MISSISSIPPI LEGISLATURE

By: Senator(s) Hyde-Smith

To: Agriculture

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2952

AN ACT TO AUTHORIZE THE CREATION AND ORGANIZATION OF THE 1 MISSISSIPPI BEEF PROMOTION AND RESEARCH PROGRAM AS A SELF-FINANCED 2 3 SELF-GOVERNED PROGRAM TO BE ADMINISTERED BY THE MISSISSIPPI BEEF 4 INDUSTRY COUNCIL IN THE EVENT THAT THE NATIONAL BEEF PROMOTIONS AND RESEARCH PROGRAM SHOULD CEASE TO EXIST; TO REQUIRE A 5 б REFERENDUM ON ASSESSMENTS; TO PROVIDE A PENALTY FOR VIOLATIONS; 7 AND FOR RELATED PURPOSES. 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 9 SECTION 1. It is the goal of this act to promote the growth 10 and development of the cattle industry in Mississippi through research, advertisement, promotions, education and market 11 development in the absence of any federal programs. 12 SECTION 2. For the purposes of this act, the following terms 13 14 shall have the meanings ascribed to them herein unless the context 15 clearly indicates otherwise: (a) "Producer" means any person who owns or acquires 16 17 ownership of cattle, except that a person shall not be considered to be a producer if that person's only share in the proceeds of a 18 sale of cattle or beef is a sales commission, handling fee or 19 20 other service fee.

(b) "Collecting person" means any person or entity who makes payment to a producer for cattle purchased in Mississippi; or any producer marketing cattle to consumers in the form of beef or beef products of that producer's own production; or any firm or marketing agency representing the seller in the delivery of cattle for cattle delivered on futures contracts; or any producer selling cattle to be used in a custom slaughter operation.

28 (c) "Council" means the "Mississippi Beef Industry29 Council."

30 (d) "Commissioner" means the Commissioner of 31 Agriculture and Commerce for the State of Mississippi. 32 SECTION 3. (1) The Mississippi Beef Industry Council is 33 created and shall be composed of eighteen (18) members as follows: 34 (a) Seven (7) members from the Mississippi Cattlemen's 35 Association; 36 (b) One (1) member from the Mississippi Cattlewomen's Association; 37 Five (5) members from the Mississippi Farm Bureau 38 (C) 39 Federation, including one (1) dairy farmer and one (1) meatpacker; 40 and (d) Five (5) members from the Livestock Marketing 41 42 Association. Within thirty (30) days after the levy of the national 43 (2) 44 beef promotion and research program established by the "Beef Promotion and Research Act of 1985" is finally adjudicated 45 unconstitutional, each organization shall select its members to 46 47 serve on the council. The members of the council shall meet and organize after their appointment and shall select a chairman, vice 48 49 chairman and secretary-treasurer from the membership of the The council may establish rules and regulations for the 50 council.

51 administration of the duties of the council.

52 (3) The chairman, vice chairman and secretary-treasurer 53 shall be bonded in an amount not less than Twenty Thousand Dollars 54 (\$20,000.00). The cost of the bonds shall be paid from the funds 55 received under this act.

56 <u>SECTION 4.</u> (1) Within ninety (90) days after the levy of 57 the national beef promotion and research program established by 58 the "Beef Promotion and Research Act of 1985" is finally 59 adjudicated unconstitutional, the commissioner is authorized to 60 call a referendum allowing producers to vote as to whether an 61 assessment of One Dollar (\$1.00) per head on all cattle sold in

S. B. No. 2952 *SS26/R985CS* 05/SS26/R985CS PAGE 2 62 the state shall be levied for the purpose of promotion and63 development of the Mississippi cattle industry.

64 (a) A cattle producer who owned or produced cattle in
65 the year immediately preceding the referendum shall be entitled to
66 cast one (1) vote.

67 (b) The council shall bear all expenses incurred in68 conducting a referendum.

69 (c) If a majority of the producers vote in favor of the 70 assessment, then a sum of One Dollar (\$1.00) per head shall be 71 levied on all cattle sold in the state. This assessment shall be 72 applicable to all sales made on or after a date specified by the 73 commissioner but no later than ninety (90) days after 74 certification of the results of the election.

(d) The assessment shall be a continuing levy until
either terminated by the council or repealed by a majority vote in
a subsequent referendum.

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(2) Subsequent referendums:

(a) Upon petition by ten percent (10%) of the
producers, the commissioner shall call for a subsequent referendum
to allow producers to vote on the assessment.

(b) If a referendum fails to receive a majority of affirmative votes, then the commissioner shall be authorized to call another referendum in the next succeeding year. No such referendum shall be held within a period of twelve (12) months from the date on which the last referendum was held.

(3) If this program is terminated as a result of referendum vote or for any other reason, collections received prior to the last day of the program as designated by the commissioner, will be expended within ninety (90) days in the manner in which the program was operated.

92 (4) The commissioner, with the approval of the council, may93 promulgate rules and regulations, in accordance with the

S. B. No. 2952 *SS26/R985CS* 05/SS26/R985CS PAGE 3 94 Mississippi Administrative Procedures Law, as may be necessary to 95 carry out this act.

SECTION 5. (1) Each collecting person shall collect and 96 97 remit the assessments levied by this act in accordance with 98 Section 4 of this act.

Each collecting person shall remit all assessments to 99 (2) 100 the council with the required report no later than the fifteenth day of the month following the close of the reporting period. 101

102 Assessments collected by the council are not state (a) 103 funds and will not be required to be deposited in the State 104 Treasury.

105 (b) Each calendar month shall be a reporting period. 106 The reporting period shall end at the close of business on the 107 last day of the month.

(c) Required report information and forms shall be 108 109 determined and provided by the council.

110 **SECTION 6.** (1) The council may accept monetary gifts, 111 donations and grants from public as well as private sources.

By July 31 of each year the council shall submit to the 112 (2) 113 commissioner a complete report of all revenues and expenditures 114 that were generated by the administration of this program in a 115 format that has been approved by the commissioner.

SECTION 7. (1) Any producer may request and receive a 116 refund of assessments levied on the sale the producer's cattle. 117

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The request may be made only by the producer. (a)

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The request must be made to the council in writing (b) 120 within thirty (30) days from the date of sale.

The request must include the name and address of 121 (C) the sale market or purchaser, date of sale, number of head sold 122 123 and assessed, and proof that the assessment was deducted.

The council shall mail payment of assessment refunds to 124 (2) 125 the requesting producer within thirty (30) days of receiving the

126 request.

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127 <u>SECTION 8.</u> (1) Any collecting person, who fails to file a 128 report or pay any assessment within the time required by the 129 commissioner, shall remit to the council a penalty of five percent 130 (5%) of the assessment determined to be due, plus one percent (1%) 131 for each month of delay, or fraction thereof, beginning the first 132 month after the report was required to be filed or the assessment 133 became due.

(2) Any person who makes a false claim shall be subject to a
civil penalty of not more than One Thousand Dollars (\$1,000.00)
payable to the council.

(3) Any person required to pay an assessment as provided by this act, who refuses to allow full inspection of their records by the council, or who shall hinder or in any way delay or prevent the inspection of their records is guilty of a misdemeanor and upon conviction shall be punished by a fine not to exceed Five Hundred Dollars (\$500.00).

143 SECTION 9. This act shall take effect and be in force from 144 and after its passage.