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.

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BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

8 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.
- 12 SECTION 2.
- 13 Said title is further amended by revising Code Section 2-8-21, relating to issuance of
- 14 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.

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Administrative Procedure Act.'

(a) The Commissioner, upon the approval and request of a commission governed by this article, is authorized to issue, administer, and enforce the provisions of marketing orders regulating producer marketing or the handling of agricultural commodities within this state. (b)(1) Whenever the Commissioner has reason to believe that the issuance of a marketing order or amendments to an existing marketing order will tend to effectuate the declared policy of this article with respect to any agricultural commodity, he or she shall, either upon his or her own motion, upon the motion of any commission, or upon the application of any producer of such commodity or any organization of such persons, give due notice of and an opportunity for a public hearing either in person or wholly or partially by means of remote communication as determined by the Commissioner upon a proposed marketing order or amendments to an existing marketing order. (2) Notice of any hearing called for such purpose shall be given by the Commissioner or the commission by publishing a notice of such hearing for a period of not less than five days in a newspaper of general circulation published in the capital of the state and in such other newspapers as the Commissioner may prescribe on the Commissioner's website and in The Farmers and Consumers Market Bulletin or other similar publication that will effectively notify those affected by such marketing order or amendment. No such public hearing shall be held prior to five days after the last day of such period of publication. The Commissioner or the commission shall also mail a copy of such notice of hearing and a copy of such proposed marketing order or proposed amendments to all producers of such agricultural commodity whose names and addresses appear upon lists of such persons on file in the department and who may be directly affected by the provisions of such proposed marketing order or such proposed amendments. Such notice of hearing shall in all respects comply with the requirements of Chapter 13 of Title 50, the 'Georgia

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(3) The hearing shall be public and all testimony shall be received under oath. The hearing and all testimony shall be public. A full and complete record of the proceedings at such hearing shall be made and maintained on file in the office of the Commissioner or the commission. The hearing shall, in all respects, be conducted in accordance with Chapter 13 of Title 50, the 'Georgia Administrative Procedure Act.' The hearing may be conducted by the commission, by a member of the commission, or by the Commissioner, as may be designated by the commission in each instance, but no decision shall be made based on hearings conducted other than by the commission itself, at which a majority of the members thereof are present, until the members of the commission have been afforded an opportunity to review the hearing record. Where the commission conducts hearings, its recommendation shall be based on the findings reached after a review of the record of the hearing. (c)(1) In order to provide the Commissioner or the commission with accurate and reliable information with respect to the persons who may be directly affected by any proposed marketing order for any agricultural commodity when such information is not then on file in the department, the Commissioner or the commission is authorized and directed, whenever the Commissioner or the commission has reason to believe that the issuance of a marketing order will tend to effectuate the declared policy of this article or upon receipt of a written application for a hearing pursuant to subsection (b) of this Code section, to notify all handlers of such agricultural commodity, by publication of a notice as required in paragraph (2) of this subsection, to file with the Commissioner or the commission within ten days from the last date of such publication a report, properly certified, showing:

- (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 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.

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

all such handlers, directly affected by such proposed marketing order or amendments thereto, in the preceding marketing season. Such lists shall constitute complete and conclusive lists for use in any finding made by the Commissioner or the commission 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 Commissioner or the commission pursuant to this Code section shall not be made public in such form. The information contained in such reports may be prepared in combined form for use by the Commissioner or the commission, their agents, or other interested persons in the formulation, administration, and enforcement of a marketing order or may be made available pursuant to court order. Such information shall not be made available to anyone for private purposes."

SECTION 3.

therein in commercial quantities;

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.

(a)(1)(A) No marketing order or major amendment thereto, directly affecting producers or producer marketing, issued pursuant to this article, shall be made effective by the Commissioner or the commission until the finding of one or more of the following:

(A) That such marketing order or amendment thereto has been assented to in writing by not less than 65 percent of the producers who are engaged within the area specified in such marketing order or amendment thereto in the production for market or the producer marketing of not less than 51 percent of the agricultural commodity specified

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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 producers in a referendum among producers directly affected if the valid votes cast in such referendum in favor of such marketing order or amendment thereto represent not less than 51 percent of the total number of producers of the commodity of record with the department who marketed not less than 51 percent of the total quantity of the commodity marketed in the next preceding marketing season by the total number of 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 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. (3) If the Commissioner or the commission determines that a referendum shall be had. the Commissioner or the commission shall establish a referendum period of 30 days. At the close of such referendum period, the Commissioner or the commission shall count and tabulate the ballots filed during such period. If from such tabulation the Commissioner or the commission finds that the number of producers voting in favor of such marketing order or amendment thereto is not less than 51 percent of the total number 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

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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 amendments to an existing marketing order which directly affect producers or producer 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 producers shall be determined by written assents or by referendum as prescribed in this Code section. Upon the conclusion of any hearing which involves a marketing order or a major amendment thereto directly affecting producers or producer marketing, the Commissioner or the commission shall make a finding, based upon the testimony and evidence received, whether producer assent, approval, or favor shall be determined by written assents or by referendum. If the Commissioner or the commission finds that a referendum shall be had, he or she or it shall direct that a referendum be held in 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. (6) In the event of the failure of any proposed marketing order to be approved, no additional referendum thereon shall be held during a period of 12 months from the date of the close of the previous referendum period.

174 (b) Subject to the provisions, restrictions, and limitations imposed in this article, the

- 175 Commissioner or the commission may issue marketing orders regulating producer
- marketing and the processing, distributing, or handling in any manner of agricultural
- 177 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
- 180 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
- 184 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
- the commission shall follow the same procedures prescribed in this article for the
- institution of a marketing order. For the purpose of this article, a major amendment to
- a marketing order shall include, but shall not be limited to, any amendment which adds
- 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;
- 195 (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 any
- 199 agricultural commodity;
- 200 (D) Authority to prohibit unfair trade practices;

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

- 203 (F) Authority to increase an assessment rate beyond the maximum rate authorized by the marketing order in effect;
- 205 (G) Authority to extend the application of the provisions of any marketing order to 206 portions or uses of an agricultural commodity not previously subject to such provisions 207 or to restrict or extend the application of such provisions upon the producers or handlers 208 of such portions or uses of such commodity.
- 209 (3) Modification of any provisions of any marketing order in effect, for the purpose of 210 clarifying the meaning or application of such provisions or of modifying administrative 211 procedures for carrying out such provisions, are declared not to be a major amendment 212 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.
- 224 (e) The Commissioner or the commission shall have the power, consistent with this article 225 and in accordance with marketing orders and agreements made effective under this article, 226 to establish such general rules and regulations for uniform application to all marketing 227 orders issued hereunder as may be necessary to facilitate the administration and

228 enforcement of such marketing orders. The provisions of subsection (d) of this Code 229 section relative to posting, publication, publication, mailing of notice, and time of taking 230 effect shall be applicable to any such general rule or regulation established pursuant to this 231 subsection and applicable to marketing orders generally. Such notice shall be furnished by 232 the Commissioner or the commission for each marketing order in active operation. 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. 244 (h) In the event either one of the following conditions is complied with, a marketing order 245 shall be extended for a period of three years after the date of its original expiration: 246 (1) Assent has been given in writing to such marketing order by not less than two-thirds 247 of the producers participating; or 248 (2) Approval or favor of such marketing order has been given by producers in a 249 referendum among producers directly affected if at least 66 2/3 percent of the votes cast 250 in such referendum favor the extension of such marketing order. 251 (i) If the Commissioner or the commission determines that a referendum shall be held, the 252 Commissioner or the commission shall establish a referendum period of 30 days, such 253 referendum period to terminate at least 30 days prior to the expiration date of the marketing 254 order which is the subject of such referendum. At the close of such referendum period, the

Commissioner or the commission shall count and tabulate the ballots cast during such 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 2/3 percent of the total number of ballots cast, then such marketing order shall be extended for a period of three years after the expiration date. If it is found from the tabulation of such 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, then the marketing order shall expire, terminate, and be of no force and effect as provided in subsection (g) of this Code section."

SECTION 4.

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