1 A bill to be entitled 2 An act relating to citrus; amending ss. 601.02, 3 601.15, F.S.; clarifying the use of funds collected under s. 601.15, F.S.; amending s. 4 5 601.28, F.S.; providing for fresh citrus fruit 6 inspection rates fees to be set by hourly 7 equivalents to per-box fees; amending s. 8 601.67, F.S.; authorizing the Department of 9 Agriculture and Consumer Services to impose a 10 fine and suspend the license of a fruit dealer who commingles fresh citrus fruit; providing an 11 effective date. 12 13 14 Be It Enacted by the Legislature of the State of Florida: 15 Section 1. Present subsections (5) and (6) of section 16 17 601.02, Florida Statutes, are redesignated as subsections (6) 18 and (7), respectively, and a new subsection (5) is added to 19 that section, to read: 20 601.02 Purposes.--This chapter is passed: 21 (5) To enable citrus producers collectively to pay 22 assessments to fund marketing and research programs for the 23 direct benefit of the citrus industry of this state. It is the intent of the Legislature that all funds collected under 24 this chapter and the interest accrued on such funds are 25 26 consideration for a social contract between the state and the 27 citrus growers of the state whereby the state must hold such

funds in trust and inviolate and use them only for the

purposes prescribed in this chapter.

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In the event any word, phrase, clause, sentence, paragraph, or section of this chapter is declared unconstitutional by any court of competent jurisdiction, then such declaration of such unconstitutionality shall not affect the remainder of this chapter, and the unconstitutional portion shall be considered severable, it being the intent of the Legislature that the remainder of this chapter shall continue in full force and effect.

Section 2. Subsection (1) of section 601.15, Florida Statutes, 1996 Supplement, is amended to read:

601.15 Advertising campaign; methods of conducting; excise tax; emergency reserve fund; citrus research.--

(1) The administration of this section shall be vested in the Department of Citrus, which shall prescribe suitable and reasonable rules and regulations for the enforcement hereof, and the Department of Citrus shall administer the taxes levied and imposed hereby. All funds collected under this section and the interest accrued on such funds are consideration for a social contract between the state and the citrus growers of the state whereby the state must hold such funds in trust and inviolate and use them only for the purposes prescribed in this chapter. The Department of Citrus shall have power to cause its duly authorized agent or representative to enter upon the premises of any handler of citrus fruits and to examine or cause to be examined any books, papers, records, or memoranda bearing on the amount of taxes payable and to secure other information directly or indirectly concerned in the enforcement hereof. Any person who is required to pay the taxes levied and imposed and who by any practice or evasion makes it difficult to enforce the provisions hereof by inspection, or any person who, after

demand by the Department of Citrus or any agent or representative designated by it for that purpose, refuses to allow full inspection of the premises or any part thereof or any books, records, documents, or other instruments in any manner relating to the liability of the taxpayer for the tax imposed or hinders or in anywise delays or prevents such inspection, is guilty of a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083.

Section 3. Paragraph (a) of subsection (1) of section 601.28, Florida Statutes, is amended to read:

601.28 Inspection fees.--

- (1) There is hereby levied upon citrus fruit and processed citrus products the following inspection fees:
- (a) Upon each standard-packed box or equivalent, including hourly rate equivalent, thereof of citrus fruit inspected and certified for shipment in fresh form other than fruit on which a fee is imposed by paragraph (b), such fee, to be fixed annually promptly following the release by the United States Department of Agriculture of the October citrus crop estimate, as is determined by the Department of Agriculture to be necessary to pay:
- 1. The costs expected to be incurred during the then current shipping season by the Bureau of Citrus Inspection in performing its duties with respect to such citrus fruit and by the Bureau of Citrus Technical Control in performing its duties with respect to such citrus fruit;
- 2. A pro rata portion of the costs expected to be incurred during the then current shipping season by the Bureau of Citrus License and Bond;
- 3. A pro rata portion of the costs expected to be incurred during the then current shipping season, by the

Department of Agriculture through its cooperative agreement with the United States Department of Agriculture, which are directly attributable to the estimation of the size of the citrus crop in Florida; and

4. The amount, if any, by which the costs actually incurred with respect to the foregoing during the preceding shipping season may have exceeded the income received during that season, or less the amounts, if any, by which the income received during the preceding shipping season may have exceeded the costs actually incurred with respect to the foregoing during that season. For the purpose of this subparagraph, income received during the preceding season shall be deemed to include all fees collected under this paragraph, plus a pro rata portion of all fees collected under s. 601.59, plus a pro rata portion of all fines and penalties collected pursuant to this chapter, and plus all interest earned on the investment of the foregoing funds.

Section 4. Subsection (2) of section 601.67, Florida Statutes, is amended to read:

- 601.67 Disciplinary action by Department of Agriculture and Consumer Services against citrus fruit dealers.--
- (2) The department shall impose a fine of not less than \$10,000 nor more than \$100,000 per violation against any licensed citrus fruit dealer and shall suspend, for 60 days during the first available period between September 1 and May 31, the license of any citrus fruit dealer who: knowingly,
- (a) Falsely labels or otherwise misrepresents that a <u>fresh</u> citrus fruit was grown in a specific production area specified in s. 601.091; or

(b) Knowingly, falsely labels or otherwise misrepresents that a processed citrus fruit product was prepared solely with from such citrus fruit grown in a specific production area specified in s. 601.091. Section 5. This act shall take effect July 1, 1997. ********** SENATE SUMMARY Clarifies that funds collected by the Department of Citrus under s. 601.15, F.S., are trust funds and must be used only for the purposes prescribed in ch. 601, F.S. Provides for fresh citrus fruit inspection rates fees to be set by hourly equivalents to per-box fees. Prohibits certain acts by citrus fruit dealers. Provides for the imposition of a fine and suspension of license of a fruit dealer who performs such acts dealer who performs such acts.