Senate Bill 247

By: Senators Anderson of the 24th, Walker III of the 20th, Miller of the 49th, Goodman of the 8th, Summers of the 13th and others

AS PASSED

A BILL TO BE ENTITLED AN ACT

1 To amend Title 2 of the Official Code of Georgia Annotated, relating to agriculture, so as to 2 repeal and reserve Code Section 2-4-8, relating to terms of office of appointed members of 3 commission and board; to provide for full or partial remote communication with regard to 4 public hearings; to provide for notice of hearings; to revise procedures for issuing, amending, 5 and renewing marketing orders; to provide for related matters; to repeal conflicting laws; and 6 for other purposes.

7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

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SECTION 1.

9 Title 2 of the Official Code of Georgia Annotated, relating to agriculture, is amended by 10 repealing Code Section 2-4-8, relating to terms of office of appointed members of 11 commission and board, and designating said Code section as reserved.

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SECTION 2.

13 Said title is further amended by revising Code Section 2-8-21, relating to issuance of14 marketing orders authorized, notice, public hearing, record, reports from handlers,15 compilation of lists of producers and handlers, and use of information in reports, as follows:

16 "2-8-21.

17 (a) The Commissioner, upon the approval and request of a commission governed by this 18 article, is authorized to issue, administer, and enforce the provisions of marketing orders 19 regulating producer marketing or the handling of agricultural commodities within this state. 20 (b)(1) Whenever the Commissioner has reason to believe that the issuance of a marketing 21 order or amendments to an existing marketing order will tend to effectuate the declared 22 policy of this article with respect to any agricultural commodity, he or she shall, either 23 upon his or her own motion, upon the motion of any commission, or upon the application 24 of any producer of such commodity or any organization of such persons, give due notice 25 of and an opportunity for a public hearing either in person or wholly or partially by means 26 of remote communication as determined by the Commissioner upon a proposed 27 marketing order or amendments to an existing marketing order.

28 (2) Notice of any hearing called for such purpose shall be given by the Commissioner 29 or the commission by publishing a notice of such hearing for a period of not less than five 30 days in a newspaper of general circulation published in the capital of the state and in such 31 other newspapers as the Commissioner may prescribe on the Commissioner's website and 32 in The Farmers and Consumers Market Bulletin or other similar publication that will 33 effectively notify those affected by such marketing order or amendment. No such public 34 hearing shall be held prior to five days after the last day of such period of publication. 35 The Commissioner or the commission shall also mail a copy of such notice of hearing 36 and a copy of such proposed marketing order or proposed amendments to all producers 37 of such agricultural commodity whose names and addresses appear upon lists of such 38 persons on file in the department and who may be directly affected by the provisions of 39 such proposed marketing order or such proposed amendments. Such notice of hearing 40 shall in all respects comply with the requirements of Chapter 13 of Title 50, the 'Georgia 41 Administrative Procedure Act.'

42 (3) The hearing shall be public and all testimony shall be received under oath. The 43 hearing and all testimony shall be public. A full and complete record of the proceedings 44 at such hearing shall be made and maintained on file in the office of the Commissioner 45 or the commission. The hearing shall, in all respects, be conducted in accordance with 46 Chapter 13 of Title 50, the 'Georgia Administrative Procedure Act.' The hearing may be 47 conducted by the commission, by a member of the commission, or by the Commissioner, 48 as may be designated by the commission in each instance, but no decision shall be made 49 based on hearings conducted other than by the commission itself, at which a majority of 50 the members thereof are present, until the members of the commission have been 51 afforded an opportunity to review the hearing record. Where the commission conducts 52 hearings, its recommendation shall be based on the findings reached after a review of the 53 record of the hearing.

54 (c)(1) In order to provide the Commissioner or the commission with accurate and reliable 55 information with respect to the persons who may be directly affected by any proposed 56 marketing order for any agricultural commodity when such information is not then on file 57 in the department, the Commissioner or the commission is authorized and directed, 58 whenever the Commissioner or the commission has reason to believe that the issuance 59 of a marketing order will tend to effectuate the declared policy of this article or upon 60 receipt of a written application for a hearing pursuant to subsection (b) of this Code 61 section, to notify all handlers of such agricultural commodity, by publication of a notice 62 as required in paragraph (2) of this subsection, to file with the Commissioner or the 63 commission within ten days from the last date of such publication a report, properly 64 certified, showing:

65 (A) The correct name and address of such handler;

(B) The quantities of the agricultural commodity affected by the proposed marketing
 order handled by such handler in the marketing season next preceding the filing of such
 report;

(C) The correct names and addresses of all producers of such agricultural commodity
who may be directly affected by such proposed marketing order, from whom such
handler received such agricultural commodity in the marketing season next preceding
the filing of such report; and

73 (D) The quantities of such agricultural commodity received by such handler from each
74 such producer in the marketing season next preceding the filing of such report.

75 (2) The notice to handlers requiring them to file a report shall be published by the 76 Commissioner or the commission for a period of not less than five days in a newspaper 77 of general circulation published in the capital of the state and in such other newspaper or 78 newspapers as the Commissioner or the commission may prescribe on the 79 Commissioner's website and in The Farmers and Consumers Market Bulletin or other 80 similar publication that will effectively notify those affected by such marketing order or 81 amendment. The Commissioner or the commission shall also mail a copy of such notice 82 to all handlers of such agricultural commodity whose names and addresses appear upon 83 the lists on file in the department who may be directly affected by such proposed 84 marketing order.

(3) Each handler of an agricultural commodity directly affected by a proposed marketing
order shall file his <u>or her</u> verified report with the Commissioner or the commission within
the time <u>frame</u> specified in paragraph (1) of this subsection. Failure or refusal of any
handler to file such report shall not invalidate any proceeding taken or marketing order
issued. The Commissioner or the commission is authorized and directed to proceed upon
the basis of such information and reports as may otherwise be available.

91 (4) From the reports so filed and the information so received or available to the
92 Commissioner or the commission, including any proper corrections, the Commissioner
93 or the commission shall prepare a list of the names and addresses of such producers and
94 the volume of such commodity produced or marketed by all such producers and a list of
95 the names and addresses of such handlers and the volume of such commodity handled by

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96 all such handlers, directly affected by such proposed marketing order or amendments 97 thereto, in the preceding marketing season. Such lists shall constitute complete and 98 conclusive lists for use in any finding made by the Commissioner or the commission 99 pursuant to subsection (a) of Code Section 2-8-23 and such findings shall be conclusive. (5) The information contained in the individual reports of handlers filed with the 100 101 Commissioner or the commission pursuant to this Code section shall not be made public 102 in such form. The information contained in such reports may be prepared in combined 103 form for use by the Commissioner or the commission, their agents, or other interested 104 persons in the formulation, administration, and enforcement of a marketing order or may 105 be made available pursuant to court order. Such information shall not be made available 106 to anyone for private purposes."

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SECTION 3.

108 Said title is further amended by revising Code Section 2-8-23, relating to approval by 109 producers prerequisite to issuance of marketing order or major amendment, notice, rules and 110 regulations, expiration, extensions, and referendum, as follows:

111 "2-8-23.

112 (a)(1)(A) No marketing order or major amendment thereto, directly affecting producers 113 or producer marketing, issued pursuant to this article, shall be made effective by the 114 Commissioner or the commission until the finding of one or more of the following: 115 (A) That such marketing order or amendment thereto has been assented to in writing 116 by not less than 65 percent of the producers who are engaged within the area specified 117 in such marketing order or amendment thereto in the production for market or the 118 producer marketing of not less than 51 percent of the agricultural commodity specified 119 therein in commercial quantities;

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(B) That such marketing order or amendment thereto has been assented to in writing
 by producers who produce not less than 65 percent of the volume of such agricultural
 commodity and by 51 percent of the total number of producers so engaged; or
 (C) That such marketing order or amendment thereto has been approved or favored by

124 producers in a referendum among producers directly affected if the valid votes cast in 125 such referendum in favor of such marketing order or amendment thereto represent not 126 less than 51 percent of the total number of producers of the commodity of record with 127 the department who marketed not less than 51 percent of the total quantity of the 128 commodity marketed in the next preceding marketing season by the total number of 129 producers of record with the department approved in a referendum by two-thirds of a quorum consisting of at least 25 percent of the notified eligible producers who are 130 131 engaged within the area specified in such marketing order or amendment thereto.

(B) No marketing order renewal, directly affecting producers or producer marketing,
 issued pursuant to this article, shall be made effective by the Commissioner or the
 Commission until approved in a referendum by two-thirds of the producers who are
 engaged within the area specified in such marketing order or amendment thereto.

(2) Whenever any marketing order or any major amendment to any marketing order is
issued by the commission, the commission shall determine whether assent, approval, or
favor thereto of the producers shall be by written assents or by referendum.

139 (3) If the Commissioner or the commission determines that a referendum shall be had. 140 the Commissioner or the commission shall establish a referendum period of 30 days. At 141 the close of such referendum period, the Commissioner or the commission shall count 142 and tabulate the ballots filed during such period. If from such tabulation the 143 Commissioner or the commission finds that the number of producers voting in favor of 144 such marketing order or amendment thereto is not less than 51 percent of the total number 145 of producers of record with the department and that such producers who voted in favor of the marketing order or amendment thereto marketed not less than 51 percent of the 146

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total volume of such commodity marketed by all producers of record with the department
 during the marketing season next preceding such referendum, the Commissioner or the
 commission may make such marketing order or amendment thereto effective. The
 Commissioner and the commission are authorized to prescribe such additional procedures
 as may be necessary to conduct such referendum.

(4) At a public hearing held to consider a proposed marketing order or major 152 153 amendments to an existing marketing order which directly affect producers or producer 154 marketing, the Commissioner or the commission shall also receive testimony or evidence from which he or she or it can determine whether the assent, approval, or favor of such 155 producers shall be determined by written assents or by referendum as prescribed in this 156 Code section. Upon the conclusion of any hearing which involves a marketing order or 157 a major amendment thereto directly affecting producers or producer marketing, the 158 159 Commissioner or the commission shall make a finding, based upon the testimony and 160 evidence received, whether producer assent, approval, or favor shall be determined by 161 written assents or by referendum. If the Commissioner or the commission finds that a 162 referendum shall be had, he or she or it shall direct that a referendum be held in 163 accordance with this subsection.

(5) Any referendum or assent in writing to a marketing order under paragraphs (3), (5), and (6) of subsection (a) of Code Section 2-8-22 shall be held pursuant to this Code section; and upon the approval thereof by two-thirds of those voting therein, where the total vote cast thereon represents not less than 25 percent of those eligible to vote or where the total vote cast thereon represents not less than 25 percent of the total amount of the affected agricultural commodity, such marketing order may be declared by the commission to be approved.

171 (6) In the event of the failure of any proposed marketing order to be approved, no
172 additional referendum thereon shall be held during a period of 12 months from the date
173 of the close of the previous referendum period.

(b) Subject to the provisions, restrictions, and limitations imposed in this article, the Commissioner or the commission may issue marketing orders regulating producer marketing and the processing, distributing, or handling in any manner of agricultural commodities by any and all persons engaged in such producer marketing, processing, distributing, or handling of such agricultural commodities within this state.

(c)(1) Upon the recommendation of not less than three of the appointive members of the commission, the Commissioner or the commission may make effective minor amendments to a marketing order. The Commissioner or the commission may require a public hearing upon minor amendments if in his or its the Commissioner's or commission's opinion the substance of such minor amendments so warrants. The Commissioner or the commissioner or the commission, however, shall not be required to submit minor amendments for written assents or referendum approval.

- 186 (2) In making effective major amendments to a marketing order, the Commissioner or 187 the commission shall follow the same procedures prescribed in this article for the 188 institution of a marketing order. For the purpose of this article, a major amendment to 189 a marketing order shall include, but shall not be limited to, any amendment which adds 190 to or deletes from any such marketing order any of the following types of regulations or 191 authorizations:
- (A) Authority for regulating the period or periods during which any agricultural
 commodity or any grade, size, or quality of such commodity may be processed,
 distributed, or otherwise marketed within this state;
- (B) Authority for the establishment of uniform grading and inspection of any
 agricultural commodity and the establishment of grading standards of quality,
 condition, size, or pack of such commodity;
- (C) Authority for the establishment of plans for advertising and sales promotion of anyagricultural commodity;
- 200 (D) Authority to prohibit unfair trade practices;

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(E) Authority for carrying out research studies in the production, processing, ordistribution of any agricultural commodity;

203 (F) Authority to increase an assessment rate beyond the maximum rate authorized by204 the marketing order in effect;

(G) Authority to extend the application of the provisions of any marketing order to
 portions or uses of an agricultural commodity not previously subject to such provisions
 or to restrict or extend the application of such provisions upon the producers or handlers
 of such portions or uses of such commodity.

(3) Modification of any provisions of any marketing order in effect, for the purpose of
 clarifying the meaning or application of such provisions or of modifying administrative
 procedures for carrying out such provisions, are declared not to be a major amendment
 of such marketing order.

213 (d) Upon the issuance of any order making effective a marketing order or any suspension, amendment, or termination thereof, a notice thereof shall be posted on a public bulletin 214 215 board maintained at the Department of Agriculture; and a copy of such notice shall be 216 published as the Commissioner or the commission may prescribe. No marketing order nor 217 any suspension, amendment, or termination thereof shall become effective until the 218 termination of a period of five days from the date of such posting and publication. It shall 219 also be the duty of the Commissioner or the commission to mail a copy of the notice of 220 such issuance to all persons directly affected by the terms of such marketing order, 221 suspension, amendment, or termination whose names and addresses are on file in the office 222 of the Commissioner or the commission and to every person who files in the office of the 223 Commissioner or the commission a written request for such notice.

(e) The Commissioner or the commission shall have the power, consistent with this article
and in accordance with marketing orders and agreements made effective under this article,
to establish such general rules and regulations for uniform application to all marketing
orders issued hereunder as may be necessary to facilitate the administration and

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233 (f) Upon the recommendation of the commission concerned, the Commissioner shall have 234 the power, consistent with this article, to establish administrative rules and regulations for 235 each marketing order issued and made effective as may be necessary to facilitate the 236 supervision, administration, and enforcement of each such order. The provisions of 237 subsection (d) of this Code section relative to posting, publication, mailing of notice, and 238 time of taking effect shall be applicable to any such administrative rules and regulations. 239 (g) Unless extended as provided in this Code section, all marketing orders issued under the 240 authority of this article shall expire, terminate, and become of no force and effect at the 241 expiration of three years from the date of the issuance of the original marketing order or, 242 if such marketing order has been extended, at the expiration of three years after the date of 243 any such extension.

(h) In the event either one of the following conditions is complied with, a marketing ordershall be extended for a period of three years after the date of its original expiration:

(1) Assent has been given in writing to such marketing order by not less than two-thirdsof the producers participating; or

(2) Approval or favor of such marketing order has been given by producers in a
referendum among producers directly affected if at least 66 2/3 percent of the votes cast
in such referendum favor the extension of such marketing order.

(i) If the Commissioner or the commission determines that a referendum shall be held, the
Commissioner or the commission shall establish a referendum period of 30 days, such
referendum period to terminate at least 30 days prior to the expiration date of the marketing
order which is the subject of such referendum. At the close of such referendum period, the

255 Commissioner or the commission shall count and tabulate the ballots cast during such 256 period. If from such tabulation the Commissioner or the commission finds that the number of producers voting in favor of the extension of such marketing order is not less than 66 2/3257 258 percent of the total number of ballots cast, then such marketing order shall be extended for 259 a period of three years after the expiration date. If it is found from the tabulation of such 260 referendum that the number of producers who had voted in favor of the extension of such marketing order is less than the required 66 2/3 percent of the total number of ballots cast, 261 then the marketing order shall expire, terminate, and be of no force and effect as provided 262 in subsection (g) of this Code section." 263

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SECTION 4.

265 All laws and parts of laws in conflict with this Act are repealed.