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SECRETARY OF STATE

## **WEST VIRGINIA LEGISLATURE**

**FIRST REGULAR SESSION, 2005** 

## ENROLLED

## House Bill No. 2650

(By Delegates Beach, Stemple, Proudfoot, Swartzmiller, Williams, Anderson and Schoen)

Passed April 7, 2005

In Effect July 1, 2005

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### H. B. 2650

(BY DELEGATES BEACH, STEMPLE, PROUDFOOT, SWARTZMILLER, WILLIAMS, ANDERSON AND SCHOEN)

[Passed April 7, 2005; in effect July 1, 2005.]

AN ACT to amend the Code of West Virginia, 1931, as amended, by adding thereto a new article, designated § 19-2F-1, § 19-2F-2, § 19-2F-3, § 19-2F-4, § 19-2F-5, § 19-2F-6, § 19-2F-7, § 19-2F-8, § 19-2F-9, § 19-2F-10 and § 19-2F-11, all relating to beef industry self-improvement assessment program; stating purpose; defining terms; requiring petition to conduct referendum; requiring a public hearing on referendum; requiring notice of referendum; conducting referendum; authorizing subsequent referendum; continuing Beef Industry Council; establishing qualifications, appointment and terms of members; establishing powers and duties of Council; requiring collection and remittance of assessment; authorizing refunds; establishing penalties; and continuing program.

Be it enacted by the Legislature of West Virginia:

That the Code of West Virginia, 1931, as amended, be amended by adding thereto a new article, designated §19-2F-1, §19-2F-2, §19-

2F-3, §19-2F-4, §19-2F-5, §19-2F-6, §19-2F-7, §19-2F-8, §19-2F-9, §19-2F-10 and §19-2F-11, all to read as follows:

## ARTICLE 2F. BEEF INDUSTRY SELF-IMPROVEMENT ASSESSMENT PROGRAM.

#### §19-2F-1. Purpose.

- 1 The purpose of this article is to promote and stimulate,
- 2 through research, education, advertising and other methods, the
- 3 increased and efficient production, distribution, sale and use of
- 4 cattle and beef products by providing a means and procedure
- 5 for financing a promotional program for the West Virginia
- 6 cattle industry through activities of the West Virginia Beef
- 7 Industry Council.

#### §19-2F-2. Definitions.

- 1 As used in this article:
- 2 (1) "Council" means the West Virginia Beef Industry
- 3 Council.
- 4 (2) "Commissioner" means the Commissioner of the West
- 5 Virginia Department of Agriculture.
- 6 (3) "Person" means an individual, partnership, corporation,
- 7 association, fiduciary, or other group of persons acting together
- 8 whether organized or not.
- 9 (4)"Producer" means any person in the business of raising,
- 10 breeding or growing cattle or calves for beef production.

#### §19-2F-3. Petition for referendum; public hearing; notice.

- 1 (a) Producers may petition the Commissioner to conduct a
- 2 referendum of West Virginia producers authorizing the levying

- 3 of an assessment for the purposes set forth in this article:
- 4 *Provided*, That no referendum may be held until the provisions
- of 7 U.S.C. §2901 et seq., the federal beef research and infor-5
- mation program, have terminated. 6
- 7 (b) The Commissioner, when petitioned by no less than 8
  - fifty producers, must hold a public hearing no more than forty-
- five days after receipt of the petition to decide whether a 9
- 10 referendum should be held to establish an assessment on the
- 11 sale of beef and dairy cattle, the amount of the assessment and
- 12 the duration of the assessment. The Commissioner shall give no
- less than fifteen days notice of the public hearing including the 13
- date, time and place of the public hearing. If a majority of those 14
- 15 present vote in favor of holding the referendum, including the
- amount and duration of the proposed assessment, the Commis-16
- 17 sioner shall notify the Council to schedule and hold a referen-
- 18 dum on the proposed assessment.

#### §19-2F-4. Conduct of referendum.

- 1 (a) The Council shall notify producers of the date, hours
- and polling places for voting in the referendum, along with the
- 3 amount and duration of the proposed assessment, the manner of
- 4 collecting the assessment and the general purposes for which
- 5 the assessment will be expended. The notice must be published
- no less than three times in two newspapers of general circula-
- 7 tion within this state and the Council may give notice of the
- 8 referendum in other publications and at places the Council
- 9 considers appropriate.
- 10 (b) The Council shall provide ballots and polling places in
- 11 each county. All cattle producers who may be subject to the 12
- proposed assessment are eligible to vote in the referendum upon presentation of proof showing them to be bona fide cattle 13
- 14 producers subject to the assessment. The referendum is decided
- 15 by a majority of the votes cast.

- 16 (c) The Commissioner shall canvass, tabulate and 17 publically announce the results of the referendum no later than 18 five days after the end of the election. The Commissioner must 19 preserve all ballots for one year after the date of the referen-
- 20 dum.
- 21 (d) All expense and costs necessary to conduct a referen-22 dum are bourne by the Council.

#### §19-2F-5. Subsequent referendums.

- 1 (a) In the event that a referendum conducted pursuant to the 2 provisions of this article fails to receive a majority of the
- affirmative votes cast, the Council is authorized to conduct a
- 3 animative votes cast, the Council is authorized to conduct a
- 4 subsequent referendum under the provisions of section four of
- 5 this article no earlier than twelve months after the date on
- 6 which the last referendum was held without complying with the
- 7 requirements set forth in section three of this article, so long as 8 the amount and duration of the assessment are not increased.
- 9 (b) In the event that an assessment is in effect and set to 10 expire, the Council is authorized to conduct a subsequent
- 11 referendum under the provisions of section four of this article
- 12 during the last year of the assessment without complying with
- the requirements set forth in section three of this article, so long
- as the amount and duration of the subsequent assessment are
- 15 not increased.

# §19-2F-6. Beef Industry Council; appointment; terms; qualification of members; removal of members; officers; meetings; expenses.

- 1 (a) The West Virginia Beef Industry Council is hereby
- 2 continued. The members of the Council in office on the date
- 3 this section becomes effective shall, unless sooner removed,

- 4 continue to serve until their respective terms expire and until
- 5 their successors have been appointed and qualified.
- 6 (b) (1) Commencing with the Council terms beginning on
- 7 the first day of July, two thousand five, the Council shall
- 8 consist of nine members appointed for terms of three years by
- 9 the Governor with the advice and consent of the Senate. Six
- 10 members of the Council must be beef cattle producers, one
- 11 member must be a dairy cattle producer, one member must be
- 12 a representative of a public livestock market and one member
- 13 must be a meat packer or meat processor.
- 14 (2) Each member of the Council, at the time of his or her
- 15 appointment, must have been engaged in his or her representa-
- 16 tive occupation for a period of not less than five years immedi-
- 17 ately preceding the appointment and each member must be a
- 18 United States citizen and a resident of this state during the
- 19 appointment term.
- 20 (3) In making appointments to the Council, the Governor
- 21 shall consider proposed member recommendations made by
- 22 West Virginia organizations and groups concerned with or
- 23 engaged in beef production.
- 24 (4) No member may serve more than two consecutive full
- 25 terms and any member having served two full terms may not be
- 26 appointed for one year after completion of his or her second full
- 27 term. A member continues to serve until his or her successor
- 28 has been appointed and qualified.
- 29 (5) The Governor may remove any member of the Council
- 30 for neglect of duty, incompetency or official misconduct.
- 31 (c) The Council elects a chair, a secretary and a treasurer
- 32 from its membership each for a term of two years. The Council
- 33 meets as often as necessary at the time and place designated by
- 34 the chair or by call of a majority of the Council members. All

- 35 Council meetings shall be held in accordance with the provi-
- 36 sions of article nine-a, chapter six of this code. All decisions of
- 37 the Council are determined by a majority of the members
- 38 appointed.
- 39 (d) The Board shall reimburse each member's expenses for
- 40 room, meals and mileage in the same manner and amount as
- 41 state employees receive for travel. No member may receive any
- 42 other salary or compensation for his or her services.

## §19-2F-7. Powers and duties of the council; rule-making authority.

- 1 (a) The Council has the authority to:
- 2 (1) Receive and disburse funds as prescribed in this article
- 3 to be used for the purposes of this article;
- 4 (2) Enter into contracts;
- 5 (3) Hire and discharge employees, prescribe their duties and
- 6 fix their compensation;
- 7 (4) Accept grants, gifts and contributions for expenditure
- 8 consistent with the purposes of this article;
- 9 (5) Sue and be sued as a council without individual liability
- 10 of the members for acts of the Council when the Council is
- 11 acting within the scope of the powers conferred by this article;
- 12 (6) Cooperate with other state or federal agencies and
- 13 organizations engaged in work or activities consistent with the
- 14 purposes of this article;
- 15 (7) Conduct public relations and education programs for
- 16 increasing beef production and improving beef marketing
- 17 practices;

- 18 (8) Conduct or contract for scientific research with any 19 accredited college or university which will aid in implementing 20 the purposes of this article; and,
- 21 (9) Prepare and submit an annual report of its activities and 22 fiscal accounting to the Commissioner no later than the 23 fifteenth day of January of each year.
- 24 (b) The Council may propose rules for legislative approval 25 in accordance with the provisions of article three, chapter 26 twenty-nine-a of this code designed to implement the provisions 27 of this article.

#### §19-2F-8. Notice, levy and collection of assessment.

- 1 (a) Upon approval of an assessment, the Council shall 2 notify all known livestock markets, packers, buying stations, 3 order buyers, livestock dealers or other persons purchasing 4 cattle, including dairy cattle, that they are required to deduct the 5 amount of the assessment stipulated in the authorizing referen-6 dum from the sale settlement beginning on the date designated 7 in the notice.
- 8 (b) The assessment approved by referendum is deducted by
  9 all livestock markets, packers, buying stations, order buyers,
  10 livestock dealers or other persons purchasing cattle, including
  11 dairy cattle, on each cattle purchase from the sale settlement.
  12 The purchasers remit the assessments within thirty days of the
  13 date of the sale settlement to the treasurer of the Council.
- 14 (c) The Council must keep accurate records of the amount 15 of assessments received, the date on which they were received 16 and the name of the person making the remittance. The records 17 must be preserved for at least five years.

#### §19-2F-9. Refunds.

1 Any producer against whom an assessment is made and 2 deducted from the proceeds of sale, if dissatisfied with the 3 assessment, has the right to demand and receive from the 4 treasurer of the Council a refund of the total amount of assess-5 ment collected from the producer if the demand is made in writing to the Council within thirty days of the date the assess-6 7 ment was deducted from the sale proceeds. The demand for refund must contain the name and address of the producer, the 8 9 date of purchase, the number of head sold, the amount of the assessment, the name and address of the collecting agent, the 10 11 date of sale and the invoice number. The refund is made upon 12 determination that the assessment was paid by the producer.

#### **§19-2F-10. Penalties.**

1 When a person required to collect the assessment in 2 accordance with section eight of this article fails to do so or 3 fails to remit it to the treasurer of the Council within thirty days, 4 the Council certifies that fact to the Commissioner. The 5 Commissioner notifies the person in writing that he or she has 6 fifteen days to begin the collection of the assessment, or to remit previously collected assessments to the Council's treasurer or to submit a written justification for the failure to 8 9 collect or remit the assessment. If the Commissioner determines that person was required to remit the assessment and if payment 10 11 is not made within the fifteen day period, the Commissioner 12 may revoke the person's license to engage in cattle purchasing activities in the state. Persons having their license revoked 13 14 under this section are not eligible for license-reinstatement for 15 a period of three years.

#### §19-2F-11. Continuation of program.

- 1 Pursuant to the provisions of article ten, chapter four of this
- 2 code, the beef industry self-improvement assessment program
- 3 shall continue to exist until the first day of July, two thousand
- 4 eight, unless sooner terminated, continued or reestablished.

That Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Committee

Originating in the House.

In effect July 1, 2005.

Clerk of the Senate

Clerk of the House of Delegates

President of the Senate

Speaker of the House of Delegates

The within 12 application

this the \_

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2000.

PRESENTED TO THE GOVERNOR

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