Hemp Program Statistics

<table>
<thead>
<tr>
<th>Year</th>
<th>Total Growers</th>
<th>Total Processors</th>
<th>Total Acres</th>
<th>Total Samples</th>
</tr>
</thead>
<tbody>
<tr>
<td>2018</td>
<td>185</td>
<td>82</td>
<td>1,850</td>
<td>295</td>
</tr>
<tr>
<td>2019</td>
<td>1251</td>
<td>560</td>
<td>5,000</td>
<td>2,200</td>
</tr>
<tr>
<td>2020</td>
<td>1128</td>
<td>536</td>
<td>9,430 (registered)</td>
<td>Similar to 2019</td>
</tr>
</tbody>
</table>

- Anticipate hemp being grown in all 72 Wisconsin counties in 2020
- About 50% returning licensees and 50% new licensees (for both growers and processors)

Overview of federal and state hemp legislation, rule writing and state plan development

- Original federal enabling legislation - 2014 Farm Bill – Hemp Pilot Research Programs
- Original state enabling legislation – 2017 Wisconsin Act 100
- Original hemp emergency rule ATCP 22, set by legislature to expire July 1, 2020
  - DATCP currently working on a new emergency rule
    - Gap rule that must be in place by July 1
    - Minor changes, with minimal difference to licensee
    - Not required to follow the normal rule writing process
- 2018 Farm Bill provided the blueprint for USDA to develop the Interim Final Rule (IFR) for Domestic Hemp Production – move from Pilot Research Program model to Commodity Production Program model
  - Prior to 11/1, DATCP must develop a second emergency rule aligned with the USDA IFR
  - Prior to 11/1, DATCP must develop a State Plan and obtain USDA approval of that plan
- 2019 Wisconsin Act 68, state legislation intended to line up with the hemp provisions of the 2018 Farm Bill DATCP
  - DATCP Hemp Rule must also align with this state legislative direction

Timeline

- Emergency Rule #2 – Promulgate June 1, 2020
- Emergency Rule #3 – Promulgate prior to November 1, 2020 (but will need to have mostly written when we submit our State Plan)
- State Plan – Submit to USDA by August 1

Programmatic Changes

- Have significant staffing working in the program most with more than a year of experience
- Planning to recruit about double our sampling staff compared to 2019 (20 LTEs)
- Working to automate our interactions with growers during the season, planting reports, 30-day harvest notifications, and field sampling activities.