Regular Session, 2014

HOUSE BILL NO. 878

BY REPRESENTATIVE LEBAS

AGRICULTURE/SOYBEANS: Provides relative to the Louisiana Soybean and Grain Research and Promotion Board

1	AN ACT
2	To amend and reenact R.S. 3:3552, 3553(A) and (B)(1), and 3556(A) and to enact R.S.
3	3:3552.1, relative to the Louisiana Soybean Grain Research and Promotion board;
4	to provide for the appointing authority and membership terms for the board; to
5	provide for the powers and duties of the board; to provide relative to the use of
6	funds; to repeal authority for referenda for the imposition and extension of
7	assessments; and to provide for related matters.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. R.S. 3:3552, 3553(A) and (B)(1), and 3556(A) are hereby amended and
10	reenacted and R.S. 3:3552.1 is hereby enacted to read as follows:
11	§3552. Louisiana Soybean and Grain Research and Promotion Board; creation and
12	organization
13	A. The Louisiana Soybean and Grain Research and Promotion Board is
14	created with its domicile at Baton Rouge, Louisiana.
15	\underline{B} . The board shall be composed of twelve producer members to be
16	appointed by the governor to serve terms concurrent with the governor. Each
17	appointment by the governor shall be commissioner and submitted to the Senate for
18	confirmation.

1	(1) Eight members of the board shall be practical producers of soybeans in
2	the state of Louisiana and four members shall be practical producers of wheat, corn,
3	or grain sorghum.
4	(2) The Louisiana Farm Bureau Federation, Inc., shall submit the names of
5	eight practical soybean producers to the governor <u>commissioner</u> , and he shall appoint
6	five persons from the nominees to serve on the board.
7	(3) The Louisiana Soybean Association shall submit the names of five
8	practical soybean producers to the governor commissioner, and he shall appoint three
9	members from the nominees to serve on the board.
10	(4) The Louisiana Farm Bureau Federation, Inc., shall submit the names of
11	three persons who produce wheat, corn, or grain sorghum to the governor
12	commissioner, and he shall appoint two persons from these nominees to serve on the
13	board.
14	(5) The Louisiana Cotton and Grain Association shall submit the names of
15	three persons who produce wheat, corn, or grain sorghum to the governor
16	commissioner, and he shall appoint two persons from these nominees to serve on the
17	board.
18	(6) Every fourth year the aforenamed organizations shall submit the names
19	of nominees to the governor commissioner, and succeeding boards shall be appointed
20	by the governor commissioner in the same manner, giving equal representation to
21	each organization in the appointment of the eight members who are practical soybean
22	producers.
23	\mathbf{B} . C. The members of the board shall meet and organize immediately after
24	their appointment, and shall elect a chairman, vice chairman and a secretary-treasurer
25	from the membership of the board, whose duties shall be those customarily exercised
26	by such officers or specifically designated by the board. The board may establish
27	rules and regulations for its own government, and the administration of the affairs
28	of the board. The board may disqualify any appointed member for cause, including
29	excessive absences from board meetings. If any board member is so disqualified, the

1	vacancy shall be filled by appointment of the chairman from a list of two names
2	submitted by the nominating authority for the remainder of the term.
3	C. D. The commissioner of agriculture shall serve as an ex officio member
4	of the board.
5	$\overline{\mathbf{D}}$. E. The board shall employ a director and assistant director who shall be
6	appointed by the board, subject to the approval of the commissioner. The director
7	and assistant director shall be in the unclassified service.
8	<u>§3552.1.</u> Powers and duties of the board
9	The board may:
10	(1) Establish rules and regulations for the affairs of the board.
11	(2) Disqualify any appointed member for cause, including excessive
12	absences from board meetings. If any board member is so disqualified, the vacancy
13	shall be filled by appointment of the commissioner from a list of two names
14	submitted by the nominating entity.
15	§3553. Levy of assessment; referendum; collection; enforcement; refund
16	A. There is imposed and levied an assessment at the rate of one cent per
17	bushel on all soybeans grown within the state, this assessment to be deducted from
18	the amount paid the producer at the first point of sale, whether within or without the
19	state. However, the assessment shall not be imposed unless and until the question
20	of its imposition has been submitted to and has been approved by at least a majority
21	of the soybean producers who vote in referendum to be called and held by the board.
22	The soybean producers of the state shall be notified by the board of the results of the
23	referendum. The assessment imposed by this Subsection shall be effective for a
24	period of five crop years. This assessment may be extended for an indefinite period
25	of time, in increments of five years, by ratification and approval of a majority of the
26	Louisiana soybean producers who vote in referenda to be called and held by the
27	board in the manner set forth in this Chapter. In order to be eligible to vote in the
28	referenda, the prospective voter must have produced soybeans in the crop year

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immediately preceding the referendum. Producers voting in referenda shall vote
only in the parish in which the voter resides.

3 B.(1) There is imposed and levied an assessment at the rate of one-half cent 4 per bushel on all wheat, corn, and grain sorghum grown within the state. However, 5 the assessment shall not be imposed unless and until the question of its imposition has been submitted to and has been approved by at least a majority of the wheat, 6 7 corn, and grain sorghum producers who vote in a referendum to be called and held 8 by the board. The wheat, corn, and grain sorghum producers of the state shall be 9 notified of the results of the referendum. The assessment imposed by this Subsection 10 shall be effective for a period of five crop years. This assessment may be extended 11 for an indefinite period of time, in increments of five years, by ratification and 12 approval of a majority of the producers of the commodities subject to the assessment 13 who vote in referenda to be called and held by the board in the manner set forth in 14 this Chapter. In order to be able to vote in the referenda, the prospective voter must 15 have produced at least one of the commodities subject to the assessment in the year 16 preceding the year in which the referendum is held or in the year in which the 17 referendum is held. Producers voting in referenda shall vote only in the parish in which the voter resides. 18

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§3556. Use of funds

21 A. The Louisiana Soybean and Grain Research and Promotion Board shall 22 plan and conduct a program of research and advertising designed to promote the 23 soybean, wheat, corn, and grain sorghum industries in Louisiana. The board is 24 authorized to use the funds derived from any assessment imposed by this Chapter for 25 these purposes, including basic administration expenses of the plan. Use of these 26 funds may be applied, as prescribed in this Section, within or without the state of 27 Louisiana, including regional, national, and international applications. The funds 28 may also be used to defray costs of referenda.

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CODING: Words in struck through type are deletions from existing law; words <u>underscored</u> are additions.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

LeBas

HB No. 878

Abstract: Changes the appointing authority and membership terms for the La. Soybean and Grain Research and Promotion Board, provides for the powers and duties of the board, removes referenda for the imposition and extension of assessments, and clarifies the use of funds.

<u>Present law</u> creates the La. Soybean and Grain Research and Promotion Board to be composed of 12 producer members subject to Senate confirmation as nominated by certain entities and appointed by the governor to serve concurrent terms. Provides for the commissioner of agriculture to serve as an ex officio member. Allows the board to elect officers and employ certain staff members.

<u>Proposed law</u> retains <u>present law</u> but changes the appointing authority <u>from</u> the governor <u>to</u> the commissioner and removes the term of office.

<u>Present law</u> provides for powers and duties of the board to include: (1) establishment of rules and regulations, and (2) ability to disqualify any member for cause or excessive absences.

Proposed law retains present law.

<u>Present law</u> provides for an assessment of 1¢ per bushel on soybeans to be levied and imposed. Further provides that the imposition of such assessment shall be determined by a referendum vote of soybean producers and remain in effect for a 5-crop year period. Allows for the extension of such assessment in 5-year increments upon approval by referendum vote of the producers. Provides for certain producer voting criteria in the parish of residence.

<u>Proposed law</u> retains <u>present law</u> but removes the voting criteria and the referendum vote for imposition and extension of such assessment.

<u>Present law</u> provides for an assessment of $\frac{1}{2}$ ¢ per bushel on wheat, corn, and grain sorghum to be levied and imposed. Further provides that the imposition of such assessment shall be determined by a referendum vote of wheat, corn, and grain sorghum producers and remain in effect for a 5-crop year period. Allows for the extension of such assessment in 5-year increments upon approval by a referendum vote of the producers. Provides for certain producer voting criteria in the parish of residence.

<u>Proposed law</u> retains <u>present law</u> but removes the voting criteria and the referendum vote for imposition and extension of such assessment.

<u>Present law</u> provides for the board to use collected assessments to conduct a program of research and advertising for the promotion of the soybean, wheat, corn, and grain sorghum industries within and outside of La. Further allows use of such funds to defray referenda costs.

<u>Proposed law</u> retains <u>present law</u> but removes the use for such funds to defray referenda costs.

(Amends R.S. 3:3552, 3553(A) and (B)(1), and 3556(A); Adds R.S. 3:3552.1)

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