By: Holland To: Agriculture;
Judiciary B

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 292

AN ACT TO AMEND SECTION 69-3-1, MISSISSIPPI CODE OF 1972, TO REVISE DEFINITIONS UNDER THE AGRICULTURAL SEED LAW; TO AMEND 3 SECTION 69-3-5, MISSISSIPPI CODE OF 1972, TO REVISE LABELING REQUIREMENTS FOR SEEDS; TO AMEND SECTION 69-3-19, MISSISSIPPI CODE 5 OF 1972, TO REVISE THE METHOD AND FEE FOR FILING COMPLAINTS WITH THE DEPARTMENT AND TO REVISE THE METHOD OF APPOINTMENT TO THE 6 ARBITRATION COUNCIL; TO PROVIDE THAT IF BOTH THE CONSUMER AND THE 7 8 SEEDSMAN CONSENT, THEY MAY USE AN INDEPENDENT ARBITRATOR IN LIEU 9 OF A HEARING BY THE COUNCIL; TO PROVIDE FOR THE CONFIDENTIALITY OF CERTAIN TRADE SECRETS; TO AMEND SECTION 69-3-25, MISSISSIPPI CODE 10 11 OF 1972, TO REVISE THE PENALTIES FOR VIOLATIONS; TO CREATE A NEW CODE SECTION TO BE CODIFIED AS SECTION 69-3-29, MISSISSIPPI CODE 12 OF 1972, TO PROVIDE ADMINISTRATIVE PROCEDURES FOR THE HANDLING OF 13 14 COMPLAINTS AND EVIDENTIARY HEARINGS CONCERNING VIOLATIONS OF THE 15 SEED LAW; TO CREATE A SPECIAL FUND IN THE STATE TREASURY TO BE 16 DESIGNATED THE "SEED ARBITRATION FUND" INTO WHICH SHALL BE 17 DEPOSITED FUNDS FROM PENALTIES FOR VIOLATIONS OF THIS ACT; TO AMEND SECTION 25-41-3, MISSISSIPPI CODE OF 1972, TO EXEMPT THE 18 SEED ARBITRATION COUNCIL FROM THE OPEN MEETINGS ACT; TO AMEND 19 20 SECTION 69-3-7, MISSISSIPPI CODE OF 1972, IN CONFORMITY THERETO; 2.1 AND FOR RELATED PURPOSES.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- SECTION 1. Section 69-3-1, Mississippi Code of 1972, is
- 24 amended as follows:
- 25 69-3-1. Wherever the following terms or similar terms are
- 26 used in this article, they shall have the following meanings,
- 27 unless the context clearly indicates otherwise:
- 28 <u>(a) The term "advertisement" means all representations</u>
- 29 <u>made by the labeler, other than those on the label, disseminated</u>
- 30 <u>in any manner or by any means, relating to seed within the scope</u>
- 31 <u>of this article.</u>
- 32 <u>(b)</u> The term "commissioner" means the Commissioner of
- 33 Agriculture and Commerce of the State of Mississippi.
- 34 (c) The term "seedsman" means a person, firm or
- 35 corporation engaged in the buying, selling or exchanging, offering

- 36 or exposing for sale agricultural seeds or mixtures thereof,
- 37 vegetable, flower, tree and shrub seeds as defined in this
- 38 article. For the purpose of this article:
- 39 <u>(i)</u> The term "commission merchant" or "agent"
- 40 means a person, firm or corporation engaged in the selling of
- 41 packet seed of less than four (4) ounces to consumers.
- 42 <u>(ii)</u> The term "wholesale distributor" means a
- 43 person, firm or corporation engaged in the selling of seed to a
- 44 seedsman holding a permit as required by subsection (1)(c) of
- 45 Section 69-3-3.
- 46 (iii) The term "consumer" means any person who
- 47 purchases or otherwise obtains seed for sowing but not for resale.
- 48 <u>(iv)</u> The term "commercial grower" means a person,
- 49 firm or corporation engaged primarily in the production of seed
- 50 for planting purposes for sale or trade.
- 51 (d) The term "agricultural seeds" means the seed of
- 52 grass, forage, cereal and fiber crops, lawn seed, and any other
- 53 kinds of seed, including <u>transgenic</u> seeds, recognized within this
- 54 state as agricultural or field seeds, and mixtures of such seeds.
- 55 <u>(e)</u> The term "vegetable seeds" means the seeds of those
- 56 crops which are grown in gardens or on truck farms, including
- 57 <u>transgenic</u> seeds, and are generally known and sold under the name
- 58 of vegetable seeds in this state.
- 59 <u>(f)</u> The term "flower seed" means the seeds of
- 60 herbaceous plants grown for their blooms, ornamental foliage or
- other ornamental parts, including <u>transgenic</u> seeds, and commonly
- 62 known and sold under the name of flower seeds in this state.
- 63 (g) The term "tree and shrub seeds" means the seeds of
- 64 woody plants, including transgenic seeds, commonly known and sold
- 65 as tree and shrub seeds in this state.
- (h) "The term transgenic seed" means seed from a plant
- 67 whose genetic composition has been altered by methods other than
- 68 those used in conventional plant breeding to produce seed that
- 69 <u>contains selected genes from other plants or species that will</u>
- 70 produce results such as herbicide tolerance or resistance, insect
- 71 <u>tolerance or resistance or other traits derived from</u>
- 72 <u>biotechnology</u>.

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73 (i) The term "seed lot" or "lot of seed" means a
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- 74 definite quantity of seed identified by a lot number or other
- 75 identification mark, every portion or bag of which is uniform for
- 76 the factors which appear on the label, within permitted
- 77 tolerances.
- 78 <u>(j)</u> The term "kind" means one or more related species
- 79 or subspecies which singly or collectively is known by one (1)
- 80 common name; for example: soybeans, crimson clover, striate
- 81 lespedeza, tall fescue.
- 82 (k) The term "variety" means a subdivision of a kind
- 83 which is characterized by growth, plant, fruit, seed or other
- 84 characteristics by which it can be differentiated in successive
- 85 generations from other sorts of the same kind; for example: Lee
- 86 soybeans, Frontier crimson clover, Kobe striate lespedeza,
- 87 Kentucky 31 tall fescue.
- 88 <u>(1)</u> The term "strain" means the subdivision of a
- 89 variety; for example: Clemson nonshattering soybeans, Strain 4.
- 90 (m) The term "hybrid" means the first generation seed
- 91 of a cross produced by controlling the pollination and combining:
- 92 (i) two (2) or more inbred lines; or (ii) one (1) inbred line or
- 93 a single cross with an open-pollinated variety; or (iii) two (2)
- 94 varieties or species, except open-pollinated varieties of corn.
- 95 The second generation and subsequent generations of such crosses
- 96 shall not be regarded as hybrids.
- 97 (n) The terms "pure seed," "germination," "other crop
- 98 seed, " "inert matter" and other seed labeling and testing terms in
- 99 common usage not defined herein are defined as in the Federal Seed
- 100 Act and the rules and regulations promulgated thereunder and any
- 101 subsequent amendments thereto.
- 102 <u>(o)</u> The term "weed seeds" means the seeds, bulblets or
- 103 tubers of all plants generally recognized as weeds within the
- 104 state and includes noxious weed seeds.
- 105 <u>(p)</u> The term "noxious weed seeds" shall consist of two

- 106 (2) classes, as follows:
- 107 (i) "Prohibited noxious weed seeds" means the
- 108 seeds of weeds that reproduce by seed, and/or spread by
- 109 underground roots or stems, and which, when established, are
- 110 highly destructive and difficult to control in this state by
- 111 ordinary good cultural practice, or constitute a peculiar hazard
- 112 to the agriculture of this state. Names of such weed seeds shall
- 113 be published by regulations promulgated pursuant to the provisions
- 114 of this article.
- 115 (ii) "Restricted noxious weed seeds" means the
- 116 seeds of weeds that are particularly objectionable in fields,
- 117 lawns or gardens of this state, but which can ordinarily be
- 118 controlled by good cultural practice. Names of such weed seeds
- 119 shall be published by regulations promulgated pursuant to the
- 120 provisions of this article.
- 121 (q) The term "firm ungerminated seed" means live seed,
- 122 other than hard seed, which neither germinate nor decay during the
- 123 period and under the conditions prescribed for germination of such
- 124 seed by the rules and regulations promulgated pursuant to
- 125 provisions of this article. Kinds of seeds known and recognized
- 126 to contain firm seeds shall be published by regulation.
- 127 $\underline{\text{(r)}}$ The term "date of test" means the month and year
- 128 the percentage of germination appearing on the label was obtained
- 129 by laboratory test.
- 130 <u>(s)</u> The term "mixed" or "mixture" means seeds
- 131 consisting of more than one (1) kind, or kind and variety, or
- 132 strain, each present in excess of five percent (5%) of the whole.
- 133 (t) The term "origin" means the state, District of
- 134 Columbia, Puerto Rico, or possessions of the United States, or the
- 135 foreign country where the seeds were grown.
- 136 <u>(u) The term ""label" means the display or displays of</u>
- 137 written, printed or graphic matter upon or attached to the
- 138 container of seed pertaining to the contents of the container.

139	(v) The term "labeler" means the person, firm,
140	corporation or the registered code number whose name appears on
141	the label or container of seed.
142	(w) The term "labeling" includes all labels and other
143	written, printed or graphic representations <u>made</u> by the <u>labeler</u>
144	accompanying and pertaining to the seed product, whether in bulk
145	or in containers, and any product use guides for the technology or
146	the seed that may be distributed in any manner including
147	representations on invoices except for current official
148	publications of the United States Department of Agriculture, state
149	extension services, state experiment stations, state agricultural
150	colleges and other similar federal or state institutions or
151	agencies authorized by law to conduct research.
152	$\underline{(x)}$ The term "treated" means that the seed has been
153	given an application of a substance or subjected to a process
154	designed to control or repel certain disease organisms, insects or
155	other pests attacking such seeds or seedlings grown therefrom to
156	improve its planting value or to serve any other purpose.
157	(y) The term "records" or "seed records" means
158	information which relates to the origin, treatment, germination
159	and purity of each lot of agricultural seed sold, offered or
160	exposed for sale in this state, or which relates to the treatment,
161	germination and variety of each lot of vegetable, flower, or tree
162	and shrub seed sold, offered or exposed for sale in this state.
163	Such information includes seed samples and records of
164	declarations, labels, purchases, sales, cleaning, bulking,
165	handling, storage, analyses, tests and examinations.
166	$\underline{(z)}$ The term "processing" means cleaning, scarifying,
167	blending or treating to obtain uniform quality and other
168	operations which would change the purity or germination of the
169	seed and therefore require retesting to determine the quality of

(aa) The term "tolerance" means the allowance for

the seed.

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- 172 sampling variation specified under rules and regulations
- 173 promulgated pursuant to the provisions of this article.
- 174 (bb) The terms "certified seed," "registered seed" and
- 175 "foundation seed" mean seed that has been produced and labeled in
- 176 accordance with the procedures and in compliance with the rules
- 177 and regulations of an official certifying agency authorized by the
- 178 laws of this state or the laws of another state or country.
- 179 <u>(cc)</u> The term "official certifying agency" means an
- 180 agency authorized or recognized and designated as a certifying
- 181 agency by the laws of a state, the United States, a province of
- 182 Canada, or the government of a foreign country.
- 183 <u>(dd)</u> The term "stop sale order" means any written or
- 184 printed notice or order given or issued by the commissioner or his
- 185 authorized agents to the owner or custodian of any lot of
- 186 agricultural, vegetable, flower, or tree and shrub seeds in this
- 187 state, directing such owner or custodian not to sell, offer or
- 188 expose such seeds for sale for planting purposes within this state
- 189 until requirements of this article shall have been complied with
- 190 and a written release has been issued. * * *
- 191 <u>(ee)</u> The term "Federal Seed Act" means <u>the laws</u>
- 192 codified at 7 USCS 1551, et seq., and all regulations promulgated
- 193 <u>thereunder</u>.
- 194 <u>(ff)</u> The term "bulk" or "in bulk" means seed when loose
- 195 either in vehicles of transportation, bins, cribs or tanks, and
- 196 not seed in bags, boxes, cartons, bulk/super bags or other
- 197 containers.
- 198 <u>(qq)</u> The term "department" means the Mississippi
- 199 Department of Agriculture and Commerce.
- 200 (hh) The term "arbitration council" or "council" means
- 201 a six-member body appointed by the Commissioner of Agriculture and
- 202 Commerce to determine the validity and recommend settlements of
- 203 complaints made by consumers against seedsmen.
- 204 <u>(ii) The term "recognized professional" means a person</u>

206	other	person	recog	nized	by	the	arbiti	<u>ratio</u>	n cc	uncil	to	be	qualified
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who is a licensed consultant, a certified crop advisor or any

- 208 (jj) The term "product use guide" means any written
- 209 information prepared by the labeler and distributed to the
- 210 consumer containing specific information concerning a seed product
- 211 or a technology.

- SECTION 2. Section 69-3-5, Mississippi Code of 1972, is 212
- 213 amended as follows:[BD1]
- 214 69-3-5. (1) Each container of agricultural, vegetable,
- 215 flower, or tree and shrub seeds sold, offered for sale, or exposed
- 216 for sale, or transported within this state for seeding purposes
- 217 shall bear thereon or have attached thereto in a conspicuous place
- 218 a plainly written or printed label or tag in the English language,
- giving the following information: 219
- 220 (a) For agricultural seeds:
- 221 (i) The commonly accepted name of kind and variety
- of each agricultural seed present in excess of five per cent (5%) 222
- 223 of the whole and the percentage by weight of each in the order of
- 224 its predominance. When more than one (1) kind and variety is
- 225 required to be named, the word "mixture" or the word "mixed" shall
- be shown conspicuously on the label, provided that the 226
- 227 commissioner may through the promulgation of regulations permit
- 228 certain kinds of seed to be labeled "mixed" without showing the
- 229 percentage of each variety present. Hybrids shall be labeled with
- 230 the name and/or number by which the hybrid is commonly designated.
- 231 (ii) Lot number or other designation.
- 232 (iii) Net weight.
- 233 (iv) Origin.
- (v) Percentage by weight of all weed seeds, 234
- 235 including noxious weed seeds.
- (vi) Percentage by weight of inert matter. 236
- 237 (vii) Percentage by weight of other crop seed.

238	(viii) Year grown, with kinds of seed to be
239	established by regulation.
240	(ix) The number of years from breeder seed. For
241	hybrids, the generation of hybrid must be stated. The kinds of
242	seed to be subject to this requirement are to be named by
243	regulation.
244	$\underline{(x)}$ For each named agricultural seed:
245	1. Percentage of germination, exclusive of
246	hard seed or firm seed.
247	2. Percentage of hard seed, if present.
248	3. Percentage of firm ungerminated seed, if
249	present.
250	$\underline{4.}$ The calendar month and year the test was
251	completed to determine such percentages.
252	$\underline{(xi)}$ The name and number per pound of each kind of
253	"restricted" noxious weed seed.
254	$\underline{(ext{xii})}$ The name and address, or the registered code
255	number, of the person who labeled said seed, or who sells, offers
256	or exposes said seed for sale within this state.
257	(xiii) In addition to the above <u>label</u>
258	requirements, certain additional information may, through the
259	promulgation of regulations by the commissioner, be required for
260	the label.
261	(b) For vegetable seeds in containers of * * * more
262	than one (1) pound:
263	(i) Name of kind and variety of seed.
264	<u>(ii)</u> Net weight.
265	(iii) Lot number or other identification.
266	(iv) Percentage of germination, exclusive of hard
267	seed.

 $\underline{(v)}$ Percentage of hard seed, if present.

 $\underline{\text{(vi)}}$ Calendar month and year the test was

completed to determine such percentages.

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- 271 (vii) The name and address, or the registered code
- 272 number, of the person who labeled said seed, or who sells, offers
- 273 or exposes said seed for sale within this state.
- 274 (viii) For seeds which germinate less than
- 275 standards prescribed under rules and regulations promulgated
- 276 pursuant to the provisions of this article, the words "below
- 277 standard" in not less than 12-point type must be written or
- 278 printed on face of tag in addition to other information required.
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- 280 (c) For vegetable seeds in containers of one (1) pound
- 281 <u>or less:</u>
- 282 <u>(i)</u> Name of kind and variety.
- 283 <u>(ii)</u> The name and address, or the registered code
- 284 number, of the person who labeled said seed, or who sells, offers
- 285 or exposes said seed for sale within this state.
- 286 <u>(iii)</u> For seeds which germinate less than the
- 287 standards last prescribed for such seed under rules and
- 288 regulations promulgated pursuant to the provisions of this
- 289 article, the following additional information must be shown:
- 290 <u>1.</u> Percentage of germination, exclusive of
- 291 hard seed.
- 292 <u>2.</u> Percentage of hard seed, if present.
- 293 <u>3.</u> Calendar month and year the test was
- 294 completed to determine such percentage.
- 295 <u>4.</u> The words "below standard" in not less
- 296 than 12-point type.
- 297 <u>(d)</u> For flower seed:
- 298 Flower seed shall be labeled to comply with rules and
- 299 regulations promulgated by the commissioner pursuant to the
- 300 provisions of this article.
- 301 <u>(e)</u> For tree and shrub seed:
- 302 Tree and shrub seed shall be labeled to comply with the rules
- 303 and regulations promulgated by the commissioner pursuant to the

- 304 provisions of this article.
- 305 <u>(f)</u> For treated seed:
- 306 All seeds treated as defined in this article (for which a
- 307 separate label may be used) shall be labeled in accordance with
- 308 the rules and regulations promulgated pursuant to the provisions
- 309 of this article.
- 310 (2) The labeler shall keep records of the year of production
- 311 and blending components of all agricultural or vegetable seeds in
- 312 <u>each lot labeled, distributed or offered for sale within the</u>
- 313 state. Upon request, the records of each lot of seed shall be
- 314 made available to the purchaser of such lots, either through
- 315 <u>information on the label, the container or such other means that</u>
- 316 may be required by regulation in order to provide the information
- 317 <u>requested in a timely manner.</u>
- 318 SECTION 3. Section 69-3-7, Mississippi Code of 1972, is
- amended as follows:[BD2]
- 320 69-3-7. (1) Each person handling seed subject to this
- 321 article shall keep for a period of two (2) years a complete record
- 322 of agricultural, vegetable, flower, or tree and shrub seeds
- 323 handled.
- 324 (2) Such records shall include the information as defined in
- 325 paragraph (y) of Section 69-3-1.
- 326 (3) The commissioner or his duly authorized agents shall
- 327 have the right to inspect such records for the purpose of the
- 328 effective administration of this article.
- 329 SECTION 4. Section 69-3-19, Mississippi Code of 1972, is
- 330 amended as follows:
- 331 69-3-19. It shall be the duty of the Commissioner of
- 332 Agriculture and Commerce, acting either directly or through his
- 333 duly authorized agents:
- 334 (1) To sample, inspect, make analyses of and test
- 335 agricultural, vegetable, flower, and tree and shrub seeds,
- 336 including transgenic seeds, transported, held in storage, sold,

337 offered for sale or exposed for sale, or distributed within this state for seeding purposes, at such time and place, and to such 338 339 extent as he may deem necessary to determine whether the seeds are in compliance with the provisions of this article, and to notify 340 341 promptly the person who transported, distributed, had in his 342 possession, sold, offered or exposed the seed for sale, of any violation. Such test results shall be sufficient to be used by 343 the Mississippi * * * Department of Transportation to determine 344 whether or not seed so tested meets the * * * requirements of the 345 Department of Transportation as set out in its contract 346 347 specifications. No further testing shall be required unless the * * * Department of Transportation determines that more than 348 nine (9) months has elapsed, exclusive of the calendar month in 349 350 which the test was completed, between the germination test data 351 and the time of planting, or if by visual inspection the * * * 352 Department of Transportation determines that the seed was improperly stored or handled prior to planting. 353

- (2) To prescribe and adopt reasonable rules and regulations governing the methods of sampling, inspecting, making analysis tests and examinations of agricultural, vegetable, flower and tree and shrub seeds, including standards, and the tolerances to be followed in the administration of this article, and any other reasonable rules and regulations as may be necessary to secure efficient enforcement of this article.
- 361 (3) To appoint an arbitration council, <u>which is authorized</u>
 362 <u>to receive complaints</u>, conduct investigations and issue findings
 363 and recommendations prerequisite to legal action as follows:
- (a) The commissioner shall appoint an arbitration

 council composed of six (6) members to hear and decide each

 complaint. Each of the following shall supply to the commissioner

 a list of four (4) candidates from their respective organization:

 the Director of the Mississippi Agricultural and Forestry

 Experiment Station; the Director of the Mississippi Cooperative

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370 Extension Service; the President of the Mississippi Seedsmen's Association; the President of the Mississippi Farm Bureau 371 372 Federation; the Alcorn State University Divisional Director of 373 Agriculture and Applied Sciences. The commissioner shall choose 374 one (1) candidate from each organization's list in selecting a 375 council to hear each complaint. On or before January 1 of each 376 year the respective recommending organizations shall submit member recommendations if they want to make changes from their previous 377 recommendations. The commissioner or his designee shall be a 378 379 member of and serve as chairman of the council * * * and he may appoint a secretary for the council * * *. It shall be the duty 380 of the chairman to call the council into session to conduct all 381 382 meetings and deliberations and to direct all other activities of 383 the council. It shall be the duty of the secretary to keep 384 accurate and correct records of all meetings and deliberations and 385 perform such other duties for the council as directed by the The commissioner shall prescribe and adopt reasonable 386 chairman. 387 rules and regulations governing the arbitration process to include 388 conditions and circumstances associated with seed to which 389 arbitration is applicable.

- (b) The purpose of the arbitration council shall be to assist consumers and seedsmen in determining the validity of complaints made by consumers against seedsmen and recommend cost damages resulting from alleged failure of the seed to properly perform or produce, whether related to specific representations on the label or the labeling, other information on the seed container or conditions attributed to the seed.
- (c) (i) When the department refers to the arbitration council any complaint made by a consumer against a seedsman, the council shall make a full and complete investigation of the matters complained of, and at the conclusion of the investigation, report its findings and make its recommendations of cost damages and file them with the department. Council findings and

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403 recommendations may be admissible as evidence in a court of law. When a complaint involving transgenic seeds is filed for 404 405 arbitration, the seedsman shall furnish the commissioner the 406 technology and procedures necessary to conduct any test to 407 determine whether the seeds will perform as represented by the 408 The commissioner shall ensure that all technology and seedsman. 409 procedural information submitted to the department by the seedsman 410 shall be kept confidential to ensure the proprietary rights of the seedsman. After a final disposition of all judicial proceedings 411 412 or expiration of any applicable statute of limitation, the commissioner shall return all technology, records, test data or 413 414 procedural information to the seedsman. In addition, remedies for 415 misappropriation of a trade secret shall be governed by the Mississippi Uniform Trade Secrets Act in Section 75-26-1 through 416 417 75-26-19. 418 (ii) In conducting its investigation the 419 arbitration council or any member or members shall be authorized to examine the consumer on his farming operation of which he 420 421 complains; to examine the seedsman on his packaging, labeling and 422 selling operation of the seed alleged to be faulty; to conduct an 423 appropriate test of a representative sample of the alleged faulty 424 seed through the facilities of the state and under the supervision 425 of the department when such action is deemed to be necessary; and 426 to hold informal hearings at a time and place designated by the chairman upon reasonable notice to the consumer and the seedsman. 427 428 (iii) Any investigation made by less than the 429 entire membership of the council shall be made by authority of a 430 written directive by the chairman and such investigation shall be summarized in writing and considered by the council in its 431 432 findings and in making its recommendations. 433 (iv) If the council determines that an informal 434 hearing should be conducted to allow each party an opportunity to 435 present their respective side of the dispute, attorneys may be

436 present at the hearings to confer with their clients. However, no 437 attorney may participate directly in the proceedings. A majority 438 of the six-member arbitration council shall constitute a quorum at any legally called meeting, hearing or other proceeding conducted 439 440 by the council, and the act of a majority present at any such 441 meeting, hearing or proceeding shall be the act of the council. The deliberations of the council at which the merits of a seed 442 arbitration claim are under consideration shall not be subject to 443 Section 25-41-1, et seq. The commissioner may issue subpoenas to 444 445 require the attendance of witnesses and the production of documents. Any court of general jurisdiction in this state may 446 447 enforce compliance with such subpoenas. 448 (v) In lieu of a hearing by the council, informal hearings for arbitration may be conducted by an independent 449 450 arbitrator appointed by the commissioner. The consumer filing a 451 complaint or the seedsman named in the complaint may request 452 arbitration by an independent arbitrator. When such request is made, both parties shall be notified and consent to arbitration by 453 454 an independent arbitrator. The commissioner shall name the 455 arbitrator from a list of six (6) persons published by the 456 commissioner every two (2) years who shall be qualified to conduct arbitration proceedings. The arbitrator appointed by the 457 commissioner shall conduct all proceedings and hearings as 458 459 provided for in Section 69-3-19 and all rules and regulations promulgated under this act and report the findings and 460 461 recommendations to the commissioner. The members of the council shall receive no 462 (d) compensation for the performance of their duties but shall be 463 464 reimbursed for travel expenses in the manner and amount provided in Section 25-3-41, Mississippi Code of 1972. 465

(e) (i) As a prerequisite to filing a cause of action

in court against a seedsman, a consumer who is damaged by the

failure of agricultural, vegetable, flower or forest tree seed to

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- 469 <u>properly</u> produce or perform <u>as represented by the label or</u>
- 470 <u>labeling</u>, whether related to specific representations on the
- 471 <u>label</u>, other information on the seed container or conditions
- 472 <u>attributed to the seed</u>, shall make a sworn complaint against such
- 473 seedsman alleging damages sustained. The complaint shall be
- 474 <u>accompanied by documentation from a recognized professional</u>
- 475 <u>verifying a problem.</u> The complaint shall be filed with the
- 476 department and the department shall send a copy of the complaint
- 477 to the seedsman by certified mail, within such time as to permit
- 478 inspection of the crops, plants or trees by the seed arbitration
- 479 council or its representatives and by the seedsman from whom the
- 480 seed was purchased.
- 481 (ii) Language setting forth the requirement for
- 482 filing and serving such complaint shall be legibly typed or
- 483 printed on the seed packages or the analysis label attached to the
- 484 package containing such seed at the time of purchase by the
- 485 consumer as follows:
- NOTICE: As a prerequisite to maintaining a legal action
- 487 based upon the failure of seed to which this label is attached to
- 488 properly produce or perform as represented by the label or
- 489 <u>labeling</u>, a consumer shall file a sworn complaint with the
- 490 Commissioner of Agriculture and Commerce within such time as to
- 491 permit inspection of the crops, plants or trees.
- If language setting forth the requirement is not so placed on
- 493 the seed package or analysis label, the filing and serving of a
- 494 complaint under this <u>section</u> is not required.
- 495 (iii) A filing fee of <u>One Hundred Fifty Dollars</u>
- 496 (\$150.00) shall be paid to the department with each complaint
- 497 filed. The fee shall be recovered from the dealer upon the
- 498 recommendation of the arbitration council.
- 499 (iv) Within fifteen (15) days after receipt of a
- 500 copy of the complaint, the seedsman shall file with the department
- 501 his answer to the complaint and serve a copy of the answer on the

502 consumer by certified mail.

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(v) The department shall refer the complaint and
the answer thereto to the arbitration council, as provided herein
for investigation, findings, and recommendations on the matters
set out in the complaint. Upon receipt of the findings and
recommendations of the arbitration council, the department shall

508 transmit them to the consumer by certified mail.

(vi) The consumer and seedsman shall give written notice to the department of the acceptance or rejection of the arbitration council's recommended terms of settlement within thirty (30) calendar days from the date such recommended terms of settlement are issued by the arbitration council.

- (4) Further, for the purpose of carrying out the provisions of this article, the commissioner individually or through his designated agents is authorized:
- agricultural, vegetable, flower, or tree and shrub seeds are sold, offered or exposed for sale or distribution, during regular business hours in order to have access to seeds or records subject to this article and the rules and regulations thereunder, and to take samples of seed or copies of records in conformity therewith; and
 - (b) To establish, maintain and support a state seed testing laboratory with such facilities and personnel as may be deemed necessary, such laboratory to be located at Mississippi State University of Agriculture and Applied Science. Such seed laboratory and equipment shall be in cooperation with Mississippi State University of Agriculture and Applied Science and under the supervision of the Director of the Bureau of Plant Industry, who shall be the state seed analyst; and
- (c) To provide that any person, firm or corporation in this state shall have the privilege of submitting service seed samples for test to the state seed testing laboratory, subject to

535 the charges as specified in the rules and regulations promulgated pursuant to the provisions of this article. Any person receiving 536 537 a statement for seed analysis which is not paid in ninety (90) days will be in violation of this article. Any resident farmer 538 539 may have one (1) sample of each kind tested free in any calendar 540 year. A signed request by a farmer or individual must accompany 541 the sample when same is sent in by a dealer; otherwise, the sample 542 will be recorded and charges for analysis will be made to the 543 dealer. Official seed samples drawn by inspectors in the 544 enforcement of the provisions of this article shall have first priority for testing in the state seed testing laboratory. 545 546 state seed analyst shall not be obligated to analyze uncleaned, 547 unprocessed, and other time-consuming samples which obviously do 548 not meet seed law requirements, except as time and facilities will 549 permit; and

- (d) To publish, in his discretion, the results of analyses, tests, examinations, field trials and investigations of any seed sampled under this article, together with any information he may deem advisable; and
 - (e) To issue and enforce a written or printed "stop sale" or "seizure" order to the owner or custodian of any lot of agricultural, vegetable, flower, or tree and shrub seeds which the commissioner or his authorized agent finds is in violation of any of the provisions of this article or the rules and regulations promulgated thereunder, which order shall prohibit further sale or movement of such seed until such officer has evidence that the law has been complied with and a written release has been issued to the owner or custodian of said seed by an enforcement officer; and
- (f) To issue and enforce a "stop sale" or "seizure"

 order with respect to a particular variety of agricultural,

 vegetable, flower or tree and shrub seeds if the producer or

 distributor of such variety is found to have violated any of the

 provisions of this article or the rules and regulations

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- 568 promulgated thereunder with respect to the particular variety,
- 569 which order shall remain in effect until the producer or
- 570 distributor is in compliance with the law and has taken any action
- 571 required by the commissioner to correct the effect of the
- 572 violation in the marketplace; and
- 573 (g) To cooperate with the United States Department of
- 574 Agriculture in seed law enforcement.
- 575 (5) This section shall stand repealed on July 1, 2002.
- 576 SECTION 5. Section 69-3-25, Mississippi Code of 1972, is
- 577 amended as follows:
- 578 69-3-25. Any person who knowingly, or as a result either of
- 579 gross negligence or of a failure to make a reasonable effort to
- 580 <u>inform himself of the pertinent facts, violates any provision of</u>
- 581 this act or the rules and regulations made and promulgated
- 582 thereunder shall be deemed guilty of a misdemeanor and, upon
- 583 conviction thereof, shall pay a fine of not less than One Hundred
- 584 <u>Dollars (\$100.00)</u> and not more than Five Hundred Dollars
- 585 (\$500.00). Funds collected from such fines shall be deposited
- into the special fund created in Section 69-3-29 (6). Nothing in
- 587 this act shall be construed as requiring the commissioner to
- 588 recommend prosecution for minor violations of this act or the
- 589 <u>rules and regulations made and promulgated thereunder whenever he</u>
- 590 believes that the public interest will be adequately served by
- 591 <u>suitable written notice or warning.</u>
- 592 SECTION 6. The following section shall be codified as
- 593 Section 69-3-29, Mississippi Code of 1972:
- 594 69-3-29. (1) When a written complaint is made against a
- 595 person, corporation or other entity for violation of any of the
- 596 provisions of this article, or any of the rules or regulations
- 597 promulgated hereunder, the Commissioner of Agriculture and
- 598 Commerce, or his designee, shall conduct a full evidentiary
- 599 hearing relative to the charges. The complaint shall be in
- 600 writing and shall be filed in the Office of the Mississippi

601	Department of Agriculture and Commerce. The commissioner shall
602	cause to be delivered to the accused in the manner described
603	herein a copy of the complaint and a summons requiring the accused
604	to file a written answer to the complaint within thirty (30)
605	calendar days after service of the summons and the complaint on
606	him. The accused may be notified by serving a copy of the summons
607	and complaint on the accused by any of the methods set forth in
608	Rule 4 of the Mississippi Rules of Civil Procedure or by certified
609	mail. Upon receipt of the written answer of the accused, the
610	matter shall be set for hearing before the commissioner or his
611	designee within a reasonable time. If the accused fails to file
612	an answer within such time, the commissioner or his designee may
613	enter an order by default against the accused. The commissioner
614	may issue subpoenas to require the attendance of witnesses and the
615	production of documents. Compliance with such subpoenas may be
616	enforced by any court of general jurisdiction in this state. The
617	testimony of witnesses shall be upon oath or affirmation, and they
618	shall be subject to cross-examination. The proceedings shall be
619	recorded. If the commissioner or his designee determines that the
620	complaint lacks merit, he may dismiss same. If he finds that
621	there is substantial evidence showing that a violation has
622	occurred, he may impose any or all of the following penalties upon
623	the accused: (a) levy a civil penalty in the amount of no more
624	than Five Thousand Dollars (\$5,000.00) for each violation; (b)
625	revoke or suspend any license or permit issued to the accused
626	under the terms of this article; (c) issue a stop sale order; (d)
627	require the accused to relabel a lot of seed that he is offering
628	or exposing for sale and which is not labeled in accordance with
629	the provisions of this article; or (e) seize any lot of seed that
630	is not in compliance with this article and destroy, sell or
631	otherwise dispose of the seed and apply the proceeds of any such
632	sale to the costs herein and any civil penalties levied with the
633	balance to be paid to the accused. The decision of the

commissioner or his designee shall be in writing, and it shall be delivered to the accused by certified mail. Funds collected from penalties assessed under this subsection shall be deposited into the special fund created in subsection (6) of this section.

- decision of the commissioner or his designee to the circuit court of the county of residence of the accused or, if the accused is a nonresident of the State of Mississippi, to the Circuit Court of the First Judicial District of Hinds County, Mississippi. The appellant shall have the obligation of having the record transcribed and filing it with the circuit court. The appeal shall otherwise be governed by all applicable laws and rules affecting appeals to circuit court. If no appeal is perfected within the required time, the decision of the commissioner, or his designee shall then become final.
- (3) The decision of the circuit court may then be appealed by either party to the Mississippi Supreme Court in accordance with the existing law and rules affecting such appeals.
 - (4) Where any violation of this article, or the rules and regulations promulgated hereunder occurs, or is about to occur, that presents a clear and present danger to the public health, safety or welfare requiring immediate action, any of the department's field inspectors, and any other persons authorized by the commissioner may issue an order to be effective immediately before notice and a hearing that imposes any or all of the following penalties against the accused: (a) issue a stop sale order; (b) require the accused to relabel a lot of seed that he is offering or exposing for sale and which is not labeled in accordance with the provisions of this article; or (c) seize any lot of seed that is not in compliance with this article and destroy, sell or otherwise dispose of the seed and apply the proceeds of any such sale to the cost herein and any civil

penalties levied with the balance to be paid to the accused.

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667 order shall be served upon the accused in the same manner that the 668 summons and complaint may be served upon him. The accused shall 669 then have thirty (30) days after service of the order upon him within which to request an informal administrative review before 670 671 the Director of the Bureau of Plant Industry in the department, or his designee, who shall act as reviewing officer. If the accused 672 makes such a request within such time, the reviewing officer shall 673 674 provide an informal administrative review to the accused within 675 ten (10) days after such request is made. If the accused does not 676 request an informal administrative review within such time frame, 677 then he will be deemed to have waived his right to the review. At 678 the informal administrative review, subpoena power shall not be 679 available, witnesses shall not be sworn nor be subject to 680 cross-examination and there shall be no court reporter or record 681 made of the proceedings. Each party may present its case in the 682 form of documents, oral statements or any other method. 683 of evidence shall not apply. The reviewing officer's decision shall be in writing, and it shall be delivered to the parties by 684 685 certified mail. If either party is aggrieved by the order of the 686 reviewing officer, he may appeal to the commissioner for a full 687 evidentiary hearing in accordance with the procedures described in subsection (1) of this section, except that there shall be no 688 689 requirement for a written complaint or answer to be filed by the 690 parties. Such appeal shall be perfected by filing a notice of appeal with the commissioner within thirty (30) days after the 691 692 order of the reviewing officer is served on the appealing party. 693 The hearing before the commissioner or his designee shall be held 694 within a reasonable time after the appeal has been perfected. 695 Failure to perfect an appeal within the allotted time shall be 696 deemed a waiver of such right. 697 The procedures described herein shall not apply to seed

arbitration claims which are described in Section 69-3-19, as such

claims shall be governed by the procedures set forth in that

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700 statute.

- A special fund, to be designated the "Seed Arbitration 701 702 Fund, " is created within the State Treasury. The fund shall be 703 maintained by the State Treasurer as a separate and special fund, 704 separate and apart from the General Fund of the state. The fund 705 shall consist of monies deposited into the fund from fines 706 assessed under this section and under Section 69-3-25 and any 707 other monies made available for the fund. Unexpended amounts 708 remaining in the fund at the end of the fiscal year shall not 709 lapse into the State General Fund, and any interest earned or 710 investment earnings or amounts in the fund shall be deposited into 711 such fund. Monies in the fund shall be expended, upon 712 appropriation by the Legislature, to pay the costs incurred by the 713 Department of Agriculture and Commerce and administering the provisions of this article. 714 715 SECTION 7. Section 25-41-3, Mississippi Code of 1972, is 716 amended as follows:[BD3] 25-41-3. For purposes of this chapter, the following words 717
- 718 shall have the meaning ascribed herein, to-wit:
- "Public body" shall mean: (i) any executive or 719 (a) 720 administrative board, commission, authority, council, department, 721 agency, bureau or any other policymaking entity, or committee thereof, of the State of Mississippi, or any political subdivision 722 723 or municipal corporation of the state, whether such entity be created by statute or executive order, which is supported wholly 724 725 or in part by public funds or expends public funds, and (ii) any 726 standing, interim or special committee of the Mississippi 727 Legislature. There shall be exempted from the provisions of this chapter the judiciary, including all jury deliberations, public 728 and private hospital staffs, public and private hospital boards 729 730 and committees thereof, law enforcement officials, the military, the State Probation and Parole Board, the Workers' Compensation 731 732 Commission, legislative subcommittees and legislative conference

- 733 committees, the deliberations of the arbitration council
- 734 <u>established in Section 69-3-19 regarding seed arbitration claims</u>
- 735 and license revocation, suspension and disciplinary proceedings
- 736 held by the Mississippi State Board of Dental Examiners.
- 737 (b) "Meeting" shall mean an assemblage of members of a
- 738 public body at which official acts may be taken upon a matter over
- 739 which the public body has supervision, control, jurisdiction or
- 740 advisory power.
- 741 SECTION 8. This act shall take effect and be in force from
- 742 and after July 1, 2000.