By: Representative Eaton

To: Agriculture

HOUSE BILL NO. 616

AN ACT TO REENACT AND AMEND SECTION 69-10-5, MISSISSIPPI CODE OF 1972, TO EXTEND THE REPEALER ON THE ASSESSMENTS LEVIED ON ALL 3 RICE GROWN WITHIN THE STATE; TO PROVIDE THAT THE PROCEEDS FROM THE 4 ASSESSMENTS SHALL BE REMITTED TO A FOUNDATION UNDER SUCH TERMS AND CONDITIONS AS THE RICE PROMOTION BOARD DEEMS NECESSARY TO ENSURE 5 6 THAT THE ASSESSMENTS ARE USED TO PROMOTE THE GROWTH AND 7 DEVELOPMENT OF THE RICE INDUSTRY IN MISSISSIPPI; AND FOR RELATED 8 PURPOSES.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 9
- SECTION 1. Section 69-10-5, Mississippi Code of 1972, is 10
- 11 reenacted and amended as follows:
- 69-10-5. (1) There is imposed and levied an assessment at 12
- the rate of Two Cents (2¢) per bushel on all rice grown within the 13
- State of Mississippi; from and after July 1, 1991, the rate of 14
- assessment shall be increased by an additional One Cent (1¢) per 15
- bushel so that the total assessment equals Three Cents (3¢) per 16
- bushel. Such assessment shall be deducted by the purchaser from 17
- 18 the amount paid the producer at the first point of sale, whether
- within or without the state. Assessments on rice put under loan 19
- to the Commodity Credit Corporation or purchased by the Commodity 20
- Credit Corporation and delivered to it shall be payable when such 21
- rice is placed under loan or is purchased. The Commodity Credit 22
- Corporation may require deduction and payment of the assessment 23
- from the loan proceeds or from the purchase price on the behalf of 24
- 25 the producer. Assessments on rice put under loan to the Commodity
- Credit Corporation and redeemed by the producer before the 26
- takeover date, if already paid by having been deducted from the 27
- 28 loan proceeds shall not be deducted by each miller or handler from
- the amount paid the producer at the first point of sale as 29

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- 30 provided in this section; otherwise, the assessment shall be
- 31 deducted.
- 32 (2) The assessment imposed and levied by this section shall
- 33 be payable to and collected by the Mississippi Department of
- 34 Agriculture and Commerce, hereafter referred to as "the
- 35 department," from the purchaser of such rice at the first point of
- 36 sale or from the Commodity Credit Corporation as provided in
- 37 subsection (1) of this section. The proceeds of the assessment
- 38 collected by the department shall be deposited * * * with the
- 39 State Treasurer in a special fund, the "Mississippi Rice Promotion
- 40 Fund, and promptly remitted to a foundation under such terms and
- 41 <u>conditions as the Rice Promotion Board deems necessary to ensure</u>
- 42 that such assessments are used properly in carrying out the
- 43 purposes of this chapter.
- 44 (3) The Mississippi Department of Agriculture and Commerce
- 45 shall submit to the Mississippi Rice Promotion Board a budget
- 46 detailing and justifying the administrative costs of the
- 47 department in administering the provisions of this chapter, and
- 48 such budget must be approved by the Mississippi Rice Promotion
- 49 Board by April 1 of each year. The department shall * * * pay
- 50 over to the Mississippi Rice Promotion Fund the funds collected,
- less an amount not to exceed three and one-half percent (3-1/2)
- 52 of the gross amount collected. The amount withheld by the
- 53 department must be approved by the Mississippi Rice Promotion
- 54 Board by July 1 of each year. The monthly settlement to the
- 55 Mississippi Rice Promotion Board shall be made on or before the
- 56 twentieth day of each month and shall be accompanied by a complete
- 57 report of all funds collected and disbursed.
- 58 (4) Each purchaser or the Commodity Credit Corporation shall
- 59 keep a complete and accurate record of all rice handled by him and
- 60 shall furnish each producer with a signed sales slip showing the
- 61 number of bushels purchased from him and the amount deducted by
- 62 him for the Mississippi Rice Promotion Fund. Such records shall

- 63 be in such form and contain such other information as the
- 64 department shall by rule or regulation prescribe. The records
- 65 shall be preserved by the purchaser for a period of two (2) years
- 66 and shall be offered for inspection at any time upon oral or
- 67 written demand by the department or any duly authorized agent or
- 68 representative thereof. Every purchaser or the Commodity Credit
- 69 Corporation, at such time or times as the commissioner of the
- 70 department may require, shall submit reports or other documentary
- 71 information deemed necessary for the efficient and equitable
- 72 collection of the assessment imposed in this chapter. The
- 73 department shall have the power to cause any duly authorized agent
- 74 or representative to enter upon the premises of any purchaser of
- 75 rice and examine or cause to be examined by such agent, only
- 76 books, papers and records which deal in any way with respect to
- 77 the payment of the assessment or enforcement of the provisions of
- 78 this chapter.
- 79 (5) This section shall stand repealed from and after July 1,
- 80 2006.
- 81 **SECTION 2.** This act shall take effect and be in force from
- 82 and after July 1, 2005.