SB91 ENROLLED



- 1 WVRC59-2
- 2 By Senators Carnley, Williams, Sessions, Chesteen, Stewart,
- 3 Price, Barfoot, Melson, Bell, Kelley, Scofield
- 4 RFD: Agriculture, Conservation, and Forestry
- 5 First Read: 21-Mar-23

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1 Enrolled, An Act, 2 3 4 Relating to Agriculture, to amend Sections 2-8-126, 5 2-8-128, 2-8-131, 2-8-133, 2-8-134, 2-8-135, and 2-8-323, Code of Alabama 1975, to revise the requirements for giving notice 6 7 of a referendum on an assessment to be used to promote peanuts specifically as well as other nuts, bulbs, fruits, and 8 9 vegetables; to revise the time an assessment on the sale of nuts, bulbs, fruits, or vegetables is effective between 10 11 referendums; to revise the percentage the Commissioner of Agriculture and Industries may deduct from the sum of the 12 13 assessment on nuts, bulbs, fruit, and vegetables; to revise 14 the length of time between audits of an organization certified 15 to conduct a referendum regarding an assessment on the sale of 16 sheep and goats; and to make nonsubstantive, technical 17 revisions to update the existing code language to current 18 style. 19 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: Section 1. Sections 2-8-126, 2-8-128, 2-8-131, 2-8-133, 20 21 2-8-134, 2-8-135, and 2-8-323, Code of Alabama 1975, are amended to read as follows: 22 23 "\$2-8-126 24 When a referendum has been authorized as provided in 25 Section 2-8-125, the certified organization shall, before 26 calling and announcing such the referendum, fix, determine,

Section 2-8-125, the certified organization shall, before calling and announcing such the referendum, fix, determine, and publicly announce, at least 30 days before the date determined upon for such the referendum, the date, hours, and

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polling places for voting in such the referendum, the amount and basis of the assessment proposed to be collected, the means by which such the assessment shall be collected if authorized by the growers, and the general purposes to which said the amount-so collected shall be applied. Such notice Notice shall be published by the certified association through the medium of an established farm publication, and written notice-thereof shall be given to each county extension chairman in the area covered by the referendum. Provided, however, any referendum called under the provisions of this article for the assessment of peanuts, notice shall also be published once a week in a newspaper in the county in which USDA inspection and buying points for peanuts are located for three successive weeks next preceding the referendum. No annual assessment levied under the provisions of this article shall exceed three fourths of one percent of the value of the year's production of such agricultural commodity grown by any farmer, producer, or grower included in the group to which such the referendum is submitted."

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Any referendum conducted under the provisions of this article may be held either on an area or statewide basis, as may be determined by the certified organization before the referendum is called. The referendum, either on an area or statewide basis, may be participated in by all producers engaged in the production of the agricultural commodity on a commercial basis who shall be are subject to any assessments levied under this article and who produced the agricultural



commodity in any of the three crop years immediately preceding the referendum. In the referendum, individuals eligible for participation shall vote upon the question of whether or not there shall be levied an annual assessment for a period of three_five years in the amount set forth in the call for the referendum on the agricultural product covered by the referendum."

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The hours, voting places, and rules and regulations for any referendum authorized in this article with respect to any of the agricultural commodities herein referred to and the area in which such the referendum shall be held shall be established and determined by the organization of the commercial growers and producers of such agricultural commodity duly certified by the State Board of Agriculture and Industries as provided in this article. The said referendum date, area, hours, voting places, and rules and regulations with respect to the holding of such the referendum shall be published in accordance with Section 2-8-126 by such organization conducting the same through the medium of the public press in the State of Alabama at least 30 days before the holding of such referendum, and direct written notice thereof shall likewise be given to farm organizations within the State of Alabama and to each county agent in any county in which such agricultural product is grown. Such notice Notice shall likewise contain a statement of the amount of annual assessment proposed to be levied, which shall not exceed the amount specified in Section 2-8-126, and shall likewise state



the method by which—such_the assessment shall be collected and how the proceeds—thereof shall be administered and the purposes to which the same shall be applied, which purposes shall be in keeping with the provisions of this article."

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(a) In the event a majority of the producers eligible for participation in a referendum conducted under-the provisions of this article and voting therein, shall vote in favor of the assessment, then the assessment shall be collected annually for three five years, as set forth in the call for the referendum, and the collection of the assessment shall be under such method, rules, and regulations as may be determined by the organization conducting the referendum. The assessment collected shall be paid into the treasury of the organization conducting the referendum, to be used together with other funds from other sources, including donations from individuals, concerns, or corporations or other entities and grants from state or governmental agencies, for the purpose of promoting and stimulating encouraging, by research, education, advertising, and other methods, the increased use and sale, domestic and foreign, of the agricultural commodity covered by the referendum.

(b) Upon the request of the duly certified organization of producers of any agricultural products referred to in this article, the Commissioner of Agriculture and Industries shall notify, by registered or certified mail, all persons, firms, and corporations engaged in the business of purchasing any such agricultural products in this state that on and after the



113 date specified in the letter the assessments shall be deducted by the purchaser or his or her agent or representative from 114 115 the purchase price of any such agricultural products. The 116 assessment deducted shall, on or before the twentieth day of 117 the month following the deduction, shall be remitted by the 118 purchaser to the Commissioner of Agriculture and Industries, 119 who shall thereupon, by the end of the month, shall pay the 120 amount of the assessments to the duly certified organization 121 entitled thereto. The books and records of all the purchasers of agricultural products shall be open at all times during 122 123 regular business hours be open for inspection by the Commissioner of Agriculture and Industries or his or her-duly 124 125 authorized agents. The Commissioner of Agriculture and 126 Industries shall be entitled to deduct five three percent of 127 all sums remitted to him or her under this section to defray 128 the expense incident to the administration of this article. 129 All amounts deducted shall be paid into the State Treasury and 130 be credited to the account of the Agricultural Fund."

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In the event a referendum conducted as provided in this article shall not be supported by a majority of those eligible for participation therein and voting therein, then the organization conducting the referendum shall have full power and authority to may call another referendum for the purposes set forth in this article no earlier than 90 days after the preceding referendum, whether the referendum was conducted before or after April 17, 2002, on the question of an annual assessment for three five years."



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In the event a referendum conducted as provided in this article is carried by the vote of a majority of the eligible producers participating therein and assessments in pursuance thereof are levied annually for three five years as set forth in the call for the referendum, then the organization conducting the referendum shall, in its discretion, have full power and authority to may call and conduct, during the third fifth year of the period, another referendum in which the producers of such agricultural commodity shall vote upon the question of whether or not assessments shall be continued for the next ensuing three five years. The certified organization shall have the full power and authority to may hold subsequent referendums it deems necessary to alter or modify the terms of the existing assessment. Intermediary referendums shall comply with the terms and conditions of the original request. In the event the intermediary referendum fails to receive a favorable vote, the previously approved assessment shall remain in force, and subsequent referendums shall be conducted as provided in this article. However, if the intermediary referendum receives an affirmative vote, no subsequent referendum may be conducted until the passage of one year."

"§2-8-323

(a) A certified association receiving and disbursing funds, following the close of its fiscal year every two five years, shall cause an audit of its books and accounts for the two five-year period to be conducted by a certified public accountant, disclosing receipts, disbursements, expenditures,



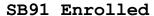


and other related information, and a copy of the auditor's
report shall be forwarded to the board for inspection and
review. The Department of Examiners of Public Accounts may
audit, review, and investigate the receipts and disbursements
of the funds in the same manner that those duties are
performed for examination and audits of agencies and
departments of the state.

176 <u>(b)</u> Any examination or audit required by this section 177 shall be open to public inspection.

(c) Within 90 days following the close of a certified association's fiscal year, if it has received any funds from assessments levied and collected pursuant to this article, the association shall forward a copy of a financial statement to the state board showing the amount received and collected and the amount spent for each project and item. The statement shall be available for public inspection."

Section 2. This act shall become effective on the first day of the third month following its passage and approval by the Governor, or its otherwise becoming law.





President and Presiding Officer of the Senate Speaker of the House of Representatives SB91 Senate 06-Apr-23 I hereby certify that the within Act originated in and passed the Senate. Patrick Harris, Secretary. House of Representatives Passed: 18-Apr-23 216 By: Senator Carnley