MISSISSIPPI LEGISLATURE

By: Senator(s) Hyde-Smith

To: Agriculture; Appropriations

SENATE BILL NO. 2805

1 2 3 4 5 6 7 8	AN ACT TO ENACT AND TO ENTER INTO THE INTERSTATE PEST CONTROL COMPACT; TO CREATE SECTIONS 69-26-1 THROUGH 69-26-7, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE GOVERNOR OR THE COMMISSIONER OF AGRICULTURE MAY REQUEST ASSISTANCE UNDER THE COMPACT; TO DESIGNATE THE COMMISSIONER OF AGRICULTURE AND COMMERCE AS COMPACT ADMINISTRATOR FOR THE STATE OF MISSISSIPPI; TO PROVIDE FOR THE DISPOSITION OF COMPACT GRANTS AND REIMBURSEMENTS; TO PROVIDE FOR THE EFFECTIVE DATE OF THE COMPACT; AND FOR RELATED PURPOSES.
9	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
10	SECTION 1. The following shall be codified as Section
11	69-26-1, Mississippi Code of 1972:
12	<u>69-26-1.</u> The Pest Control Compact is hereby enacted into law
13	and entered into with all other jurisdictions legally joining
14	therein in the form substantially as follows:
15	PEST CONTROL COMPACT
16	Article I
17	Findings
18	The party states find that:
19	(a) In the absence of the higher degree of cooperation
20	among them possible under this Compact, the annual loss of
21	approximately One Hundred Thirty-seven Billion Dollars
22	(\$137,000,000,000.00) from the depredations of pests is virtually
23	certain to continue, if not to increase.
24	(b) Because of the varying climatic, geographic and
25	economic factors, each state may be affected differently by
26	particular species of pests; but all states share the inability to
27	protect themselves fully against those pests which present serious
28	dangers to them.
29	(c) The migratory character of pest infestations makes
30	it necessary for states both adjacent to and distant from one
	S. B. No. 2805 *SS26/R774* G1/2 06/SS26/R774 PAGE 1

31 another, to complement each other's activities when faced with 32 conditions of infestation and reinfestation.

33 (d) While every state is seriously affected by a 34 substantial number of pests, and every state is susceptible of 35 infestation by many species of pests not now causing damage to its 36 crops and plant life and products, the fact that relatively few species of pests present equal danger to or are of interest to all 37 states makes the establishment and operation of an Insurance Fund, 38 from which individual states may obtain financial support for pest 39 40 control programs of benefit to them in other states and to which they may contribute in accordance with their relative interest, 41 42 the most equitable means of financing cooperative pest eradication 43 and control programs.

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Article II

Definitions

46 As used in this Compact, unless the context clearly requires 47 a different construction:

(a) "State" means a state, territory or possession of
the United States, the District of Columbia, and the Commonwealth
of Puerto Rico.

51 (b) "Requesting state" means a state which invokes the 52 procedures of the Compact to secure the undertaking or 53 intensification of measures to control or eradicate one or more 54 pests within one or more other states.

55 (c) "Responding state" means a state requested to 56 undertake or intensify the measures referred to in subdivision (b) 57 of this Article.

(d) "Pest" means any invertebrate animal, pathogen,
parasitic plant or similar or allied organism which can cause
disease or damage in any crops, trees, shrubs, grasses, or other
plants of substantial value.

62 (e) "Insurance Fund" means the Pest Control Insurance63 Fund established pursuant to this Compact.

"Governing Board" means the administrators of this 64 (f) 65 Compact representing all of the party states when such 66 administrators are acting as a body in pursuance of authority 67 vested in them by this Compact. 68 (g) "Executive committee" means the committee 69 established pursuant to Article V (e) of this Compact. 70 Article III 71 The Insurance Fund There is hereby established a Pest Control Insurance Fund for 72 the purpose of financing other than normal pest control operations 73 74 which states may be called upon to engage in pursuant to this Compact. The Insurance Fund shall contain monies appropriated to 75 76 it by the party states and any donations and grants accepted by 77 All appropriations, except as conditioned by the rights and it. 78 obligations of party states expressly set forth in this Compact, 79 shall be unconditional and may not be restricted by the 80 appropriating state to use in the control of any specified pest or pests. Donations and grants may be conditional or unconditional, 81 provided that the Insurance Fund shall not accept any donation or 82 83 grant whose terms are inconsistent with any provision of this 84 Compact.

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Article IV

The Insurance Fund, Internal Operations and Management

87 (a) The Insurance Fund shall be administered by a
88 Governing Board and Executive Committee as hereinafter provided.
89 The actions of the Governing Board and the Executive Committee
90 pursuant to this Compact shall be deemed the actions of the
91 Insurance Fund.

92 (b) The members of the Governing Board shall be 93 entitled to one vote on such board. No action of the Governing 94 Board shall be binding unless taken at a meeting at which a 95 majority of the total number of votes on the Governing Board is

96 cast in favor thereof. Action of the Governing Board shall be 97 only at a meeting at which a majority of the members are present.

98 (c) The Insurance Fund shall have a seal which may be 99 employed as an official symbol and which may be affixed to 100 documents and otherwise used as the Governing Board may provide.

101 (d) The Governing Board shall elect annually, from 102 among its members, a chairman, a vice chairman, a secretary and a 103 treasurer. The chairman may not succeed himself. The Governing 104 Board may appoint an executive director and fix his duties and his 105 compensation, if any. Such executive director shall serve at the 106 pleasure of the Governing Board. The Governing Board shall make provision for the bonding of such of the officers and employees of 107 108 the Insurance Fund as may be appropriate.

109 Irrespective of the civil service, personnel or (e) other merit system laws of any of the party states, the executive 110 director, or if there be no executive director, the chairman, in 111 112 accordance with such procedures as the bylaws may provide, shall 113 appoint, remove or discharge such personnel as may be necessary for the performance of the functions of the Insurance Fund and 114 115 shall fix the duties and compensation of such personnel. The 116 Governing Board in its bylaws shall provide for the personnel 117 policies and programs of the Insurance Fund.

(f) The Insurance Fund may borrow, accept or contract for the services of personnel from any state, the United States, or any other governmental agency, or from any person, firm, association, or corporation.

122 (g) The Insurance Fund may accept for any of its 123 purposes and functions under this Compact any and all donations, and grants of money, equipment, supplies, materials, and services, 124 125 conditional or otherwise, from any state, the United States, or 126 any other governmental agency, or from any person, firm, 127 association, or corporation, and may receive, utilize and dispose 128 Any donation, gift, or grant accepted by the of the same. *SS26/R774* S. B. No. 2805 06/SS26/R774 PAGE 4

Governing Board pursuant to this paragraph or services borrowed pursuant to paragraph (f) of this Article shall be reported in the annual report of the Insurance Fund. Such report shall include the nature, amount and conditions, if any, of the donation, gift, grant, or services borrowed and the identity of the donor or lender.

(h) The Governing Board shall adopt bylaws for the conduct of the business of the Insurance Fund and shall have the power to amend and to rescind these bylaws. The Insurance Fund shall publish its bylaws in convenient form and shall file a copy thereof and a copy of any amendment thereto with the appropriate agency or officer in each of the party states.

(i) The Insurance Fund annually shall make to the
Governor and legislature of each party state a report covering its
activities for the preceding year. The Insurance Fund may make
such additional reports as it may deem desirable.

(j) In addition to the powers and duties specifically authorized and imposed, the Insurance Fund may do such other things as are necessary and incidental to the conduct of its affairs pursuant to this Compact.

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Compact and Insurance Fund Administration

Article V

(a) In each party state there shall be a Compact
administrator, who shall be selected and serve in such manner as
the laws of his state may provide, and who shall:

Assist in the coordination of activities
 pursuant to the Compact in his state; and

156 2. Represent his state on the Governing Board of157 the Insurance Fund.

(b) If the laws of the United States specifically so provide, or if administrative provision is made therefore within the federal government, the United States may be represented on the Governing Board of the Insurance Fund by not to exceed three S. B. No. 2805 *SS26/R774* 06/SS26/R774 PAGE 5 162 representatives. Any such representative or representatives of 163 the United States shall be appointed and serve in such manner as 164 may be provided by or pursuant to federal law, but no such 165 representative shall have a vote on the Governing Board or the 166 Executive Committee thereof.

(c) The Governing Board shall meet at least once each 167 168 year for the purpose of determining policies and procedures in the administration of the Insurance Fund and, consistent with the 169 provisions of the Compact, supervising and giving direction to the 170 171 expenditure of monies from the Insurance Fund. Additional 172 meetings of the Governing Board shall be held on call of the 173 chairman, the Executive Committee, or a majority of the membership 174 of the Governing Board.

(d) At such times as it may be meeting, the Governing Board shall pass upon applications for assistance from the Insurance Fund and authorize disbursements therefrom. When the Governing Board is not in session, the Executive Committee thereof shall act as agent of the Governing Board, with full authority to act for it in passing upon such applications.

181 The Executive Committee shall be composed of the (e) 182 chairman of the Governing Board and four additional members of the 183 Governing Board chosen by it so that there shall be one member representing each of four geographic groupings of party states. 184 185 The Governing Board shall make such geographic groupings. Ιf 186 there is representation of the United States on the Governing 187 Board, one such representative may meet with the Executive 188 Committee. The chairman of the Governing Board shall be chairman of the Executive Committee. No action of the Executive Committee 189 shall be binding unless taken at a meeting at which at least four 190 members of such Committee are present and vote in favor thereof. 191 192 Necessary expenses of each of the five members of the Executive 193 Committee incurred in attending meetings of such Committee, when

194 not held at the same time and place as a meeting of the Governing 195 Board, shall be charges against the Insurance Fund.

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Assistance and Reimbursement

Article VI

(a) Each party state pledges to each other party state
that it will employ its best efforts to eradicate, or control
within the strictest practicable limits, any and all pests. It is
recognized that performance of this responsibility involves:

202 1. The maintenance of pest control and eradication 203 activities of interstate significance by a party state at a level 204 that would be reasonable for its own protection in the absence of 205 this Compact.

206 2. The meeting of emergency outbreaks or 207 infestations of interstate significance to no less an extent than 208 would have been done in the absence of this Compact.

209 Whenever a party state is threatened by a pest not (b) 210 present within its borders but present within another party state, 211 or whenever a party state is undertaking or engaged in activities for the control or eradication of a pest or pests, and finds that 212 213 such activities are or would be impracticable or substantially more difficult of success by reason of failure of another party 214 215 state to cope with infestation or threatened infestation, that 216 state may request the Governing Board to authorize expenditures from the Insurance Fund for eradication or control measures to be 217 218 taken by one or more of such other party states at a level sufficient to prevent, or to reduce to the greatest practicable 219 220 extent, infestation or reinfestation of the requesting state. 221 Upon such authorization the responding state or states shall take 222 or increase such eradication or control measures as may be 223 warranted. A responding state shall use monies available from the 224 Insurance Fund expeditiously and efficiently to assist in 225 affording the protection requested.

(c) In order to apply for expenditures from the Insurance Fund, a requesting state shall submit the following in writing:

229 1. A detailed statement of the circumstances which230 occasion the request for the invoking of the Compact.

231 2. Evidence that the pest on account of whose 232 eradication or control assistance is requested constitutes a 233 danger to an agricultural or forest crop, product, tree, shrub, 234 grass, or other plant having a substantial value to the requesting 235 state.

3. A statement of the extent of the present and projected program of the requesting state and its subdivisions, including full information as to the legal authority for the conduct of such program or programs and the expenditures being made or budgeted therefore, in connection with the eradication, control, or prevention of introduction of the pest concerned.

4. Proof that the expenditures being made or budgeted as detailed in item 3 do not constitute a reduction of the effort for the control or eradication of the pest concerned or, if there is a reduction, the reasons why the level of program detailed in item 3 constitutes a normal level of pest control activity.

5. A declaration as to whether, to the best of its knowledge and belief, the conditions which in its view occasion the invoking of the Compact in the particular instance can be abated by a program undertaken with the aid of monies from the Insurance Fund in one (1) year or less, or whether the request is for an installment in a program which is likely to continue for a longer period of time.

6. Such other information as the Governing Board may require consistent with the provisions of this Compact. (d) The Governing Board or Executive Committee shall give due notice of any meeting at which an application for

assistance from the Insurance Fund is to be considered. Such notice shall be given to the Compact administrator of each party state and to such other officers and agencies as may be designated by the laws of the party states. The requesting state and any other party state shall be entitled to be represented and present evidence and argument at such meeting.

(e) Upon the submission as required by paragraph (c) of 265 266 this Article and such other information as it may have or acquire, 267 and upon determining that an expenditure of funds is within the purposes of this Compact and justified thereby, the Governing 268 269 Board or Executive Committee shall authorize support of the 270 The Governing Board or Executive Committee may meet at program. 271 any time or place for the purpose of receiving and considering an 272 application. Any and all determinations of the Governing Board or 273 Executive Committee, with respect to an application, together with 274 the reasons therefore shall be recorded and subscribed in such 275 manner as to show and preserve the votes of the individual members 276 thereof.

277 A requesting state which is dissatisfied with a (f) 278 determination of the Executive Committee shall upon notice in 279 writing given within twenty (20) days of the determination with 280 which it is dissatisfied, be entitled to receive a review thereof 281 at the next meeting of the Governing Board. Determinations of the Executive Committee shall be reviewable only by the Governing 282 283 Board at one of its regular meetings, or at a special meeting held 284 in such manner as the Governing Board may authorize.

(g) Responding states required to undertake or increase measures pursuant to this Compact may receive monies from the Insurance Fund, either at the time or times when such state incurs expenditures on account of such measures, or as reimbursement for expenses incurred and chargeable to the Insurance Fund. The Governing Board shall adopt and, from time to time, may amend or

291 revise procedures for submission of claims upon it and for payment 292 thereof.

(h) Before authorizing the expenditure of monies from the Insurance Fund pursuant to an application of a requesting state, the Insurance Fund shall ascertain the extent and nature of any timely assistance or participation which may be available from the federal government and shall request the appropriate agency or agencies of the federal government for such assistance and participation.

300 (i) The Insurance Fund may negotiate and execute a
301 memorandum of understanding or other appropriate instrument
302 defining the extent and degree of assistance or participation
303 between and among the Insurance Fund, cooperating federal
304 agencies, states, and any other entities concerned.

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Article VII

Advisory and Technical Committees

The Governing Board may establish advisory and technical 307 308 committees composed of state, local, and federal officials, and 309 private persons to advise it with respect to any one or more of 310 its functions. Any such advisory or technical committee, or any member or members thereof may meet with and participate in its 311 312 deliberations upon request of the Governing Board or Executive 313 Committee. An advisory or technical committee may furnish 314 information and recommendations with respect to any application 315 for assistance from the Insurance Fund being considered by such 316 Board or Committee and the Board or Committee may receive and 317 consider the same: provided that any participant in a meeting of the Governing Board or Executive Committee held pursuant to 318 Article VI(d) of the Compact shall be entitled to know the 319 320 substance of any such information and recommendations, at the time 321 of the meeting if made prior thereto or as a part thereof or, if 322 made thereafter, no later than the time at which the Governing

323 Board or Executive Committee makes its disposition of the 324 application.

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Article VIII

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Relations with Nonparty Jurisdictions

327 (a) A party state may make application for assistance
328 from the Insurance Fund in respect of a pest in a nonparty state.
329 Such application shall be considered and disposed of by the
330 Governing Board or Executive Committee in the same manner as an
331 application with respect to a pest within a party state, except as
332 provided in this Article.

333 (b) At or in connection with any meeting of the 334 Governing Board or Executive Committee held pursuant to Article 335 VI(d) of this Compact a nonparty state shall be entitled to 336 appear, participate, and receive information only to such extent 337 as the Governing Board or Executive Committee may provide. A 338 nonparty state shall not be entitled to review of any 339 determination made by the Executive Committee.

340 The Governing Board or Executive Committee shall (C) authorize expenditures from the Insurance Fund to be made in a 341 342 nonparty state only after determining that the conditions in such 343 state and the value of such expenditures to the party states as a 344 whole justify them. The Governing Board or Executive Committee 345 may set any conditions which it deems appropriate with respect to the expenditure of monies from the Insurance Fund in a nonparty 346 347 state and may enter into such agreement or agreements with nonparty states and other jurisdictions or entities as it may deem 348 349 necessary or appropriate to protect the interests of the Insurance 350 Fund with respect to expenditures and activities outside of party 351 states.

352 Article IX
353 <u>Finance</u>
354 (a) The Insurance Fund shall submit to the executive
355 head or designated officer or officers of each party state a
S. B. No. 2805 *SS26/R774*

06/SS26/R774 PAGE 11 356 budget for the Insurance Fund for such period as may be required 357 by the laws of that party state for a presentation to the 358 legislature thereof.

359 Each of the budgets shall contain specific (b) 360 recommendations of the amount or amounts to be appropriated by 361 each of the party states. The request for appropriations shall be 362 apportioned among the party states as follows: one-tenth (1/10) 363 of the total budget in equal shares and the remainder in 364 proportion to the value of agricultural and forest crops and products, excluding animals and animal products, produced in each 365 366 In determining the value of such crops and products party state. 367 the Insurance Fund may employ such source or sources of 368 information as in its judgment present the most equitable and 369 accurate comparisons among the party states. Each of the budgets 370 and requests for appropriations shall indicate the source or 371 sources used in obtaining information concerning value of 372 products.

373 (C) The financial assets of the Insurance Fund shall be 374 maintained in two accounts to be designated respectively as the 375 "Operating Account" and the "Claims Account." The Operating 376 Account shall consist only of those assets necessary for the 377 administration of the Insurance Fund during the next ensuing 378 two-year period. The Claims Account shall contain all monies not included in the Operating Account and shall not exceed the amount 379 380 reasonably estimated to be sufficient to pay all legitimate claims on the Insurance Fund for a period of three years. At any time 381 382 when the Claims Account has reached its maximum limit or would 383 reach its maximum limit by the addition of monies requested for 384 appropriation by the party states, the Governing Board shall 385 reduce its budget requests on a pro rata basis in such manner as 386 to keep the Claims Account within such maximum limit. Any monies 387 in the Claims Account by virtue of conditional donations, grants, 388 or gifts shall be included in calculations made pursuant to this *SS26/R774* S. B. No. 2805 06/SS26/R774 PAGE 12

389 paragraph only to the extent that such monies are available to 390 meet demands arising out of the claims.

(d) The Insurance Fund shall not pledge the credit of 391 392 any party state. The Insurance Fund may meet any of its 393 obligations in whole or in part with monies available to it under 394 Article IV(g) of this Compact, provided that the Governing Board 395 take specific action setting aside such monies prior to incurring 396 any obligation to be met in whole or in part in such manner. 397 Except where the Insurance Fund makes use of monies available to it under Article IV(g) hereof, the Insurance Fund shall not incur 398 399 any obligation prior to the allotment of monies by the party 400 states adequate to meet the same.

401 (e) The Insurance Fund shall keep accurate accounts of 402 all receipts and disbursements. The receipts and disbursements of 403 the Insurance Fund shall be subject to the audit and accounting 404 procedures established under its bylaws. However, all receipts and disbursements of funds handled by the Insurance Fund shall be 405 406 audited yearly by a certified or licensed public accountant and 407 report of the audit shall be included in and become part of the 408 annual report of the Insurance Fund.

409 (f) The accounts of the Insurance Fund shall be open at 410 any reasonable time for inspection by duly authorized officers of 411 the party states and by any persons authorized by the Insurance 412 Fund.

Article X

Entry Into Force and Withdrawal

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(a) This Compact shall enter into force when enacted into law by any five (5) or more states. Thereafter, this Compact shall become effective as to any other state upon its enactment thereof.

(b) Any party state may withdraw from this Compact by enacting a statute repealing the same, but no such withdrawal shall take effect until two (2) years after the executive head of S. B. No. 2805 *SS26/R774* 06/SS26/R774 PAGE 13 422 the withdrawing state has given notice in writing of the 423 withdrawal to the executive heads of all other party states. No 424 withdrawal shall affect any liability already incurred by or 425 chargeable to a party state prior to the time of such withdrawal.

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Construction and Severability

Article XI

428 This Compact shall be liberally construed so as to effectuate 429 the purposes thereof. The provisions of this Compact shall be 430 severable and if any phrase, clause, sentence or provision of this 431 Compact is declared to be contrary to the constitution of any 432 state or of the United States or the applicability thereof to any government, agency, person, or circumstance is held invalid, the 433 434 validity of the remainder of this Compact and the applicability 435 thereof to any government, agency, person, or circumstance shall 436 not be affected thereby. If this Compact shall be held contrary 437 to the constitution of any state participating herein the Compact shall remain in full force and effect as to the remaining party 438 439 states and in full force and effect as to the state affected as to 440 all severable matters.

441 SECTION 2. The following shall be codified as Section
442 69-26-2, Mississippi Code of 1972:

443 <u>69-26-2.</u> Consistent with law and within available
444 appropriations, the departments, agencies and officers of this
445 state may cooperate with the Insurance Fund established by the
446 Pest Control Compact.

447 SECTION 3. The following shall be codified as Section
448 69-26-3, Mississippi Code of 1972:

449 <u>69-26-3.</u> Pursuant to Article IV(h) of the Compact, copies of
450 bylaws and amendments thereto shall be filed with the Commissioner
451 of Agriculture and Commerce.

452 **SECTION 4.** The following shall be codified as Section 453 69-26-4, Mississippi Code of 1972:

454 <u>69-26-4.</u> The Compact administrator for this state shall be 455 Commissioner of Agriculture and Commerce. The duties of the 456 Compact administrator shall be deemed a regular part of the duties 457 of this office.

458 **SECTION 5.** The following shall be codified as Section 459 69-26-5, Mississippi Code of 1972:

460 <u>69-26-5.</u> Within the meaning of Article VI(b) or VIII(a), a 461 request or application for assistance from the Insurance Fund may 462 be made by the Commissioner of Agriculture and Commerce or the 463 Governor whenever in such official's judgment the conditions 464 qualifying this state for such assistance exist and it would be in 465 the best interest of this state to make such request.

466 SECTION 6. The following shall be codified as Section 467 69-26-6, Mississippi Code of 1972:

468 <u>69-26-6.</u> The department, agency or officer expending or 469 becoming liable for an expenditure on account of a control or 470 eradication program undertaken or intensified pursuant to the 471 Compact shall have credited to his account, in the state treasury 472 the amount or amounts of any payments made to this state to defray 473 the cost of such program, or any part thereof, or as reimbursement 474 thereof.

475 **SECTION 7.** The following shall be codified as Section 476 69-26-7, Mississippi Code of 1972:

477 <u>69-26-7.</u> As used in this Compact, with reference to this 478 state, the term "executive head" shall mean the Governor.

479 **SECTION 8.** This act shall take effect and be in force from 480 and after July 1, 2006.