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IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 140

BY JUDICIARY, RULES AND ADMINISTRATION COMMITTEE

AN ACT

2	RELATING TO MARIJUANA; AMENDING SECTION 37-2732, IDAHO CODE, TO PROVIDE CER-
3	TAIN PENALTIES FOR MARIJUANA; AMENDING SECTION 18-7803, IDAHO CODE, TO
4	PROVIDE A CORRECT CODE REFERENCE; AMENDING SECTION 18-7804, IDAHO CODE,
5	TO PROVIDE A CORRECT CODE REFERENCE; AMENDING SECTION 18-8201, IDAHO
6	CODE, TO PROVIDE A CORRECT CODE REFERENCE; AMENDING SECTION 31-32011,
7	IDAHO CODE, TO PROVIDE A CORRECT CODE REFERENCE; AND AMENDING SECTION
8	37-2801, IDAHO CODE, TO PROVIDE CORRECT CODE REFERENCES.
9	Be It Enacted by the Legislature of the State of Idaho:
10	SECTION 1. That Section 37-2732, Idaho Code, be, and the same is hereby
11	amended to read as follows:
12	37-2732. PROHIBITED ACTS A PENALTIES. (a) Except as authorized by
13	this chapter, it is unlawful for any person to manufacture or deliver, or
14	possess with intent to manufacture or deliver, a controlled substance.
15	(1) Any person who violates this subsection with respect to:
16	(A) A controlled substance classified in schedule I which is a
17	narcotic drug or a controlled substance classified in schedule II,
18	except as provided for in section 37-2732B(a)(3), Idaho Code, is
19	guilty of a felony and upon conviction may be imprisoned for a term
20	of years not to exceed life imprisonment, or fined not more than
21	twenty-five thousand dollars (\$25,000), or both;
22	(B) Any other controlled substance which is a nonnarcotic drug
23	classified in schedule I, or a controlled substance classified in
24	schedule III, is guilty of a felony and upon conviction may be im-
25	prisoned for not more than five (5) years, fined not more than fif-

- teen thousand dollars (\$15,000), or both; (C) A substance classified in schedule IV, is guilty of a felony and upon conviction may be imprisoned for not more than three (3) years, fined not more than ten thousand dollars (\$10,000), or both;
- (D) A substance classified in schedules V and VI, is guilty of a misdemeanor and upon conviction may be imprisoned for not more than one (1) year, fined not more than five thousand dollars (\$5,000), or both.
- (b) Except as authorized by this chapter, it is unlawful for any person to create, deliver, or possess with intent to deliver, a counterfeit substance.
 - (1) Any person who violates this subsection with respect to:
 - (A) A counterfeit substance classified in schedule I which is a narcotic drug, or a counterfeit substance classified in schedule II, is guilty of a felony and upon conviction may be imprisoned for

not more than fifteen (15) years, fined not more than twenty-five thousand dollars (\$25,000), or both;

- (B) Any other counterfeit substance classified in schedule I which is a nonnarcotic drug contained in schedule I or a counterfeit substance contained in schedule III, is guilty of a felony and upon conviction may be imprisoned for not more than five (5) years, fined not more than fifteen thousand dollars (\$15,000), or both;
- (C) A counterfeit substance classified in schedule IV, is guilty of a felony and upon conviction may be imprisoned for not more than three (3) years, fined not more than ten thousand dollars (\$10,000), or both;
- (D) A counterfeit substance classified in schedules V and VI or a noncontrolled counterfeit substance, is guilty of a misdemeanor and upon conviction may be imprisoned for not more than one (1) year, fined not more than five thousand dollars (\$5,000), or both.
- (c) It is unlawful for any person to possess a controlled substance unless the substance was obtained directly from, or pursuant to, a valid prescription or order of a practitioner while acting in the course of his professional practice, or except as otherwise authorized by this chapter.
 - (1) Any person who violates this subsection and has in his possession a controlled substance classified in schedule I which is a narcotic drug or a controlled substance classified in schedule II, is guilty of a felony and upon conviction may be imprisoned for not more than seven (7) years, or fined not more than fifteen thousand dollars (\$15,000), or both.
 - (2) Any person who violates this subsection and has in his possession lysergic acid diethylamide is guilty of a felony and upon conviction may be imprisoned for not more than three (3) years, or fined not more than five thousand dollars (\$5,000), or both.
 - (3) Any person who violates this subsection and has in his possession a controlled substance which is a nonnarcotic drug classified in schedule I except lysergic acid diethylamide, or a controlled substance classified in schedules III, IV, V and VI is guilty of a misdemeanor and upon conviction thereof may be imprisoned for not more than one (1) year, or fined not more than one thousand dollars (\$1,000), or both.
- (d) It shall be unlawful for any person to be present at or on premises of any place where he knows illegal controlled substances are being manufactured or cultivated, or are being held for distribution, transportation, delivery, administration, use, or to be given away. A violation of this section shall deem those persons guilty of a misdemeanor and upon conviction shall be punished by a fine of not more than three hundred dollars (\$300) and not more than ninety (90) days in the county jail, or both.
- (e) If any person is found to possess marijuana, which for the purposes of this subsection shall be restricted to all parts of the plants of the genus Cannabis, including the extract or any preparation of cannabis which contains tetrahydrocannabinol, in an amount greater than three (3) ounces net weight, it shall be a felony and upon conviction may be imprisoned for not more than five (5) years, or fined not more than ten thousand dollars (\$10,000), or both.

- (f) (1) If any person is found to possess marijuana, which for the purposes of this subsection shall be restricted to all parts of the plants of the genus Cannabis, including the extract or any preparation of cannabis which contains tetrahydrocannabinol, in an amount equal to or less than three (3) ounces net weight, the charge shall be a misdemeanor and upon conviction thereof, the person may be imprisoned for no more than one (1) year, or fined no more than one thousand dollars (\$1,000), or both.
- (2) For any person who is convicted of violating paragraph (1) of this subsection who has no prior conviction for a drug-related offense, the conviction shall be reduced to an infraction if the person possessed marijuana in a quantity of one-half (1/2) ounce net weight or less, and the person pays a fine of two hundred fifty dollars (\$250) or performs eight (8) hours of community service, and completes four (4) hours of drug abuse education approved by the court. Proof of eligibility under this paragraph shall be provided to the court as described in paragraph (3) of this subsection.
- (3) Upon application of the defendant and upon satisfactory showing that the defendant has:
 - (i) No prior conviction for a drug-related offense;
 - (ii) Paid a two hundred fifty dollar (\$250) fine or performed eight (8) hours of community service; and
 - (iii) Completed four (4) hours of court-approved drug abuse education;
- the court shall reduce the conviction from a misdemeanor to an infraction and terminate any probation ordered as part of the misdemeanor conviction. This termination of probation shall be notwithstanding any provision of section 37-2738(5), Idaho Code.
- (g) If two (2) or more persons conspire to commit any offense defined in this act, said persons shall be punishable by a fine or imprisonment, or both, which may not exceed the maximum punishment prescribed for the offense, the commission of which was the object of the conspiracy.
 - $(\underline{\mathfrak{gh}})$ (1) It is unlawful for any person to manufacture or distribute a "simulated controlled substance," or to possess with intent to distribute, a "simulated controlled substance." Any person who violates this subsection shall, upon conviction, be guilty of a misdemeanor and upon conviction thereof shall be punished by a fine of not more than one thousand dollars (\$1,000) and not more than one (1) year in the county jail, or both.
 - (2) It is unlawful for any person to possess a "simulated controlled substance." Any person who violates this subsection shall, upon conviction, be guilty of a misdemeanor and upon conviction thereof shall be punished by a fine of not more than three hundred dollars (\$300) and not more than six (6) months in the county jail, or both.
- $(\underline{\text{hi}})$ It is unlawful for any person to cause to be placed in any newspaper, magazine, handbill, or other publication, or to post or distribute in any public place, any advertisement or solicitation offering for sale simulated controlled substances. Any person who violates this subsection is guilty of a misdemeanor and shall be punished in the same manner as prescribed in subsection ($\underline{\text{gh}}$) of this section.

 $(\pm j)$ No civil or criminal liability shall be imposed by virtue of this chapter on any person registered under the Uniform Controlled Substances Act who manufactures, distributes, or possesses an imitation controlled substance for use as a placebo or other use by a registered practitioner, as defined in section 37-2701(aa), Idaho Code, in the course of professional practice or research.

- $(\dot{j}\underline{k})$ No prosecution under this chapter shall be dismissed solely by reason of the fact that the dosage units were contained in a bottle or other container with a label accurately describing the ingredients of the imitation controlled substance dosage units. The good faith of the defendant shall be an issue of fact for the trier of fact.
- (*l) Upon conviction of a felony or misdemeanor violation under this chapter or upon conviction of a felony pursuant to the "racketeering act," section 18-7804, Idaho Code, or the money laundering and illegal investment provisions of section 18-8201, Idaho Code, the court may order restitution for costs incurred by law enforcement agencies in investigating the violation. Law enforcement agencies shall include, but not be limited to, the Idaho state police, county and city law enforcement agencies, the office of the attorney general and county and city prosecuting attorney offices. Costs shall include, but not be limited to, those incurred for the purchase of evidence, travel and per diem for law enforcement officers and witnesses throughout the course of the investigation, hearings and trials, and any other investigative or prosecution expenses actually incurred, including regular salaries of employees. In the case of reimbursement to the Idaho state police, those moneys shall be paid to the Idaho state police for deposit into the drug and driving while under the influence enforcement donation fund created in section 57-816, Idaho Code. In the case of reimbursement to the office of the attorney general, those moneys shall be paid to the general fund. A conviction for the purposes of this section means that the person has pled guilty or has been found guilty, notwithstanding the form of the judgment(s) or withheld judgment(s).

SECTION 2. That Section 18-7803, Idaho Code, be, and the same is hereby amended to read as follows:

- 18-7803. DEFINITIONS. As used in this chapter, (a) "Racketeering" means any act which is chargeable or indictable under the following sections of the Idaho Code or which are equivalent acts chargeable or indictable as equivalent crimes under the laws of any other jurisdiction:
 - (1) Homicide (section 18-4001, Idaho Code);
 - (2) Robbery, burglary, theft, forgery, counterfeiting, and related crimes (sections 18-1401, 18-1405, 18-2403, 18-2407, 18-3123, 18-3124, 18-3125, 18-3601, 18-3602, 18-3603, 18-3605, 18-3606, 18-3607, 18-3609, 18-3610, 18-3614, 18-3615, 18-4630, 18-6501 and 49-518, Idaho Code);
 - (3) Kidnapping (section 18-4501, Idaho Code);
 - (4) Prostitution (sections 18-5601, 18-5602, 18-5603, 18-5604, 18-5605, 18-5606, 18-5608 and 18-5609, Idaho Code);
 - (5) Arson (sections 18-801, 18-802, 18-803, 18-804 and 18-805, Idaho Code);
 - (6) Assault (sections 18-908 and 18-4015, Idaho Code);

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Lotteries and gambling (sections 18-3801, 18-3802, 18-3809,
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         18-4902, 18-4903, 18-4904, 18-4905, 18-4906 and 18-4908, Idaho Code);
               Indecency and obscenity (sections 18-1515, 18-1518, 18-4103,
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         18-4103A, 18-4104, 18-4105, 18-4105A and 18-4107, Idaho Code);
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         (9) Poisoning (sections 18-4014 and 18-5501, Idaho Code);
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         (10) Fraudulent practices, false pretenses, insurance fraud, finan-
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         cial transaction card crimes and fraud generally (sections 18-2403,
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         18-2706, 18-3002, 18-3101, 18-3124, 18-3125, 18-3126, 18-6713, 41-293,
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         41-294 and 41-1306, Idaho Code);
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         (11) Alcoholic beverages (sections 23-602, 23-606, 23-610, 23-703,
         23-905, 23-914, 23-928, 23-934 and 23-938, Idaho Code);
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         (12) Cigarette taxes (sections 63-2505 and 63-2512(b), Idaho Code);
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         (13) Securities (sections 30-14-401, 30-14-402, 30-14-403, 30-14-404,
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         30-14-501, 30-14-502, 30-14-505 and 30-14-506, Idaho Code);
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         (14) Horseracing (section 54-2512, Idaho Code);
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         (15) Interest and usurious practices (sections 28-45-401 and 28-45-
         402, Idaho Code);
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         (16) Corporations (sections 18-1901, 18-1902, 18-1903, 18-1904,
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         18-1905, 18-1906 and 30-1510, Idaho Code);
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         (17) Perjury (sections 18-5401 and 18-5410, Idaho Code);
         (18) Bribery and corrupt influence (sections 18-1352 and 18-1353, Idaho
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         Code);
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         (19) Controlled substances (sections 37-2732(a), (b), (c), (e) and
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         (\pm q), 37-2732B, 37-2734 and 37-2734B, Idaho Code);
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         (20) Motor vehicles (sections 49-228, 49-231, 49-232 and 49-518, Idaho
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         Code);
         (21) Terrorism (section 18-8103, Idaho Code).
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         (b) "Person" means any individual or entity capable of holding a legal
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    or beneficial interest in property;
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         (c) "Enterprise" means any sole proprietorship, partnership, corpora-
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    tion, business, labor union, association or other legal entity or any group
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    of individuals associated in fact although not a legal entity, and includes
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illicit as well as licit entities; and

(d) "Pattern of racketeering activity" means engaging in at least two
(2) incidents of racketeering conduct that have the same or similar intents, results, accomplices, victims or methods of commission, or otherwise
are interrelated by distinguishing characteristics and are not isolated
incidents, provided at least one (1) of such incidents occurred after the effective date of this act and that the last of such incidents occurred within
five (5) years after a prior incident of racketeering conduct.

SECTION 3. That Section 18-7804, Idaho Code, be, and the same is hereby amended to read as follows:

18-7804. PROHIBITED ACTIVITIES -- PENALTIES. (a) It is unlawful for any person who has received any proceeds derived directly or indirectly from a pattern of racketeering activity in which the person has participated, to use or invest, directly or indirectly, any part of the proceeds or the proceeds derived from the investment or use thereof in the acquisition of any interest in, or the establishment or operation of, any enterprise or real property. Whoever violates this subsection is guilty of a felony.

(b) It is unlawful for any person to engage in a pattern of racketeering activity in order to acquire or maintain, directly or indirectly, any interest in or control of any enterprise or real property. Whoever violates this subsection is guilty of a felony.

- (c) It is unlawful for any person employed by or associated with any enterprise to conduct or participate, directly or indirectly, in the conduct of the affairs of such enterprise by engaging in a pattern of racketeering activity. Whoever violates the provisions of this subsection is guilty of a felony.
- (d) It is unlawful for any person to conspire to violate any of the provisions of subsections (a) through (c) of this section. Whoever violates the provisions of this subsection is guilty of a felony.
- (e) Whoever violates the provisions of this act is punishable by a fine not to exceed twenty-five thousand dollars (\$25,000) and/or imprisonment not to exceed a term of fourteen (14) years in the Idaho state penitentiary.
- (f) Upon a conviction of a violation under the provisions of this chapter, the court may order restitution for all costs and expenses of prosecution and investigation, pursuant to the terms and conditions set forth in section $37-2732\,(\frac{1}{4})$, Idaho Code.
- (g) In addition to any other penalties prescribed by law, whoever violates any provisions of this act shall forfeit to the state of Idaho:
 - (1) Any interest acquired or maintained in violation of the racketeering act; and
 - (2) Any interest in, security of, claim against or property or contractual right of any kind affording a source of influence over any enterprise which he has established, operated, controlled, conducted or participated in the conduct of in violation of the provisions of the racketeering act.
- (h) In any action brought by the state under the racketeering act, the district court shall have jurisdiction to enter such restraining orders or prohibitions, or to take such other actions, including, but not limited to, the acceptance of satisfactory performance bonds, in connection with any property or other interest subject to forfeiture under the provisions of this section, as it shall deem proper.
- (i) Upon conviction of a person under the provisions of this section, the court shall authorize the attorney general or the proper prosecuting attorney to seize all property or other interest declared forfeited under the provisions of this section upon such terms and conditions as the court shall deem proper, making due provision for the rights of innocent persons. If a property right or other interest is not exercisable or transferable for value by the convicted person, it shall expire and shall not revert to the convicted person.

SECTION 4. That Section 18-8201, Idaho Code, be, and the same is hereby amended to read as follows:

18-8201. MONEY LAUNDERING AND ILLEGAL INVESTMENT -- PENALTY -- RESTITUTION. (1) It is unlawful for any person to knowingly or intentionally give, sell, transfer, trade, invest, conceal, transport, or make available anything of value that the person knows is intended to be used to commit or further a pattern of racketeering activity as defined in section 18-7803(d),

Idaho Code, or a violation of the provisions of chapter 27, title 37, Idaho Code.

- (2) It is unlawful for any person to knowingly or intentionally direct, plan, organize, initiate, finance, manage, supervise, or facilitate the transportation or transfer of proceeds known by that person to be derived from a pattern of racketeering activity as defined in section 18-7803(d), Idaho Code, or a violation of the provisions of chapter 27, title 37, Idaho Code.
- (3) It is unlawful for any person to knowingly or intentionally conduct a financial transaction involving proceeds known by that person to be derived from a pattern of racketeering activity as defined in section 18-7803(d), Idaho Code, or a violation of the provisions of chapter 27, title 37, Idaho Code, if the transaction is designed in whole or in part to conceal or disguise the nature, location, source, ownership, or control of the proceeds, or to avoid a transaction reporting requirement under state or federal law.
- (4) A person who violates the provisions of this section is guilty of a felony and upon conviction may be fined not more than two hundred fifty thousand dollars (\$250,000) or twice the value of the property involved in the transaction, whichever is greater, or be imprisoned for not more than ten (10) years, or be both so fined and imprisoned.
- (5) Upon a conviction of a violation under the provisions of this chapter, the court may order restitution for all costs and expenses of prosecution and investigation, pursuant to the terms and conditions set forth in section $37-2732 \, (\frac{1}{2})$, Idaho Code.
- SECTION 5. That Section 31-3201I, Idaho Code, be, and the same is hereby amended to read as follows:
- 31-3201I. DISTRIBUTION OF PAYMENTS IN CRIMINAL CASES. When ordered by the court to make one (1) of the following payments in a criminal case, a defendant shall make the payment to the clerk of the court in which the judgment was entered. The judgment shall be satisfied accordingly by entry in the electronic docket of the court, and the clerk of the court shall remit daily all such payments to the county auditor who shall, at least monthly, distribute the payments received as required by statute. The distributions shall first completely satisfy the amounts due in the following order before distribution of payments for any other amounts owed to the court:
- (1) Fees for each felony, misdemeanor and infraction paid pursuant to section 31-3201A(2), Idaho Code;
- (2) Fines or reimbursements paid for the crime victims compensation account pursuant to section 72-1025, Idaho Code;
- (3) Misdemeanor probation supervision fees paid pursuant to section 31-3201D, Idaho Code;
- (4) County drug and mental health fund fees paid pursuant to section 31-3201E, Idaho Code;
- (5) Fines paid for the peace officer and detention officer temporary disability fund pursuant to section 72-1105, Idaho Code;
- (6) Restitution to victims of crime paid pursuant to section 19-5304, Idaho Code, if paid through the clerk of the court;

- (7) Community service fees paid pursuant to section 31-3201C, Idaho Code;
- (8) Victim notification fund fees paid pursuant to section 31-3204, Idaho Code;
- (9) Court technology fees paid pursuant to section 31-3201(5), Idaho Code;
 - (10) Surcharge fees paid pursuant to section 31-3201H, Idaho Code;
- (11) Peace officers standards and training fees paid pursuant to section 31-3201B, Idaho Code;
- (12) Domestic violence court fees paid pursuant to section 32-1410, Idaho Code;
 - (13) Criminal fines;

- (14) Reimbursement for public defender costs paid pursuant to section 19-854(7), Idaho Code;
- (15) Costs of prosecution ordered as a condition of probation and paid pursuant to section 19-2601, Idaho Code, and Idaho criminal rule 33(d)(2);
- (16) Domestic violence fines for the domestic violence project account paid pursuant to section 39-6312, Idaho Code;
 - (17) Drug hotline fees paid pursuant to section 37-2735A, Idaho Code;
- (18) Additional fish and game fines for the search and rescue account paid pursuant to section 36-1405, Idaho Code;
- (19) County administrative surcharge fees paid pursuant to section 31-3201(3), Idaho Code;
- (20) Motor vehicle violation surcharge fees and ignition interlock and electronic monitoring fees paid pursuant to sections 18-8008 and 18-1810, Idaho Code;
- (21) Costs for toxicology testing paid pursuant to section 37-2732C(g), Idaho Code;
- (22) Costs incurred by law enforcement agencies in investigating violations of the racketeering act or money laundering and illegal investment provisions paid pursuant to section $37-2732 \, (\&1)$, Idaho Code;
- (23) Restitution for the repair or replacement of simulated wildlife paid pursuant to section 36-1101(b)(8), Idaho Code; and
- (24) Abandoned vehicle fees paid pursuant to section 31-3201F, Idaho Code.
- SECTION 6. That Section 37-2801, Idaho Code, be, and the same is hereby amended to read as follows:
- 37-2801. PROPERTY SUBJECT TO CRIMINAL FORFEITURE. Any person who is found guilty of, who enters a plea of guilty, or who is convicted of a violation of the uniform controlled substances act, chapter 27, title 37, Idaho Code, punishable by imprisonment for more than one (1) year, no matter the form of the judgment or order withholding judgment, shall forfeit to the state of Idaho:
- (1) Any property constituting, or derived from, any proceeds the person obtained, directly or indirectly, as the result of such violation; and
- (2) Any of the person's property used, or intended to be used, in any manner or part, to commit, or to facilitate the commission of such violation. The court, in imposing sentence on such person, shall order, in addition to any other sentence imposed pursuant to chapter 27, title 37, Idaho Code, that

the person forfeit to the state of Idaho all property described in this section. The provisions of this chapter shall not be construed or interpreted in any manner to prevent the state of Idaho, attorney general or the appropriate prosecuting attorney from requesting restitution pursuant to section $37-2732\,(\mbox{k}\underline{1})$, Idaho Code; or, if appropriate, from pursuing civil forfeiture pursuant to section 37-2744 and/or section 37-2744A, Idaho Code. Nor shall an order of forfeiture pursuant to this chapter be used as an offset against, or in any manner be used to diminish the amount of, a restitution order under section $37-2732\,(\mbox{k}\underline{1})$, Idaho Code. The issue of criminal forfeiture shall be for the court alone, without submission to a jury, as a part of the sentencing procedure within the criminal action.