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1	A bill to be entitled
2	An act relating to the Cattle Market Development Act;
3	amending s. 570.83, F.S.; renaming the Beef Market
4	Development Act as the Cattle Market Development Act;
5	renaming the Florida Beef Council, Inc., as the
6	Florida Cattle Enhancement Board, Inc.; conforming
7	intent and definitions; removing a provision that
8	deems a cow and nursing calf sold together as one
9	unit; removing provisions authorizing the Cattle
10	Enhancement Board to hold referenda on per-head-of-
11	cattle assessments and to collect and refund such
12	assessments; removing provisions requiring that the
13	Cattle Enhancement Board develop new uses for beef
14	products and improve methods for distribution of such
15	products; revising membership and providing staggered
16	terms for members of the Cattle Enhancement Board's
17	governing board; requiring the initial and subsequent
18	appointment of governing board members by the
19	Commissioner of Agriculture; removing provisions
20	requiring that the Cattle Enhancement Board maintain
21	frequent communication with officers and industry
22	representatives at the state and national levels;
23	removing provisions authorizing the Cattle Enhancement
24	Board to maintain a financial reserve for emergency
25	use, appoint advisory groups, and examine certain
26	records; directing the Cattle Enhancement Board to
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CS/CS/HB 917 2015 CORRECTED COPY 27 adopt bylaws within a specified timeframe; revising 28 the date of the scheduled repeal of the act; providing 29 an effective date. 30 31 Be It Enacted by the Legislature of the State of Florida: 32 Section 1. Section 570.83, Florida Statutes, is amended to 33 34 read: 35 570.83 Cattle Beef Market Development Act; definitions; 36 Florida Cattle Enhancement Board Beef Council, Inc., creation, 37 purposes, governing board, powers, and duties; referendum on 38 assessments imposed on gross receipts from cattle sales; 39 payments to organizations for services; collecting and refunding 40 assessments; vote on continuing the act; board council bylaws.-41 SHORT TITLE POPULAR NAME. - This section act may be (1)42 cited as the "Cattle Beef Market Development Act." LEGISLATIVE INTENT.-The Legislature intends by this 43 (2)44 act to promote the growth of the cattle industry in this state; to assure the public an adequate and wholesome food supply; to 45 provide for the general economic welfare of producers and 46 47 consumers of beef and the state; and to provide the beef cattle 48 production and feeding industry of this state with the authority 49 to establish a self-financed, self-governed program to help 50 develop, maintain, and expand the state, national, and foreign 51 markets for beef and beef products that are produced, processed, 52 or manufactured in this state.

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53	(3) DEFINITIONSAs used in this <u>section</u> act, the term:
54	(a) "Beef" or "beef products" means the products of beef
55	intended for human consumption which are derived from any bovine
56	animal, regardless of age, including, but not limited to, veal.
57	(b) <del>(c)</del> "Board" or "Florida Cattle Enhancement Board"
58	"Council" means the Florida Cattle Enhancement Board Beef
59	Council, Inc.
60	(c)(b) "Cattle" means such animals as are so designated by
61	federal law, including any marketing, promotion, and research
62	orders as are in effect. Unless such federal law provides to the
63	contrary, the term "cattle" includes all bovine animals,
64	regardless of age, including, but not limited to, calves. A cow
65	and nursing calf sold together are considered one unit.
66	(d) "Department" means the Department of Agriculture and
67	Consumer Services.
68	(c) "Collection agent" means a person who sells, offers
69	for sale, markets, distributes, trades, or processes cattle that
70	have been purchased or acquired from a producer or that are
71	marketed on behalf of a producer. The term also includes
72	meatpacking firms and their agents that purchase or consign to
73	purchase cattle.
74	<u>(e)</u> "Person" means any natural person, partnership,
75	corporation, company, association, society, trust, or other
76	business unit or organization.
77	<u>(f)</u> "Producer" means a person that has owned or sold
78	cattle in the previous calendar year or presently owns cattle.
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79	(4) FLORIDA <u>CATTLE ENHANCEMENT BOARD</u> BEEF COUNCIL, INC.;
80	CREATION;
81	(a) There is created the Florida <u>Cattle Enhancement Board</u>
82	Beef Council, Inc., a not-for-profit corporation organized under
83	the laws of this state <u>for the purpose of</u> <del>and</del> operating as a
84	direct-support organization <u>to</u> <del>of</del> the department <u>pursuant to</u>
85	this section.
86	(b) The council is authorized to impose an assessment of
87	not more than \$1 on each head of cattle sold in the state if the
88	imposition of the assessment is approved by referendum pursuant
89	to subsection (6). The proceeds of the assessment shall be used
90	to fund the activities of the council. The council shall:
91	1. Establish the amount of the assessment at not more than
92	\$1 per head of cattle.
93	2. Develop, implement, and monitor a collection system for
94	the assessment.
95	3. Coordinate the collection of the assessment with other
96	states.
97	4. Establish refund procedures.
98	5. Conduct referenda under subsections (6) and (12).
99	(c) The council shall:
100	1. Plan, implement, and conduct programs of promotion,
101	research, and consumer information or industry information which
102	are designed to strengthen the cattle industry's market position
103	in this state and in the nation and to maintain and expand
104	domestic and foreign markets and expand uses for beef and beef
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105	products.
106	2. Use the proceeds of the assessment for the purpose of
107	funding cattle production and beef research, education,
108	promotion, and consumer and industry information in this state
109	and in the nation.
110	3. Plan and implement a cattle and beef industry feedback
111	program in this state.
112	4. Coordinate research, education, promotion, industry,
113	and consumer information programs with any national programs or
114	programs of other states.
115	5. Develop new uses and markets for beef and beef
116	products.
117	6. Develop and improve methods of distributing beef and
118	beef products to the consumer.
119	7. Develop methods of improving the quality of beef and
120	beef products for the benefit of consumers.
121	8. Inform and educate the public concerning the nutritive
122	and economic values of beef and beef products.
123	9. Serve as a liaison within the beef and other food
124	industries of the state and elsewhere in matters that would
125	increase efficiencies that ultimately benefit both consumers and
126	industry.
127	10. Buy, sell, mortgage, rent, or improve, in any manner
128	that the council considers expedient, real property or personal
129	property, or both.
130	11. Publish and distribute such papers or periodicals as
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131 the board of directors considers necessary to encourage and 132 accomplish the purposes of the council. 133 12. Do all other acts necessary or expedient for the 134 administration of the affairs and attainment of the purposes of 135 the council. 136 13. Approve an annual plan, budget, and audit for the

137 <del>council.</del>

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138 <u>(b)(d)1.</u> The <u>board</u> council may not participate in or 139 intervene in any political campaign on behalf of or in 140 opposition to any candidate for public office. This restriction 141 includes, but is not limited to, a prohibition against 142 publishing or distributing any statements.

143 <u>(c)</u><sup>2</sup>. No part of The net receipts of the <u>board may not</u> 144 <del>council shall</del> inure to the benefit of or be distributable to its 145 directors, its officers, or other private persons, except that 146 the <u>board council</u> may pay reasonable compensation for services 147 rendered by staff employees and may make payments and 148 distributions in furtherance <del>of the purposes</del> of this <u>section</u> 149 <del>act</del>.

150 <u>(d)</u> 3. Notwithstanding any other provision of law, the 151 <u>board council</u> may not carry on any other activities <u>prohibited</u> 152 <u>for not permitted to be carried on</u>:

153 <u>1.a. By</u> A corporation exempt from federal income tax under 154 s. 501(c)(3) of the Internal Revenue Code of 1986, as amended; 155 or

2.b. By A corporation to which contributions are

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157 deductible under s. 170(c)(2) of the Internal Revenue Code of 158 1986, as amended. 159 (e) 4. Notwithstanding any other statement of the purposes 160 and responsibilities of the board council, the board council may 161 not engage in any activities or exercise any powers that are not 162 in furtherance of its specific and primary purposes. 163 (5) GOVERNING BOARD.-164 The Florida Cattle Enhancement Board Beef Council, (a) 165 Inc., shall be governed by a board of directors composed of 14 166 13 members as follows: 167 1. Eight, including 8 representatives of the Florida 168 Cattlemen's Association, of whom one is a representative of the Florida Association of Livestock Markets and one is a practicing 169 170 order buyer.+ 171 2. One a representative of the Dairy Farmers, Inc.+ 172 3. One a representative of the Florida CattleWomen, Inc.+ 173 4. One a representative of the Florida Farm Bureau 174 Federation.+ 175 5. One representative of an allied-industry. 176 6. One representative of the department.; and 177 7. One representative of the an Institute of Food and 178 Agricultural Sciences representative. The initial board of directors shall be appointed by 179 (b) the Commissioner of Agriculture for staggered terms a term of 1 180 181 year for three members, 2 years for three members, 3 years for 182 four members, and 4 years for four members. The Commissioner of

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183 Agriculture shall fill each subsequent vacancy with a shall be 184 filled in accordance with the bylaws of the council. Thereafter, 185 each board member shall be appointed to serve a 3-year term and 186 may reappoint a member be reappointed to serve an additional 187 consecutive term. A member may not serve more than two consecutive terms. A member must be a resident of this state and 188 189 must be a producer who has been a producer for at least the 5 190 years immediately preceding the first day of his or her service 191 on the board, except that the representative of the Florida Farm 192 Bureau Federation, the allied-industry representative, the 193 department representative, and the Institute of Food and 194 Agricultural Sciences representative need not be producers. All 195 members of the beef council board of directors positions shall 196 serve without compensation but be unsalaried; however, the board 197 members are entitled to reimbursement as provided in s. 112.061 198 for travel and other expenses incurred in carrying out the intents and purposes of this section act. 199

(c) The <u>Florida Cattle Enhancement Board</u> council shall
provide for its officers through its bylaws, including the
ability to set forth offices and responsibilities and form
committees necessary for the implementation of this <u>section</u> act.
The Commissioner of Agriculture may designate an ex officio
nonvoting member of the board of directors.

(d) If a member of the board <u>of directors</u> misses three
consecutive, officially called meetings, the board of directors
may declare that position vacant.

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209 (6) REFERENDUM ON ASSESSMENTS. All producers in this state 210 shall have the opportunity to vote in a referendum to determine 211 whether the council shall be authorized to impose an assessment 212 of not more than \$1 per head on cattle sold in the state. The 213 referendum shall pose the question: "Do you approve of an 214 assessment program, up to \$1 per head of cattle pursuant to 215 section 570.83, Florida Statutes, to be funded through specific 216 contributions that are mandatory and refundable upon request?" 217 (a) A referendum held under this section must be conducted 218 by secret ballot at extension offices of the Institute of Food 219 and Agricultural Sciences of the University of Florida or at 220 offices of the United States Department of Agriculture with the 221 cooperation of the department. 222 (b) Notice of a referendum to be held under this act must 223 be given at least once in trade publications, the public press, 224 and statewide newspapers at least 30 days before the referendum 225 is held. 226 (c) Additional referenda may be held to authorize the 227 council to increase the assessment to more than \$1 per head of cattle. Such referendum shall pose the question: "Do you approve 228 229 of granting the Florida Beef Council, Inc., authority to 230 increase the per-head-of-cattle assessment pursuant to section 231 570.83, Florida Statutes, from ... (present rate)... to up to a 232 maximum of ... (proposed rate) ... per head?" Referenda may not be 233 held more often than once every 3 years. 234 (d) Each cattle producer is entitled to only one vote in a Page 9 of 17

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CS/CS/HB 917 2015 CORRECTED COPY 235 referendum held under this section. Proof of identification and 236 cattle ownership must be presented before voting. 237 (e) A simple majority of those casting ballots shall 238 determine any issue that requires a referendum under this 239 section. 240 (6) (7) POWERS AND DUTIES OF THE BOARD COUNCIL.-241 (a) The board council shall: 242 1. Serve as a liaison within the cattle and other food 243 industries of the state and elsewhere in matters that would 244 increase efficiencies that ultimately benefit consumers and 245 industry. 246 2. Buy, sell, mortgage, rent, or improve, in any manner 247 that the board considers expedient, real property or personal 248 property, or both. 249 3. Publish and distribute such papers or periodicals as 250 the board of directors considers necessary to encourage and 251 accomplish the purposes of the Florida Cattle Enhancement Board. 252 4.1. Receive and disburse funds, as prescribed elsewhere 253  $\frac{1}{10}$  this act, to be used in administering and implementing this 254 section the act. 255 5.2. Maintain a permanent record of its business 256 proceedings. 257 6.3. Maintain a permanent, detailed record of its 258 financial dealings. 259 7.4. Prepare periodic reports and an annual report of its 260 activities for the fiscal year, for review by the cattle beef Page 10 of 17

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261 industry in this state, and file its annual report with the 262 department.

263 <u>8.5.</u> Prepare, for review by the <u>cattle</u> beef industry in 264 this state, periodic reports and an annual accounting for each 265 fiscal year of all receipts and expenditures <u>to be filed with</u> 266 <u>the department</u>, and <del>shall</del> retain a certified public accountant 267 for this purpose.

268 <u>9.6.</u> Appoint a licensed banking institution to serve as 269 the depository for program funds and to handle disbursements of 270 those funds.

271 7. Maintain frequent communication with officers and
 272 industry representatives at the state and national levels,
 273 including the department.

10.8. Maintain an office in this state.

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(b) The board council may:

1. Conduct or contract for scientific research with any accredited university, college, or similar institution, and enter into other contracts or agreements that will aid in carrying out the purposes of the program, including contracts for the purchase or acquisition of facilities or equipment necessary to carry out the purposes of the program.

282 2. Disseminate reliable information benefiting the 283 consumer and the <u>cattle</u> beef industry on subjects such as, but 284 not limited to, the purchase, identification, care, storage, 285 handling, cookery, preparation, serving, and nutritive value of 286 beef and beef products.

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287 Provide to government bodies, on request, information 3. relating to subjects of concern to the cattle  $\frac{beef}{T}$  industry  $\overline{T}$  and 288 289 may act jointly or in cooperation with the state or Federal 290 Government, and agencies thereof, in the development or 291 administration of programs that the board council considers to 292 be consistent with the objectives of the program. 293 Sue and be sued as a board <del>council</del> without individual 4. 294 liability of the members for acts of the board council when 295 acting within the scope of the powers of this act and in the 296 manner prescribed by the laws of this state. 297 5. Borrow from licensed lending institutions money in 298 amounts that are not cumulatively greater than 50 percent of the 299 board's council's anticipated annual income. 300 6. Maintain a financial reserve for emergency use, the 301 total of which must not exceed 50 percent of the council's 302 anticipated annual income. 303 7. Appoint advisory groups composed of representatives 304 from organizations, institutions, governments, or businesses 305 related to or interested in the welfare of the beef industry and 306 the consuming public. 307 6.8. Employ staff subordinate officers and employees of 308 the council, prescribe their duties, and fix their compensation 309 and terms of employment. 310 7.9. Cooperate with any local, state, regional, or 311 nationwide organization or agency engaged in work or activities consistent with the objectives of the program. 312

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313	8. Fund cattle production and beef research, education,
314	promotion, and consumer and industry information in this state
315	and in the nation.
316	9. Plan, implement, and conduct research, education,
317	promotion, and consumer and industry information programs which
318	are designed to strengthen the market position of the cattle
319	industry in this state and in the nation and to maintain and
320	expand domestic and foreign markets and expand uses for beef and
321	beef products.
322	10. Plan and implement a cattle industry feedback program
323	in this state.
324	11. Coordinate research, education, promotion, and
325	consumer and industry information programs with any national
326	programs or programs of other states.
327	10. Cause any duly authorized agent or representative to
328	enter upon the premises of any market agency, market agent,
329	collection agency, or collection agent and examine or cause to
330	be examined by the authorized agent only books, papers, and
331	records that deal with the payment of the assessment provided
332	for in this act or with the enforcement of this act.
333	<u>12.11.</u> Do all other things necessary to further the intent
334	of this act which are not prohibited by law.
335	(7)(8) ACCEPTANCE OF GRANTS AND GIFTS.—The board council
336	may accept grants, donations, contributions, or gifts from any
337	source if the use of such resources is not restricted in any
338	manner that the <u>board</u> <del>council</del> considers to be inconsistent with
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339 the objectives of the program.

(8)<del>(9)</del> PAYMENTS TO ORGANIZATIONS.-

(a) The <u>board</u> council may pay funds to other organizations
for work or services performed which are consistent with the
objectives of the program.

(b) Before making payments <u>pursuant to</u> described in this subsection, the <u>board</u> council must secure a written agreement that the organization receiving payment will:

347 1. Furnish at least annually, or more frequently on 348 request of the <u>board</u> <del>council</del>, written or printed reports of 349 program activities and reports of financial data that are 350 relative to the <u>board's</u> <del>council's</del> funding of such activities; 351 and

352 2. Agree to have appropriate representatives attend
353 business meetings of the <u>board</u> <del>council</del> as reasonably requested
354 by the chairperson of the board <del>council</del>.

355 (c) The <u>board</u> <del>council</del> may require adequate proof of 356 security bonding on <u>such</u> <del>said</del> funds to any individual, business, 357 or other organization.

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(10) COLLECTION OF MONEYS AT TIME OF MARKETING.-

359 (a) Each collection agent may deduct from the gross
 360 receipts of the producer, at the time of sale, the assessment
 361 imposed by the council.

362 (b) The collection agent shall collect all such moneys and 363 forward them to the council periodically, at least once a month, 364 and The council shall provide appropriate business forms for the

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365 convenience of the collecting agent in executing this duty.
366 (c) The council shall maintain within its financial
367 records a separate accounting of all moneys received under this
368 subsection.

369 (d) The assessment is due and payable upon the sale of 370 cattle in this state. The assessment constitutes a personal debt 371 of the producer who is so assessed or who otherwise owes the 372 assessment. If a producer fails to remit any properly due 373 assessment, the council may bring a civil action against that 374 person in the circuit court of any county for the collection 375 thereof, and may add a penalty in the amount of 10 percent of 376 the assessment owed, the cost of enforcing the collection of the 377 assessment, court costs, and reasonable attorney's fees. The 378 action shall be tried and judgment rendered as in any other 379 cause of action for debts due and payable. All assessments, 380 penalties, and enforcement costs are due and payable to the 381 council.

382 (e) The council may adopt reciprocal agreements with other 383 beef councils or similar organizations relating to moneys 384 collected at Florida collection agents on cattle from other 385 states and to Florida cattle sold at other state markets. 386 (f) The collection agents shall be entitled to deduct 2.5 387 percent of the amount collected to retain as a reasonable 388 collection allowance prior to remitting the funds to the 389 council.

390 (11) REFUNDS.-

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391	(a) A producer who has had moneys deducted from his or her
392	gross sales receipts under this act is entitled to a prompt and
393	full refund on request.
394	(b) The council shall make available to all collection
395	agents business forms permitting request for refund, which forms
396	are to be submitted by the objecting producer within 45 days
397	after the sale transaction takes place.
398	(c) A refund claim must include the claimant's signature,
399	date of sale, place of sale, number of cattle, and amount of
400	assessment deducted, and must have attached thereto proof of the
401	assessment deducted.
402	(d) If the council has reasonable doubt that a refund
403	claim is valid, it may withhold payment and take such action as
404	it considers necessary to determine the validity of the claim.
405	Any dispute arising under this subsection shall be determined as
406	specified in paragraph (10)(d).
407	(e) The council shall take action on refund requests
408	within 30 calendar days following the date of receipt of the
409	request.
410	(f) Only the producer may initiate a request for refund.
411	(12) VOTE ON CONTINUING THE ASSESSMENTUpon the delivery
412	by certified mail to the Florida Beef Council office of
413	petitions from at least 1,800 producers or 10 percent of
414	Florida's producers as determined by the department, whichever
415	is less, and stating "Shall the assessment authorized by the
416	Beef Market Development Act continue?" the council shall, within
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417 90 days, conduct a referendum to determine whether a majority of 418 the producers voting in the referendum support the continuation 419 of the Beef Market Development Act. All signatures must be 420 collected within a 12-month period. A referendum held under this 421 subsection may not be held more than one time in a 3-year 422 period. Qualifications for signature and vote are the same as 423 those required in subsection (6).

424 (9) (13) BYLAWS.-The Florida Cattle Enhancement Board Beef 425 Council shall, within 90 days after the governing board is 426 appointed this act becomes a law, adopt bylaws to carry out the 427 intents and purposes of this section act. The These bylaws may 428 be amended with a 30-day notice to governing board members at 429 any regular or special meeting called for such this purpose. The 430 bylaws must conform to the requirements of this section act but 431 may also address any matter not in conflict with the general 432 laws of this state.

433 (10) (14) REPEAL.—This section is repealed October 1, 2020
 434 2019, unless reviewed and saved from repeal by the Legislature.
 435 Section 2. This act shall take effect July 1, 2015.

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