## \*\*\*Adopted\*\*\* AMENDMENT No. 1 PROPOSED TO

House Bill NO. 1444

## By Senator(s) Committee

13	Amend by striking all after the enacting clause and inserting
14	in lieu thereof the following:
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16	<u>SECTION 1.</u> The Legislature finds that the production of
17	poultry constitutes an important and significant portion of the
18	state's economy and that it is beneficial to the citizens of this
19	state to protect the vitality of this enterprise.
20	SECTION 2. For the purposes of this section, the following
21	words and phrases shall have the meanings ascribed herein:
22	(a) "Producer" means any person engaged in the business
23	of raising or caring for live poultry under a poultry-growing
24	arrangement, whether the poultry is owned by such person or by
25	another.
26	(b) "Poultry" means any domesticated bird, whether live
27	or dead, and includes laying hens, broiler breeding hens, broiler
28	breeder pullets, commercial egg hens, commercial egg pullets,
29	broilers, roasters, turkey hens, turkey toms and ducks.
30	(c) "Poultry products" means eggs, poultry carcasses,
31	poultry by-products or any part thereof.
32	(d) "Processor" means any person engaged in the
33	business of obtaining live poultry or poultry products by purchase
34	or under a poultry-growing arrangement for the purpose of
35	slaughter by such person or by another, or any person engaged in
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36 the business of obtaining poultry eggs or the care of live poultry 37 under a poultry-growing arrangement.

(e) "Poultry-growing arrangement" means any grow-out
contract, marketing agreement or other arrangement under which a
poultry producer raises or cares for live poultry or poultry
products in accord with another's instructions.

42 <u>SECTION 3.</u> (1) No processor or producer shall engage in any 43 unfair, unjustly discriminatory or deceptive act or practice as 44 defined in this act in connection with any poultry or 45 poultry-growing contract.

46 (2) Unfair, unjustly discriminatory or deceptive acts and
47 practices include, but are not limited to, the following, each of
48 which is declared to be a violation of this act:

49 (a) A processor's using coercion, intimidation, the 50 threat of retaliation or the threat of contract termination or 51 cancellation to impose, demand, compel or dictate the terms, 52 payment or manner of payment or the signing of a contract by a 53 producer;

54 (b) Any act or omission prohibited by the Packers and
55 Stockyards Act, 7 USCS Section 181 et seq., or the rules and
56 regulations promulgated thereunder.

57 (c) A grower failing to diligently follow the written58 day-to-day poultry management practices of the processor.

(d) A grower failing to maintain buildings, equipment,
engress or egress in a manner that is acceptable within industry
standards.

62 <u>SECTION 4.</u> All contracts shall be entered into with a sense 63 of fairness, and there is an implied promise of good faith as 64 defined in Section 75-1-201(19) by all parties in any poultry or 65 poultry products contract between a processor and a producer.

66 <u>SECTION 5.</u> (1) There is created the Mississippi Poultry 67 Industry Resolutions Board. The board shall be composed of the 68 following:

69 (a) The Executive Director of the Veterinary Diagnostic70 Laboratory;

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(c) One (1) producer appointed by the Mississippi Farm
Bureau Federation, whose initial term is four (4) years;

75 (d) One (1) producer appointed by the Mississippi Farm
76 Bureau Federation, whose initial term is two (2) years;

77 (e) One (1) processor appointed by the Mississippi Farm
78 Bureau Federation, whose initial term is four (4) years; and

79 One (1) processor appointed by the Mississippi Farm (f) 80 Bureau Federation, whose initial term is two (2) years. After the initial appointments, each appointed member of the board shall 81 serve a term of four (4) years. Any person who is a party to a 82 poultry-growing arrangement may file a claim for resolution of any 83 84 dispute pertaining to the poultry-growing arrangement with the 85 Department of Agriculture and Commerce that may refer the claim for resolution to the board. The board shall have jurisdiction 86 87 over all parties to any such poultry-growing arrangement referred 88 to it for resolution, as to any issue regarding the claim for 89 resolution. The board shall promulgate rules and regulations to 90 implement the provisions of this act and shall operate in 91 accordance with the Administrative Procedures Law. Rules and 92 regulations adopted by the board to implement this act shall be no more stringent or extensive in scope, coverage and effect than 93 94 regulations adopted under the Packers and Stockyards Act of 1921, as amended. The board shall determine the meaning of the term 95 "fair practices" under this act. When determining fair practices 96 97 under this act, the board's determination of the meaning of fair 98 practices shall be no more stringent or extensive in scope, 99 coverage and effect than the meaning under the Packers and 100 Stockyards Act of 1921, as amended and applicable regulations 101 promulgated under that act. If it is determined by a majority of 102 the board that there is substantial evidence showing that a 103 violation of this act has occurred, the board may levy a civil penalty in an amount not to exceed One Thousand Dollars 104 105 (\$1,000.00) for each violation. The decision of the board shall

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be in writing, and it shall be delivered to the accused by certified mail. If any cost, fees or penalties assessed hereunder have not been paid, they may be collected through the court system. All fees, costs and penalties collected by the Commissioner of Agriculture and Commerce shall be placed in the State General Fund.

Either party may appeal the decision of the board to the 112 (2) 113 circuit court of the First Judicial District of Hinds County, Mississippi. The appellant shall have the obligation of having 114 115 the record transcribed and filing same with the circuit court. The appeal shall otherwise be governed by all applicable laws and 116 rules affecting appeals to circuit court. If no appeal is 117 perfected within the required time, the decision of the board 118 119 shall then become final.

120 (3) The decision of the circuit court may then be appealed 121 by either party to the Mississippi Supreme Court in accordance 122 with the existing law and rules affecting such appeals.

123 <u>SECTION 6.</u> Sections 1 through 5 of this act shall stand 124 repealed on July 1, 2004.

125 SECTION 7. The Mississippi State University Cooperative 126 Extension Service and the Veterinary Diagnostic Laboratory shall 127 utilize existing staff disease diagnostic specialists to work statewide with poultry producers and processors to supply the 128 129 producers and processors with the most recent research developments in the industry. The Director of the Cooperative 130 Extension Service and the Director of the Veterinary Diagnostic 131 Laboratory shall report on or before November 1, 2000, to the 132 133 Chairmen of the Senate Appropriations and Agriculture Committees 134 and the Chairmen of the House of Representatives Appropriations and Agriculture Committees on the current status of the poultry 135 136 industry and any specific recommendations for additional poultry specialists or disease diagnostic specialists. 137

SECTION 8. This act shall take effect and be in force from and after its passage.

Further, amend by striking the title in its entirety and

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## inserting in lieu thereof the following:

1 AN ACT TO CREATE THE "MISSISSIPPI POULTRY FAIR PRACTICES 2ACT"; TO PROVIDE DEFINITIONS; TO PROVIDE PROHIBITIONS AND 3REQUIREMENTS FOR PROCESSORS AND PRODUCERS; TO CREATE THE 4MISSISSIPPI POULTRY INDUSTRY RESOLUTIONS BOARD WHICH SHALL 5PROMULGATE RULES AND REGULATIONS TO IMPLEMENT THE PROVISIONS OF 6THIS ACT; TO PROVIDE THAT FAIR PRACTICES UNDER THIS ACT SHALL BE 7NO MORE STRINGENT OR EXTENSIVE IN SCOPE, COVERAGE AND EFFECT THAN 8THE PACKERS AND STOCKYARDS ACT; TO PROVIDE PENALTIES FOR 9VIOLATIONS; TO DIRECT THE COOPERATIVE EXTENSION SERVICE AND THE 10VETERINARY DIAGNOSTIC LABORATORY TO PROVIDE ASSISTANCE TO POULTRY 11PRODUCERS AND PROCESSORS; AND FOR RELATED PURPOSES.