (d) All proceeds, property obtained by proceeds, equipment, materials, and personal property used in substantial connection with the sale or possession of consumable hemp products or hemp products involved in a violation of this chapter shall be subject to forfeiture pursuant to the procedures set forth in Section 20-2-93.
- (e) Any person from whom an unlawful product is seized and destroyed pursuant to this section shall be subject to a fee, to be determined based on the cost of the destruction and disposal of the product as hazardous waste.
- Section 2. Section 13A-12-214.4, Code of Alabama 1975, relating to the sale of psychoactive cannabinoids, is

- 673 repealed.
- Section 3. This act shall become effective on July 1,
- 675 2025.