Approved:	February 19, 1997
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MINUTES OF THE HOUSE COMMITTEE ON AGRICULTURE.

The meeting was called to order by Chairperson Joann Flower at 9:00 a.m. on February 12, 1997, in Room 423-S of the Capitol.

All members were present except:

Committee staff present: Raney Gilliland, Legislative Research Department

Gordon Self, Revisor of Statutes Kay Scarlett, Committee Secretary

Conferees appearing before the committee:

Chris Wilson, Director of Member Services, Kansas Seed Industry Association Steve Ahring, Immediate Past President, Kansas Seed Industry Association Bob Bunck, Vice President, Kansas Seed Industry Association Doug Wareham, Vice President of Government Affairs, Kansas Grain and Feed Association Bill Fuller, Associate Director, Kansas Farm Bureau Fred Gatlin, Seed Dealer

Others attending: See attached list

Chairperson Flower asked committee members to review the minutes of February 5 and 6. If there are corrections or additions, members are requested to contact the committee secretary by 5:00 p.m. today, otherwise the minutes will stand approved as presented.

Hearing on HB 2245 - Registration of seed cleaners; concerning certified seed varieties.

Chris Wilson, Director of Member Services, Kansas Seed Industry Association, testified in support of <u>HB</u> <u>2245</u> that would amend the Kansas Seed Law in two ways. She explained that the bill would require those in the business of cleaning seed to register, at no fee, with the secretary of the State Department of Agriculture. Secondly, the bill would reflect that the federal Plant Variety Protection Act was amended by adding "as amended, and adopted by rules and regulations of the secretary." (Attachment 1)

Ms. Wilson offered a balloon amendment to HB 2245 that would make two changes (Attachment 1a):

- Since the word "conditioned" is already defined in the law, and cleaner and conditioner are used interchangeably, it is suggested to use "conditioner" to be consistent with the law.
- 2) On page 5, line 18, where the bill refers to PVPA, it is suggested to clarify the language by saying "protected by" instead of "included in." Also for clarification on line 20, it is suggested to add the word "protected" before "variety."

Steve Ahring, agronomist with DeLange Seed and immediate Past President of the Kansas Seed Industry Association, appeared in support of <u>HB 2245</u>. He stated that the seed industry is a highly regulated industry protecting both the consumer and the industry. He said that not only will seed cleaner registration provide the Kansas Department of Agriculture with a valuable database from which they can inform seed conditioners of potentially devastating problems such as Karnal bunt, but also may serve to bring more of those individuals and companies operating outside the rules into the legitimate seed trade in Kansas. (Attachment 2)

Robert Bunck, Bunck Seeds of Everest, Kansas, and Vice President, Kansas Seed Industry Association, spoke in support of **HB 2245**.

Doug Wareham, Vice President of Government Affairs for the Kansas Grain and Feed Association, appeared in support of He said the Kansas Grain and Feed Association supports registration of seed

CONTINUATION SHEET

MINUTES OF THE HOUSE COMMITTEE ON AGRICULTURE, Room 423-S Statehouse, at 9:00 a.m. on February 12, 1997.

cleaners in Kansas to ensure that in any future case where the quality of seed is at question, those individuals or firms in the business of cleaning seed can receive timely information. They also support updating Kansas laws regarding the federal Plant Variety Protection Act as recently amended. (Attachment 3)

Bill Fuller, Associate Director, Kansas Farm Bureau, testified in support of <u>HB 2245</u>. He reported that Kansas Farm Bureau policy clearly supports the seed cleaner registration proposal in this bill. He said that while Kansas Farm Bureau is not asking the State to adopt the 1994 amendments to the federal PVPA, they believe this bill is compatible with past and current policy. They support the general objective of the federal PVPA, respect intellectual property rights, and benefit from a strong plant breeding and seed industry. Kansas Farm Bureau's Seed Law Policy, revised and adopted at their 78th Annual Meeting, is attached to his testimony. (Attachment4)

Fred Gatlin, seed dealer and former member of the Kansas House of Representatives from Atwood, Kansas, appeared in support of HB_2245 and the seed industry in Kansas.

Staff expressed concern with the proposed language in paragraph 8 on page 5 of the bill, but thought a technical amendment would clarify the intent of the bill.

This closed the hearing on HB 2245.

The meeting adjourned at 9:45 a.m. The next meeting is scheduled for February 13, 1997.

HOUSE AGRICULTURE COMMITTEE GUEST LIST

DATE:	2-12-97

NAME	REPRESENTING
Dorg Wareham	KGFA & KFCA
Tom TUNNELL	l(v
Chris Wilson	RSIA
Fred Gallin	KSTA
Manne Miller	KSTA
Steve Ahring	KSIA
Bethet w Bunck	KSIA
January Milever	Trio Resence INC
Doyl Strouts	KS (KOT IMPROVEMENT ASSOC.
Bill Fuller	Kansas Farm Bureau
Kerri Elvery	Kansas Dairy assoc.
Marty Vanier	KS Ag Alliance
Drane Striner	KS Coop Council
Mary Jane Stattelman	K8 Dept of agriculture
JOHN h. FALK	KS DEPT OF MERICULTURE
Mike Beam	KS LUSTK ASSN.
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STATEMENT OF THE

KANSAS SEED INDUSTRY ASSOCIATION TO THE HOUSE AGRICULTURE COMMITTEE REPRESENTATIVE JOANN FLOWER, CHAIR

REGARDING H.B. 2245, AMENDING THE KANSAS SEED LAW FEBRUARY 12, 1997

Madam Chair and Members of the Committee, I am Chris Wilson, Director of Member Services of the Kansas Seed Industry Association (KSIA). KSIA is the professional association of seedsmen in our state. We thank you for introducing H.B. 2245, holding this hearing on it, and providing us with the opportunity to testify in support of it.

This bill amends the Kansas Seed Law in three ways. First, it requires those who are in the business of cleaning seed to register with the Kansas Department of Agriculture (KDA). Secondly, it reflects that the federal seed law, the Plant Variety Protection Act, was amended by adding the words "as amended" where that law is referenced in the Kansas law. Thirdly, it makes other technical changes replacing the "state board of agriculture" with "secretary."

In 1994, Congress amended the Plant Variety Protection Act (PVPA), and we realized that act of Congress would eventually require amending the Kansas Seed Law to show that the PVPA had been amended. KSIA decided if the Kansas law was to be amended, we should do so very carefully and contact all interested to determine if there were other changes which should be made. That is why we did not come to the Legislature with this request in 1995 or 1996. We have gone through an exhaustive review of the law, met extensively with KDA staff, communicated with a wide range of other organizations, and looked at numerous possible amendments.

We whittled those down to what everyone could agree upon and come to you today with two pretty simple changes. On page 5, lines 14-15 of the bill, the words "public law 91-577" are stricken and replaced with "as amended, and adopted by rules and regulations of the secretary." This replaces the reference to the 1970 version of PVPA with the amended version. PVPA was enacted in 1970 to encourage the development of new varieties of crops and to make them

House agriculture Committee February 12, 1997 etterhment 1 available to the public. It also provides protection to those who breed, develop, or discover new varieties. H.B. 2245 provides for accommodation of future versions of PVPA by allowing the secretary to adopt them by rule and regulation, as opposed to having to change the statute as we are now. The language on lines 18-21 establishes a date certain for "as amended" so that KDA won't be in limbo until rules and regulations are adopted.

The second key piece of the bill is to require registration of seed conditioners, as defined on page 4, lines 32-33 of the bill. The need for this was pointed out in 1996, when KDA was addressing the Karnal bunt situation. There is no source of a listing of seed conditioners in the state. We know which of our members condition seed, but our membership would not include the many seed conditioners who do not sell seed. The Kansas Crop Improvement Association (KCIA) has an approved seed conditioner program which probably includes 1/3 of seed cleaners in the state. And Kansas Grain and Feed Association (KGFA) could identify grain warehousemen which offer seed conditioning services. But there are numerous other seed conditioners which would not be KCIA or KGFA members, because they do not produce seed or store grain. We think there may be around 300 total statewide.

Many seed conditioners have portable units and may have been in the Karnal bunt infected areas and subsequently cleaned seed in Kansas. The KDA needed a way to communicate with and inform seed conditioners about Karnal bunt. KDA also needs the capability to communicate with seed conditioners about other aspects of the seed law and other issues which may arise in the future.

The purpose for which this amendment on page 6 of the bill is offered is to develop a data base of seed cleaners/conditioners. It requires them to register with KDA on an every-other-year basis, at no fee. They must also notify KDA if they cease cleaning seed.

This should allow KDA to maintain a database with the least amount of time and effort. KSIA, KCIA, and KGFA are willing to provide lists of their members which condition seed to begin development of that database.

There is some concern about no fee, but we believe that it will encourage more compliance and therefore a more complete database. We also believe having the database will make KDA's job easier in dealing with Karnal bunt and other such situations, allowing the agency to most

efficiently inform seed conditioners, and to identify and contact them as needed in its regulatory activities. If there is a need to go to facilities in activities such as testing for Karnal bunt, they will have the information readily available, rather than spending precious time trying to identify these facilities.

We had thought that, since this bill has been two years in the preparation, we had it pretty well settled. However, a couple of suggestions have arisen since the bill was printed, and we do have a balloon for your consideration. The balloon would make two changes: 1. Since the word "conditioned" is already defined in the law, and cleaner and conditioner are used interchangeably, we suggest using "conditioner" to be consistent with the law. So we suggest changing seed "cleaner" to "conditioner" in the bill. 2. Where the bill refers to PVPA on page 5, line 18, we suggest clarifying the language by saying "protected by" instead of "included in." "Included in" might be confusing since variety names are not stated in the law, but are issued certificates of plant variety protection by USDA. Adding the word "protected" before "variety" on line 20 will also clarify this language.

Madam Chair and Members of the Committee, thank you for your consideration of this legislation. KSIA respectfully requests that you report H.B. 2245 favorably with suggested amendments. I would be glad to respond to any questions.

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HOUSE BILL No. 2245

By Committee on Agriculture

2-6

AN ACT concerning agricultural seeds; relating to the registration of seed cleaners; concerning seed varieties; amending K.S.A. 2-1415, 2-1421 and 2-1421a and repealing the existing sections.

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Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 2-1415 is hereby amended to read as follows: 2-1415. As used in this act:

- (a) "Agricultural seed" means the seed of grass, legume, forage, cereal and fiber crops, or mixtures thereof, but shall not include horticultural seeds.
- (b) "Person" means any individual, member of a partnership, corporation, agents, brokers, company, association or society.
- (c) "Conditioned" means cleaned, or cleaned and blended, to meet the requirements of agricultural seed for the purpose of being planted or seeded.
- (d) "Kind" means one or more related species or subspecies which singly or collectively is known by one common name, and includes, among others, wheat, oat, vetch, sweet clover and alfalfa.
- (e) "Variety" means a subdivision of a kind, which is characterized by growth, yield, plant, fruit, seed or other characteristics by which it can be differentiated from other plants of the same kind.
- (f) "Hard seed" means the seeds which because of hardness or impermeability do not absorb moisture or germinate under seed testing procedure.
- (g) "Label" means the statements written, printed, stenciled or otherwise displayed upon, or attached to, the container of agricultural seed, and includes other written, printed, stenciled or graphic representations, in any form whatsoever, pertaining to any agricultural seed, whether in bulk or in containers, and includes declarations and affidavits.
 - (h) "Secretary" means the secretary of the state board of agriculture.
- (i) "Weed seed" means the seeds of plants considered weeds in this state and includes noxious weed seed and restricted weed seed, determined by methods established by rule and regulation under this act.
- (j) "Noxious weed seed" means the seed of Kudzu (Pueraria lobata), field bindweed (Convolvulus arvensis), Russian knapweed (Centaurea re-

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- pens), hoary cress (Cardaria draba), Canada thistle (Cirsium arvense), leafy spurge (Euphorbia esula), quackgrass (Agropyron repens), bur ragweed (Ambrosia grayii), pignut (Indian rushpea) (Hoffmannseggia densiflora), Texas blueweed (Helianthus ciliaris), Johnson grass (Sorghum halepense), sorghum almum, and any plant the seed of which cannot be distinguished from Johnson grass, and musk (nodding) thistle (Carduus nutans L.).
- (k) "Restricted weed seed" means weed seeds or bulblets which shall not be present in agricultural seed at a rate per pound in excess of the number shown following the name of each weed seed: Silverleaf nightshade (Solanum elaeagnifolium) 45, horsenettle, bullnettle (Solanum carolinense) 45, dock (Rumex spp.) 45, oxeye daisy (Chrysanthemum leucanthemum) 45, perennial sowthistle (Sonchum arvensis) 45, giant foxtail (Setaria faberi) 45, cheat (Bromus secalinus) 45, hairy chess (Bromus commutatus) 45, buckthorn plantain (Plantago lanceolata) 45, wild onion or garlic (Allium spp.) 18, charlock (Sinapsis arvensis) 18, wild mustards (Brassica spp.) 18, treacle (Erysimum spp.) 18, wild carrot (Daucus carota) 18, morning glory and purple moonflower (Ipomoea spp.) 18, hedge bindweed (Calystegia spp., syn. Convolvulus sepium) 18, dodder (Cuscuta spp.) 18, except lespedeza seed which may contain 45 dodder per pound, pennycress, fanweed (Thlaspi arvense) 18, wild oats (Avena fatua) 9, climbing milkweed, sandvine (Cynanchum laeve, syn. Gonolobus laevis) 9, jointed goatgrass (Aegilops cylindrica) 9, black nightshade complex (Solanum ptycanthum, S. americanum, S. sarrachoides, S. nigrum, and S. interius) 9, wild buckwheat, black bindweed (Polygonum convolvulus) 9, velvetleaf, butterprint (Abutilon theophrasti) 9, and cocklebur (Xanthium spp.) 9. The total number of the restricted weed seed shall not exceed 90 per pound except native grass, smooth bromegrass, tall fescue, wheatgrasses and lespedeza shall not exceed 150 per pound. In smooth bromegrass, fescues, orchard grass, wheatgrasses, and chaffy range grasses, hairy chess or cheat shall not exceed 2,500 per pound. For the purposes of this section the following weedy Bromus spp. shall be considered as common weeds and collectively referred to as "chess": Japanese chess (Bromus japonicus), soft chess (Bromus mollis) and field chess (Bromus arvensis).
- (l) "Advertisement" means all representations, other than those on the label, disseminated in any manner, or by any means, relating to agricultural seed.
- (m) "Record" means all information relating to any shipment of agricultural seed and includes a file sample of each lot of such seed.
- (n) "Stop sale order" means an administrative order, authorized by law, restraining the sale, use, disposition and movement of a definite amount of agricultural seed.

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- (o) "Seizure" means a legal process, issued by court order, against a definite amount of agricultural seed.
- (p) "Lot" means a definite quantity of agricultural seed, identified by a lot number or other mark, every portion or bag of which is uniform, within recognized tolerances for the factors which appear in the labeling.
- (q) "Germination" means the percentage of seeds capable of producing normal seedlings under ordinarily favorable conditions, in accordance with the methods established by rule and regulation under this act.
- (r) "Pure seed" means the kind of seed declared on the label, exclusive of inert matter, other agricultural or other crop seeds and weed seeds.
- (s) "Inert matter" means all matter not seeds, and as otherwise determined by rules and regulations under this act.
- (t) "Other agricultural seeds or other crop seeds" means seeds of agricultural seeds other than those included in the percentage or percentages of kind or variety and includes collectively all kinds and varieties not named on the label.
- (u) "Hybrid" means the first generation seed of a cross produced by controlling the pollination and by combining (1) two or more inbred lines, (2) one inbred or a single cross with an open pollinated variety, or (3) two varieties or species, other than open pollinated varieties of corn (Zea mays). Hybrid shall not include the second generation or subsequent generations from such crosses. Hybrid designations shall be treated as variety names. Controlling the pollination means to use a method of hybridization which will produce pure seed which is 75% or more hybrid.
- (v) "Type" means a group of varieties so nearly similar that the individual varieties cannot be clearly differentiated except under special conditions.
- (w) "Treated" means that the seed has received an application of a substance or process which is designed to reduce, control or repel certain disease organisms, insects or other pests attacking such seeds or seedlings growing therefrom and includes an application of a substance or process designed to increase seedling vigor.
- (x) "Tested seed" means that a representative sample of the lot of agricultural seed in question has been subjected to examination and its character as to purity and germination has been determined.
- (y) "Native grass seed" means the seeds of aboriginal or native prairie grasses.
- (z) "Chaffy range grasses" shall include Bluestems, Gramas, Yellow Indian grass, wild rye grasses, buffalo grass and prairie cord grass.
- (aa) "Certified seed" means any class of pedigreed seed or plant parts for which a certificate of inspection has been issued by an official seed certifying agency.
 - (bb) "Certifying agency" means: (1) an agency which is authorized

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under the laws of a state, territory or possession to officially certify seed and which has standards and procedures approved by the secretary of agriculture of the United States department of agriculture to assure the genetic purity and identity of the seed certified; or (2) an agency of a foreign country which is determined by the secretary of agriculture of the United States department of agriculture to be an agency which adheres to procedures and standards for seed certification comparable to those adhered to generally by seed certifying agencies under clause (1) of this subsection.

(cc) "Blend" means two or more varieties of the same kind each in

- (cc) "Blend" means two or more varieties of the same kind each in excess of 5% of the whole.
- (dd) "Mixture" means a combination of seed consisting of more than one kind each in excess of 5% of the whole.
- (ee) "Brand" means a term or mark that is proprietary in nature whether or not it is a registered or copyrighted term or mark.
- (ff) "Commercial means" shall include all forms of advertising for which a person must pay another for the dissemination or distribution of the advertisement.
- (gg) "Horticultural seeds" means those seeds generally classified as vegetable, fruit, flowers, tree and shrub and grown in gardens or on truck farms.
- (hh) "Grower of agricultural seed" means an individual whose primary occupation is farming and offers, exposes or sells agricultural seed of such individual's own growing without the use of a common carrier or a third party as an agent or broker. Seed shall be in compliance with noxious and restricted weed seed requirements and may advertise if the advertisement specifically states variety, bin run and if tested.
- (ii) "Wholesaler" means any person who is in the business selling agricultural seed at wholesale to any person other than the end user.
- (jj) "Retailer" means any person who sells agricultural seed to the end user.
- (kk) "Seed cleaner" means any person who is in the business of cleaning seed for a fee or compensation.
- Sec. 2. K.S.A. 2-1421 is hereby amended to read as follows: 2-1421.

 (a) It is unlawful for any person to sell, offer for sale, expose for sale or advertise by commercial means any agricultural seed for seeding purposes: (1) Unless a test has been made to determine the percentage of germination and it shall have been completed within a nine-month period (exclusive of the calendar month in which the test was completed) immediately prior to sale, exposure for sale or offering for sale;
 - (2) which is not labeled in accordance with the provisions of this act;
- (3) which has a false, misleading or incomplete label;
- (4) which contains noxious weed seeds;

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(5) which contains restricted weed seeds in excess of the quantity prescribed by subsection (k) of K.S.A. 2-1415, and amendments thereto;

(6) which contains more than 1% of weed seeds by weight, except smooth bromegrass, fescues, orchard grass, wheatgrasses, and lespedeza which contain more than 2% weed seed by weight and chaffy range grasses which contain more than 4% by weight;

if any label, advertisement or other media represents such agricultural seed to be certified or registered, unless: (A) Such certification or registration has been determined by an official seed certifying agency; and (B) such seed bears an official label issued for such seed by such

agency stating that the seed is certified or registered;

(8) by variety name not certified by an official seed certifying agency when it is a variety for which a certificate of plant variety protection has been issued under public law 91-577, the plant variety protection act, as amended, and adopted by rules and regulations of the secretary, specifying sale only as a class of certified seed, except that seed from a certified lot may be labeled as to variety name when used in a mixture by, or with the approval of, the owner of the variety. Any variety included in the plant variety protection act, as amended and in effect on July 1, 1997, shall continue to be a variety included in this paragraph until amended, modified or repealed by the secretary;

(9) without having registered with the secretary as required by K.S.A.

2-1421a, and amendments thereto.

It is unlawful for any person:

(1) To alter or deface any label so that the information is false or misleading or to mutilate any label;

to disseminate any false or misleading advertisements concerning agricultural seed;

(3) to issue any statement, invoice or declaration as to the variety of any agricultural seed which is false or misleading;

(4) to hinder or obstruct the secretary or an authorized representative of the secretary in the performance of official duties;

to fail to comply with a stop sale order, or to move or otherwise handle or dispose of any quantity of seed held under a stop sale order, or a stop sale tag attached thereto, except with express permission of the enforcing officer in writing and except for the purpose specified therein;

(6) to use the word "trace" as a substitute for any statement which is required:

to use the word "type" in any labeling in connection with the name of any agricultural seed variety.

(c) Except as provided in subsection (a)(8), it shall not be a violation this act for the grower of agricultural seed to: (1) Sell, offer or expose for sale for planting or seeding purposes agricultural seed which has not

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been tested and labeled when the agricultural seed:

- (A) Has been grown on the grower's premises;
- (B) is free from noxious weed seed; and
- (C) does not contain any restricted weed seed in excess of the quantity prescribed by subsection (k) of K.S.A. 2-1415, and amendments thereto. Agricultural seed sold pursuant to this exemption shall not be advertised by commercial means unless such advertisement specifically states such agricultural seed is bin run or whether such seed has been tested.
- Sec. 3. K.S.A. 2-1421a is hereby amended to read as follows: 2-1421a. (a) (1) Each wholesaler shall register with the secretary and shall pay a registration fee not to exceed \$300. The current wholesale registration fee is hereby set at \$175 and shall remain at that amount until changed by rules and regulations of the state board of agriculture secretary.
- (2) Each retailer shall register with the secretary and shall pay a registration fee not to exceed \$30. The current retailer registration fee is hereby set at \$10 and shall remain at that amount until changed by rules and regulations of the state board of agriculture secretary.
- (3) Registration shall be required for each place of business at which agricultural seed is sold, offered or exposed for sale by the wholesaler or retailer.
- (4) An individual who conducts a wholesaler and retailer business at the same location shall be required to register as both a wholesaler and retailer.
- (b) Application for registration shall be made on a form provided by the secretary. Each registration for a wholesaler or retailer shall expire on August 31 following the date of issuance unless such registration is renewed annually.
- (c) Each seed cleaner shall register with the secretary. Such seed cleaner registration shall require no registration fee and shall be a biennial registration. Any seed cleaner who is ceasing to do business as a seed cleaner shall notify the department of agriculture within 30 days of ceasing to do business.
- (d) As used in this section, "agricultural seed" shall include grain when sold as such, or when sold according to grain standards and the seller knows, or has reason to know, that the grain is to be used for seeding or planting purposes.
- (d) (e) The state board of agriculture secretary shall remit all moneys received under this section to the state treasurer at least monthly. Upon receipt of any such remittance, the state treasurer shall deposit the entire amount thereof in the agricultural seed fee fund which is hereby created. All expenditures from such fund shall be made in accordance with ap-

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propriation acts upon warrants of the director of accounts and report
issued pursuant to vouchers approved by the secretary of the state boar
of agriculture or a person or persons designated by the secretary.

(e) (f) All moneys credited to the agricultural seed fee fund shall be

expended for any purpose consistent with the Kansas seed law.

(f) (g) The state board of agriculture secretary may adopt rules and regulations necessary to administer the provisions of this act.

(g) (h) This section shall be part of and supplemental to the Kansas seed law, K.S.A. 2-1415 et seq., and amendments thereto.

Sec. 4. K.S.A. 2-1415, 2-1421 and 2-1421a are hereby repealed.

Sec. 5. This act shall take effect and be in force from and after its publication in the statute book.

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Kansas Seed Law House Bill #2245

Good morning, I'm Steve Ahring, agronomist with DeLange Seed and immediate Past President of the Kansas Seed Industry Association.

As Chris has done an excellent job of explaining the changes proposed in this amendment, I will focus my comments upon the philosophy or logic inherent in these changes.

The seed trade is a highly regulated industry. There is the Federal Seed Act, the Plant Variety Protection Act, the Kansas Seed Law, seed laws in other states, OSHA and EPA rules and regulations, all of which have jurisdiction over our businesses. And this is as it should be, after all, what is a seed law if not a form of consumer protection? These laws and regulations are in place to insure that seed sold conforms to lawful labeling requirements. These laws and regulations insure that seed is conditioned in a professional manner, in a workplace that is as safe and hazard free as possible for workers within our industry. These laws and regulations insure that chemicals and waste materials utilized and generated by our industry are handled properly in an environmentally sound manner. These laws and regulations also provide a measure of incentive for the continued development of new, improved cultivars.

The Plant Variety Protection Act protects the owner of a new cultivar in much the same way that copyright laws protect the author of a novel, or the author of computer software from piracy. This protection does not guarantee a profit, it only provides the opportunity to profit. This incentive, the opportunity to profit, insures that farmers will continue to receive higher yielding crop cultivars and remain competitive in what has become a global market place. It also provides the mechanism whereby the American consumer will continue to enjoy the most plentiful, economical, and safest food supply in the world.

House Agriculture Committee February 12, 1997 Attachment 2 It has been estimated that it takes one million dollars to bring a single wheat variety from the initial cross to the point of general release to Kansas farmers utilizing traditional breeding methods. When talking about genetically modified crop seeds the research investment may be twenty to thirty times as great as traditional breeding. "BioTech" products that offer resistance to insects and disease or herbicide tolerance will have to be registered as pesticides, further increasing the cost of research and development. Is it too much to ask that the companies risking this type of investment be allowed the opportunity to profit?

There are, and always have been, individuals and companies who operate on the fringe of our industry, who ignore the law, acknowledge no regulation, and follow no rule. It wasn't that long ago that representatives of the Kansas seed industry stood before this committee and offered strong testimony in support of fee registration of all Kansas seed dealers. Not only does registration generate revenue to fund control activities of the Department of Agriculture, it also helps identify and locate those people on the fringe. It allows us to inform them of these laws and regulations and to educate them as to the intent and purpose. Likewise, seed cleaner registration will not only provide the Department with a valuable database from which they can inform seed conditioners of potentially devastating problems such as Karnel bunt, but also may serve to bring more of those individuals and companies operating outside the rules into the legitimate seed trade here in Kansas.

The Kansas seed industry is not a closed society. Anyone who wishes to sell seed in Kansas is welcome. We only ask that they employ ethical business practices and obey the rules and laws of the land.

Thank you for your attention and courtesy.

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FEED

A S S STATEMENT OF THE
KANSAS GRAIN & FEED ASSOCIATION
TO THE
HOUSE AGRICULTURE COMMITTEE
REPRESENTATIVE JOANN FLOWER,
CHAIR
REGARDING H.B. 2245
FEBRUARY 12, 1997

KGFA, promoting a viable business climate through sound public policy for a century.

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The Kansas Grain and Feed Association
..... a voluntary state organization founded in 1896 providing governmental representation, educational opportunities and a wide variety of professional services to the vast and indispensable grain and feed industry. The 1150 member firms of the KGFA include country elevators, terminal elevators, flour mills, feed manufacturers, grain merchandisers and allied industries.

Madam Chair and members of the Committee, I am Doug Wareham, Vice President of Government Affairs for the Kansas Grain and Feed Association (KGFA). We appreciate the opportunity to appear today in support of H.B. 2245.

KGFA is a voluntary state organization founded in 1896 to provide government representation, educational opportunities and a wide variety of other services to the state's vast and indispensable grain and feed marketing system. The 1150 member firms of KGFA include both independent and cooperative country elevators, terminal elevators, flour mills, feed manufacturers, grain merchandisers and allied industries.

The Kansas Grain and Feed Association believes H.B. 2245 addresses two very important issues. First, by requiring the registration of seed cleaners in Kansas, H.B. 2245 ensures that in any future case where the quality of Kansas seed is at question, those individuals or firms in the business of cleaning seed can receive timely information of any possible malady. This will help ensure seed provided to Kansas producers is free of any limiting factor.

KGFA also supports H.B. 2245 language updating Kansas regulations regarding the Plant Variety Protection Act as recently amended. KGFA firmly believes businesses which invest large amounts of moneys in research and development of new plant varieties should be afforded the opportunity to protect their product and recover their costs through the free market system.

Thank you for this opportunity to appear in support of H.B. 2245. I would be happy to answer any questions you may have.



PUBLIC POLICY STATEMENT

HOUSE COMMITTEE ON AGRICULTURE

RE: HB 2245 - Amendments to the Kansas Seed Law

February 12, 1997 Topeka, Kansas

Presented by:
Bill R. Fuller, Associate Director
Public Affairs Division
Kansas Farm Bureau

Representative Flower and members of the House Committee on Agriculture, I am Bill Fuller, Associate Director of the Public Affairs Division for Kansas Farm Bureau.

We certainly appreciate this opportunity to present the views of the farmers and ranchers who are members of the 105 county Farm Bureaus in Kansas. Seed Law Policy revised and adopted by the more than 435 Voting Delegates at the 78th Annual Meeting of Kansas Farm Bureau is attached to this statement.

HB 2245 proposes two changes to the Kansas Seed Law. The first concerns seed cleaners and the other is an update to include recent amendments to the federal Plant Variety Protection Act.

Attachment 4

HB 2245 on page 4, line 32 defines "Seed cleaner" as any person who is in the business of cleaning seed for a fee or compensation. Lines 30 to 34 on page 6 requires biennial registration of seed cleaners with the Secretary of Agriculture. No fee is proposed.

The intent is to be able to identify and provide information to seed cleaners whenever grain fungus or disease outbreaks occur. The most serious recent problem was with Karnal Bunt. It is extremely important to know whenever seed cleaners come into Kansas from any state where this dreaded condition exists.

Kansas Farm Bureau policy clearly supports the seed cleaner registration proposal in HB 2245.

The current Kansas Seed Law references and requires compliance with the provisions of the federal Plant Variety Protection Act. HB 2245 authorizes the Secretary of the Kansas Department of Agriculture to adopt by rules and regulations the 1994 amendments to the federal PVPA.

The federal PVPA protects the intellectual property rights and gives the plant breeder the opportunity for financial gain when developing a new variety. The federal law does permit farmers to save and plant seed they raise for use on their own farm. The adoption of the 1994 amendments to the PVPA proposed in HB 2245 does not change this.

We continue to believe farmers should have the opportunity for occasional, private treaty sales of small quantities of seed. While we recognize the federal act limits activity to only non-protected varieties, we believe the activity by seed companies and state regulators has been adequate and prudent and should not be significantly different in the future.

While Kansas Farm Bureau is not calling for the State to adopt the 1994 amendments to the federal PVPA, we believe HB 2245 is compatible with past and current policy. We have supported the general objective of the federal PVPA, respect intellectual property rights and benefit from a strong plant breeding and seed industry.

Thank you for considering the views of the Farm Bureau farm and ranch members on this important public policy issue. Seed Law AG-18

The Kansas Seed Law protects both the buyer and seller of seed. We believe the Kansas Seed Law should continue to allow occasional, private treaty sales between farmers of varieties not covered by the federal Plant Variety Protection Act. We support the existing provisions in state law that exempt farmer-to-farmer sales from testing and labeling.

The prohibition on the sale of seed containing any noxious weed seed or restricted weed seed exceeding statutory tolerances should be strictly enforced.

Because of our concern about the possible spread of Karnal bunt, TCK or any other grain fungus or disease, we support creation of a program within the Kansas Department of Agriculture relating to seed cleaners, custom harvesting and grain transportation equipment.