

SECOND REGULAR SESSION

[P E R F E C T E D]

SENATE BILL NO. 665

98TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR PARSON.

Pre-filed December 1, 2015, and ordered printed.

Read 2nd time January 11, 2016, and referred to the Committee on Agriculture, Food Production and Outdoor Resources.

Reported from the Committee January 28, 2016, with recommendation that the bill do pass and be placed on the Consent Calendar.

Removed from the Consent Calendar February 2, 2016.

Re-reported from the Committee February 14, 2016, with recommendation that the bill do pass.

Taken up for Perfection February 24, 2016. Bill declared Perfected and Ordered Printed.

ADRIANE D. CROUSE, Secretary.

4848S.01P

AN ACT

To repeal section 261.235, RSMo, and to enact in lieu thereof one new section relating to the establishment of a fee structure for sellers electing to use the AgriMissouri trademark associated with Missouri agricultural products.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Section 261.235, RSMo, is repealed and one new section
2 enacted in lieu thereof, to be known as section 261.235, to read as follows:

261.235. 1. There is hereby created in the state treasury for the use of
2 the agriculture business development division of the state department of
3 agriculture a fund to be known as "The AgriMissouri Fund". All moneys received
4 by the state department of agriculture for Missouri agricultural products
5 marketing development from any source, including trademark fees, shall be
6 deposited in the fund. Moneys deposited in the fund shall, upon appropriation
7 by the general assembly to the state department of agriculture, be expended by
8 the agriculture business development division of the state department of
9 agriculture for promotion of Missouri agricultural products under the
10 AgriMissouri program. The unexpended balance in the AgriMissouri fund at the
11 end of the biennium shall not be transferred to the general revenue fund of the
12 state treasury and accordingly shall be exempt from the provisions of section
13 33.080 relating to transfer of funds to the ordinary revenue funds of the state by

EXPLANATION—Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

14 the state treasurer.

15 2. There is hereby created within the department of agriculture the
16 "AgriMissouri Advisory Commission for Marketing Missouri Agricultural
17 Products". The commission shall establish guidelines, and make
18 recommendations to the director of agriculture, for the use of funds appropriated
19 by the general assembly for the agriculture business development division of the
20 department of agriculture, and for all funds collected or appropriated to the
21 AgriMissouri fund created pursuant to subsection 1 of this section. The
22 guidelines shall focus on the promotion of the AgriMissouri trademark associated
23 with Missouri agricultural products that have been approved by the general
24 assembly, and shall advance the following objectives:

25 (1) Increasing the impact and fostering the effectiveness of local efforts
26 to promote Missouri agricultural products;

27 (2) Enabling and encouraging expanded advertising efforts for Missouri
28 agricultural products;

29 (3) Encouraging effective, high-quality advertising projects, innovative
30 marketing strategies, and the coordination of local, regional and statewide
31 marketing efforts;

32 (4) Providing training and technical assistance to cooperative-marketing
33 partners of Missouri agricultural products.

34 3. The commission may establish a fee structure for sellers electing to use
35 the AgriMissouri trademark associated with Missouri agricultural products, **so**
36 **long as the fees established and collected under this subsection do not**
37 **yield revenue greater than the total cost of administering this section**
38 **during the ensuing year.** [Under the fee structure:

39 (1) A seller having gross annual sales greater than two million dollars per
40 fiscal year of Missouri agricultural products which constitute the final product of
41 a series of processes or activities shall remit to the agriculture business
42 development division of the department of agriculture, at such times and in such
43 manner as may be prescribed, a trademark fee of one-half of one percent of the
44 aggregate amount of all of such seller's wholesale sales of products carrying the
45 AgriMissouri trademark; and

46 (2) All sellers having gross annual sales less than or equal to two million
47 dollars per fiscal year of Missouri agricultural products which constitute the final
48 product of a series of processes or activities shall, after three years of selling
49 Missouri agricultural products carrying the AgriMissouri trademark, remit to the

50 agriculture business development division of the department of agriculture, at
51 such times and in such manner as may be prescribed, a trademark fee of one-half
52 of one percent of the aggregate amount of all of such seller's wholesale sales of
53 products carrying the AgriMissouri trademark.] All trademark fees shall be
54 deposited to the credit of the AgriMissouri fund, created pursuant to this section.

55 4. [The agriculture business development division of the department of
56 agriculture is authorized to promulgate rules consistent with the guidelines and
57 fee structure established by the commission. No rule or portion of a rule shall
58 become effective unless it has been promulgated pursuant to the provisions of
59 chapter 536.

60 5.] The commission shall consist of nine members appointed by the
61 governor with the advice and consent of the senate. One member shall be the
62 director of the agriculture business development division of the department of
63 agriculture, or his or her representative. At least one member shall be a
64 specialist in advertising; at least one member shall be a specialist in
65 agribusiness; at least one member shall be a specialist in the retail grocery
66 business; at least one member shall be a specialist in communications; at least
67 one member shall be a specialist in product distribution; at least one member
68 shall be a family farmer with expertise in livestock farming; at least one member
69 shall be a family farmer with expertise in grain farming and at least one member
70 shall be a family farmer with expertise in organic farming. Members shall serve
71 for four-year terms, except in the first appointments three members shall be
72 appointed for terms of four years, three members shall be appointed for terms of
73 three years and three members shall be appointed for terms of two years
74 each. Any member appointed to fill a vacancy of an unexpired term shall be
75 appointed for the remainder of the term of the member causing the vacancy. The
76 governor shall appoint a chairperson of the commission, subject to ratification by
77 the commission.

78 [6.] 5. Commission members shall receive no compensation but shall be
79 reimbursed for actual and necessary expenses incurred in the performance of
80 their official duties on the commission. The division of agriculture business
81 development of the department of agriculture shall provide all necessary staff and
82 support services as required by the commission to hold commission meetings, to
83 maintain records of official acts and to conduct all other business of the
84 commission. The commission shall meet quarterly and at any such time that it
85 deems necessary. Meetings may be called by the chairperson or by a petition

86 signed by a majority of the members of the commission. Ten days' notice shall
87 be given in writing to such members prior to the meeting date. A simple majority
88 of the members of the commission shall be present to constitute a quorum. Proxy
89 voting shall not be permitted.

90 **6. If the commission does establish a fee structure as permitted**
91 **under subsection 3 of this section, the agriculture business**
92 **development division of the department of agriculture shall promulgate**
93 **rules establishing the commission's fee structure. The department of**
94 **agriculture shall also promulgate rules and regulations for the**
95 **implementation of this section. Any rule or portion of a rule, as that**
96 **term is defined in section 536.010 that is created under the authority**
97 **delegated in this section shall become effective only if it complies with**
98 **and is subject to all of the provisions of chapter 536, and, if applicable,**
99 **section 536.028. This section and chapter 536 are nonseverable and if**
100 **any of the powers vested with the general assembly pursuant to chapter**
101 **536, to review, to delay the effective date, or to disapprove and annul**
102 **a rule are subsequently held unconstitutional, then the grant of**
103 **rulemaking authority and any rule proposed or adopted after August**
104 **28, 2016, shall be invalid and void.**

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