Approved: Os distributed
Date 3-28-02

MINUTES OF THE SENATE AGRICULTURE COMMITTEE.

The meeting was called to order by Chairperson Derek Schmidt at 8:30 a.m. on March 27, 2002 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

Betty Bomar, Secretary

Conferees appearing before the committee:

Randy Allen, Executive Director, Kansas Association of Counties

Others attending:

See attached list:

HB 2602 - - County discount program to control noxious weeds

Senator Umbarger distributed a "balloon" which amended <u>HB 2602</u> by restoring current permissive language relating to establishment of a program to provide chemical materials used in the control and eradication of noxious weeds to landowners through chemical dealers on a discount basis. The proposed amendment further provides a petition provision and provides for a period of time in which to establish such a program if it is the will of the people. Randy Allen, Executive Director, Kansas Association of Counties, stated the time requirement of "within eighteen months" is to allow adequate time within the county budgeting process to establish a certificate discount program.

Senator Umbarger moved, seconded by Senator Downey that HB 2602 be amended as outlined in the "balloon" (Attachment 1). The voice vote was in favor of the motion

<u>Senator Umbarger moved, seconded by Senator Downey that HB 2602 be recommended favorably for passage as amended.</u> The voice vote was in favor of the motion.

<u>SB 438 - - Powers, duties and responsibilities of secretary of agriculture related to fees and penalties.</u>

Senator Taddiken offered an amendment containing the same amendments offered by Senator Umbarger on March 26, but adds a "sunset" provisions. The Committee discussed the lack of funding for the Agriculture Department through the general fund and stated its concerns of relying on fees paid by the agriculture segment of our citizens, particularly during the present agriculture economy.

Senator Taddiken moved, seconded by Senator Umbarger, that SB 438 be amended as reflected in the "balloon" (Attachment 2) and further by inserting the following: "New Section 1. The provisions of this act which serve to establish fees, or which amend or increase fees in existence at the time of the enactment of this act, shall be rescinded and sunset July 1, 2005. Upon sunset the fees in existence at the time of enactment shall revert to the prior level and those established by this act shall cease." The motion passed with a vote of "yes - 4; no - 4", the Chair voting in the affirmative.

Senator Umbarger moved, seconded by Senator Taddiken, the SB 438 be recommended favorably for passage as amended. The vote by a show of hands was "yes - 4; no - 4", the Chair voting in the affirmative. The motion passed. Senators Huelskamp, Tyson and Downey asked to be recorded as voting "no".

SCR 1615 - - Urging Congress to enact country of origin labeling

Mr. Harold Walker submitted written testimony in support of <u>SCR 1615</u>, and submitted additional language to be included in the resolution. (<u>Attachment 3</u>)

Senator Huelskamp moved, seconded by Senator Tyson, that SCR 1615 be amended on Line

CONTINUATION SHEET

17 by striking the word "may" and inserting in lieu thereof the word "shall"; on Line 38 by striking the word "county" and inserting the word "country"; and on line 40 by striking the word "President" and inserting the words "Majority Leader". The voice vote was in support of the motion.

Senator Huelskamp moved, seconded by Senator Tyson, that SCR 1615 as amended be recommended favorably for adoption. The voice vote was in favor of the motion.

<u>Upon motion of Senator Downey, seconded by Senator Tyson, the Minutes of March 12 and March 13, were unanimously approved.</u>

The meeting adjourned at 9:15 a.m.

No further meetings are scheduled.

SENATE AGRICULTURE COMMITTEE GUEST LIST

DATE: March 27, 2002

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HOUSE BILL No. 2602

By Committee on Agriculture

5-2

AN ACT concerning agriculture; relating to noxious weeds; county discount program; amending K.S.A. 2-1333 and repealing the existing

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

Section 1. K.S.A. 2-1333 is hereby amended to read as follows: 2-1333. (a) The board of county commissioners may adopt a resolution to shall authorize the establishment of a program to provide chemical materials used in the control and eradication of noxious weeds to landowners through chemical dealers on a discount basis.

- (b) If such program is authorized, Except as provided in subsection (t), the county weed supervisor shall issue discount certificates, prior to the chemicals being purchased from the chemical dealers, to the landowners. Such certificate shall be taken to a chemical dealer and be presented for the purchase of the chemical material. The chemical dealer shall issue an invoice showing the credit amount of the discount certificate. The dealer shall send the certificate and a copy of the invoice to the county weed supervisor. The certificates and invoices shall be turned over to the board of county commissioners, and no more than the stated amount on the certificate shall be reimbursed to the chemical dealers. The discount certificates shall be paid from the noxious weed fund.
- (c) If such program is authorized, Except as provided in subsection (d), on January 1 of each year, the board of county commissioners shall determine the amount of money that may be used from the noxious weed fund to provide for the control and eradication of noxious weeds on privately owned land. The board shall state the dollar amount the county shall pay per unit for the purchase of chemical materials used on privately owned lands. Whenever official methods of eradication, adopted by the state board of agriculture, are not followed in applying the chemical materials, the board of county commissioners may refuse to pay the discount certificate and the total cost shall be paid by the private landowner.
- (d) A-board-of-county-commissioners-may-adopt-a-resolution-to-eliminate-the-program-to-provide-chemical-materials used in the control and eradication-of-noxious-weeds-to-landowners-through-chemical-dealers-ona-discount-basis-as provided-in-this-section.

may adopt a resolution to

If such program is authorized,

If such program is authorized,

Senate Agriculture Committee Date March 27, 2002

2602 ســـ (d) 1 (e) (1) If a board of county commissioners adopts a resolution to elimdoes not issue discount certificates 2 inate the program as provided in subsection (d), a petition to submit a 3 proposition calling for an election to reinstate the program to provide (b) 4 chemical materials used in the control and eradication of noxious weeds establish 5 to landowners through chemical dealers on a discount basis may be filed with the county election officer. Such petition shall be signed by qualified 6 7 voters of the county equal in number to not less than 5% of the voters of 8 the county who voted for the office of secretary of state at the last pre-9 ceding general election at which such officer was elected. 10 (2) Upon the submission of a valid petition calling for an election pursuant to this subsection, the county election officer shall submit the 11 established 12 question of whether the program as provided in this section shall be re-13 instated in such county at the next state or county-wide regular or special election which occurs more than 60 days after the petition is filed with 14 15 the county election officer. 16 (3) If a majority of the votes cast and counted are in opposition to establishing 17 reinstating the program as provided in this section in such county, the 18 county election officer shall transmit a copy of the result to the secretary 19 of state who shall publish in the Kansas register the result of such election established 20 and the program as provided in this section shall not be feinstated in such 21 county. 22 (4) If a majority of the votes cast and counted are in favor of the 23 proposition, the county election officer shall transmit a copy of the results 24 to the secretary of state who shall publish in the Kansas register the result established 25 of such election and that the program as provided in this section shall be 26 -reinstated in such county.within eighteen months. 27 (5) The election provided for by this section shall be conducted, and 28 the votes counted and canvassed, in the manner provided by law for 29 question submitted elections of the county, except that the county election 30 officer shall publish in the official county newspaper a notice of such 31 election once each week for two consecutive weeks, the first publication 32 to be not less than 21 days before the election, and such notice shall state 33 the date and time of the election and the proposition that will appear on 34 the ballot. Sec. 2. 35 K.S.A. 2-1333 is hereby repealed. 36 This act shall take effect and be in force from and after its

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publication in the statute book.

SENATE BILL No. 438

By Committee on Agriculture

1-24

AN ACT concerning agriculture; relating to powers, duties and responsibilities of secretary of agriculture; fees and penalties; amending K.S.A. 2-1205, 2-2204, 2-2440, 2-2440b, 2-2441a, 2-2443a, 2-2445a, 2-2805, 2-2806, 2-2905, 2-2906, 2-3304, 2-3306, 2-3318, 65-6a34, 82a-727, 82a-732, 83-201 and 83-205 and K.S.A. 2001 Supp. 65-6a18, 65-771, 65-775, 65-778, 65-781, 65-782, 65-789, 82a-708a, 82a-708b, 82a-714, 83-302 and 83-402 and repealing the existing sections.

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

Section 1: K.S.A. 2-1205 is hereby amended to read as follows: 2-1205. An inspection fee shall be collected upon all commercial fertilizers sold, offered or exposed for sale, or distributed in Kansas, which shall be at a rate per ton of 2,000 pounds fixed by rules and regulations adopted by the secretary of agriculture, except that such rate shall not exceed \$1.67 per ton of 2,000 pounds. The secretary of agriculture may adopt rules and regulations establishing the inspection fee rate under this section. Each person registering any commercial fertilizer shall pay the inspection fee on such commercial fertilizer sold, offered or exposed for sale, or distributed in Kansas, and. Each such person shall keep adequate records showing the tonnage of each commercial fertilizer shipped to or sold, offered or exposed for sale, or distributed in Kansas, and. The secretary, and duly authorized representatives of the secretary, shall have authority to examine such records and other pertinent records necessary to verify the statement of tonnage.

Each person registering any commercial fertilizer shall file an affidavit semiannually, with the secretary, within 30 days after each January 1 and each July 1, showing the tonnage of commercial fertilizer sold or distributed in Kansas for the preceding six-month period, and. Each such person shall pay to the secretary the inspection fee due thereon for such sixmonth period, except that the registrant shall not be required to pay the inspection fee or report the tonnage of commercial fertilizers or fertilizer materials sold and shipped directly to fertilizer manufacturers or mixers; but The fertilizer manufacturers or mixers shall keep adequate records of the commercial fertilizers sold or distributed in this state, and report to the secretary the tonnage thereof and pay the inspection fee due

New Section 1. The provisions of the serve to establish fees, or which am serve to establish fees, or which am serve to establish fees, or which am summer act that increase fees in existence at the time of enactment of this act, shall be rescinded and sunset July 1, 2005. Upon sunset, the fees in existence at the time of enactment shall revert to the prior level and those established by this act shall cease.

Section 2.

Renumber remaining sections as appropriate.

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cation submitted for a temporary permit or extension thereof shall be accompanied by an application fee of \$100 \$200.

(b) The chief engineer shall adopt rules and regulations to effectuate and administer the provisions of this section.

(c) Nothing in this section shall be deemed to vest in the holder of any permit granted pursuant to provisions of this section any permanent right to appropriate water except as is provided by such permit.

(d) All fees collected by the chief engineer pursuant to this section 8 9 shall be remitted to the state treasurer as provided in K.S.A. 82a-731 and amendments thereto.

10

Sec. 27. K.S.A. 82a-732 is hereby amended to read as follows: 82a-732. 11

(a) The owner of a water right or permit to appropriate water for 12 13

beneficial use, except for domestic use, shall file an annual water use

report on a form prescribed by the chief engineer of the division of water 14

15 resources of the state board department of agriculture and submit an

administration fee | of \$20 per water right or permit to appropriate water 16 17

on or before March 1 following the end of the previous calendar year. 18 The report shall completely and accurately set forth such water use in-formation

19 as requested by the chief engineer.

20 (b) Any person failing to file a complete, accurate and timely water 21 use report or other documents or to submit the administration fee re-quired 22

under the provisions of subsection (a) shall be subject to a civil 23

penalty in an amount not to exceed \$250. The chief engineer upon a

24 finding that the owner of a water right or permit to appropriate water for 25

beneficial use has failed to file such a complete, accurate and timely report 26

or to submit the administration fee may impose a civil penalty as provided 27 in this section. Any person filing a document knowing it to contain any

28 false information as to a material matter shall be guilty of a class C mis-

29 demeanor.

30 (c) All fines collected by the chief engineer pursuant to this subsection

31 shall be remitted to the state treasurer as provided in K.S.A. 82a-731, 32

and amendments thereto.

33 Sec. 28. K.S.A. 83-201 is hereby amended to read as follows: 83-201. 34

As used in article 2 of chapter 83 of the Kansas Statutes Annotated and

35 K.S.A. 83-502, and amendments thereto:

36 (a) "Weights and measures" means all commercial weights or meas-ures 37

of every kind, instruments and devices for weighing and measuring,

38 and any appliance and accessories associated with any or all such instru-ments 39 and devices and any point-of-sale system.

(b) "Weight" as used in connection with any commodity means net 40

weight, except if the label declares that the product is sold by drained 41 42 weight, the term means net drained weight.

43 (c) "Correct" as used in connection with weights and measures means as established herein, for each

The fee shall be based upon the authorized quantity for each water right file number as follows:

| Bre rac maniber | as loudws: |
|------------------------------|---------------------------|
| Authorized quantity | Annual Administration Fee |
| 0-100 acre feet | \$10 |
| 101-320 acre feet | \$15 |
| 321-1,000 acre feet | \$20 |
| 1,000-5,000 acre feet | \$30 |
| over 5,000 acre feet | \$200 \$200 |
| W. 10.10 Schrod (100000 1000 | \$200 |
| | |

\$25/facility

SB 438 37 (E) large scales per facility - 2-3.....\$115/facility; (F) large scales per facility - 4 or more\$170/facility; \$50/facility (G) scanning devices or point of sale system - 1-3......\$30/facility; \$75/facility (H) scanning devices or point of sale systems - 4 or more \$60/facility; or (I) metering device\$25/facility; (7) The secretary shall remit all moneys received under this section (J) Facility Fee Cap (any combination)\$120/facility to the state treasurer in accordance with the provisions of K.S.A. 75-4215, and amendments thereto. Upon receipt of each such remittance, the state treasurer shall deposit the entire amount in the state treasury to the credit 10 of the weights and measures fee fund; and (8) such other functions as may be specified by law or deemed nec-essary 11 by the secretary to carry out the duties and functions of chapter 12 83 of the Kansas Statutes Annotated, and amendments thereto or any 13 14 rules and regulations adopted thereunder. Sec. 30. K.S.A. 2001 Supp. 83-302 is hereby amended to read as 15 follows: 83-302. (a) Each person, other than an authorized representative 16 of the secretary or an authorized representative of a city or county de-partment 17 of public inspection of weights and measures established pur-suant 18 19 to K.S.A. 83-210, and amendments thereto, desiring to operate and 20 perform testing and other services as a company in Kansas shall apply to 21 the secretary for a service company license, on a form to be supplied by 22 the secretary, and shall obtain such license from the secretary before 23 operating and performing testing or other services as a service company. 24 Each service company shall obtain a license for each place of business 25 maintained in Kansas and shall pay a license application fee of \$50 \$100 $\,$ 26 and thereafter an annual license renewal application fee of \$50 \$100 for 27 each place of business. Each service company license shall expire on June 28 30 following issuance, shall be void unless renewed prior to the expiration 29 and shall not be transferable. 30 (b) If any service company maintains any out-of-state places of busi-ness 31 which the company operates in serving Kansas patrons, the service 32 company seeking to obtain or renew a license under this section shall list 33 in the application such places of business and the firm names under which 34 the company operates at each such place of business. If any out-of-state 35 place of business is established by a service company after being licensed 36 under this section, the licensee shall supply such information to the sec-retary 37 before any work is performed in Kansas from such out-of-state 38 location. Each nonresident service company shall designate a resident 39 agent upon whom service of notice or process may be made to enforce 40 the provisions of chapter 83 of the Kansas Statutes Annotated, and 41 amendments thereto, or any liabilities arising from operations thereun-der. Each nonresident service company which maintains no established place of business in Kansas shall obtain a license under this section for

2-K

March 27, 2002

Harold Walker 785-966-2160 Jackson County, Kansas

Good morning. Thank you very much for giving me the opportunity to express my views regarding Senate Bill 1615.

I am Harold Walker. I farm in Jackson County near Mayetta. I am also president of Kansas NFO. We are a marketing organization, like a co-op and we have several groups of producers across Kansas who market livestock and who market direct.

County or Origin Labeling is something I feel is a good idea for ranchers and for consumers. First, it will allow consumers the choice of buying more locally produced products. We have all heard the statement "information is power" and we are moving into a "Knowledge Economy". Well, Country of Origin Labeling will help our markets work better because information helps make for a more efficient market because consumers can make better informed decisions.

I believe that more consumers will buy regionally and locally grown products if they have label information. Also, I believe labeling food is as important as labeling a pillow. And labeling of food is a very good idea in this time of increasing food security questions.

So, I am speaking very strongly in support of the general concept of this bill. However, I want this bill to send the intended message, so I would ask that you improve the wording in Senate Bill 1615 by also including a prior paragraph of Section 272 of The Agriculture, Conservation, and Rural Enhancement Act of 2001, as listed here because the prior paragraph includes the word "shall" in the "requirement" line.

SEC. 272. NOTICE OF COUNTRY OF ORIGIN.

(a) IN GENERAL-

'(1) REQUIREMENT- Except as provided in subsection (b), a retailer of a covered commodity shall inform consumers, at the final point of sale of the covered commodity to consumers, of the country of origin of the covered commodity.

'(2) UNITED STATES COUNTRY OF ORIGIN- A retailer of a covered commodity may designate the covered commodity as having a United States country of origin only if the covered commodity--

Also, since there is some debate about whether this should be voluntary or mandatory, and since a voluntary program is practically pointless, it might be a good idea to insert the word "mandatory" as a change in line 36 of Senate Bill 1615 to read as follows:

...gress to enact (mandatory) country of origin labeling requirements; and

Senate Agriculture Committee
Date March 27, 200 2

Attachment # 3-1 thu 3-3

-----here is part of the ACRE Bill Text related to Country of Origin Labeling.

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'(1) REQUIREMENT- Except as provided in subsection (b), a retailer of a covered commodity shall inform consumers, at the final point of sale of the covered commodity to consumers, of the country of origin of the covered commodity.

`(2) UNITED STATES COUNTRY OF ORIGIN- A retailer of a covered commodity may designate the covered commodity as having a United States country of origin only if the

covered commodity--

(A) in the case of beef, lamb, and pork, is exclusively from an animal that is exclusively born, raised, and slaughtered in the United States; and

'(B) in the case of farm-raised fish, is hatched, raised, harvested, and processed in the United States; and

'(C) in the case of a perishable agricultural commodities or peanut, is exclusively produced in the United States.

'(b) EXEMPTION FOR FOOD SERVICE ESTABLISHMENTS- Subsection (a) shall not apply to a covered commodity if the covered commodity is-

'(1) prepared or served in a food service establishment; and

'(2)(A) offered for sale or sold at the food service establishment in normal retail quantities; or

'(B) served to consumers at the food service establishment.

'(c) METHOD OF NOTIFICATION-

'(1) IN GENERAL- The information required by subsection (a) may be provided to consumers by means of a label, stamp, mark, placard, or other clear and visible sign on the covered commodity or on the package, display, holding unit, or bin containing the commodity at the final point of sale to consumers.

'(2) LABELED COMMODITIES- If the covered commodity is already individually labeled for retail sale regarding country of origin, the retailer shall not be required to provide any

additional information to comply with this section.

'(d) AUDIT VERIFICATION SYSTEM- The Secretary may require that any person that prepares, stores, handles, or distributes a covered commodity for retail sale maintain a verifiable recordkeeping audit trail that will permit the Secretary to ensure compliance with the regulations promulgated under section 274.

ADD

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Section of 2002

Senate Concurrent Resolution No. 1615

By Special Committee on Agriculture

1-18

A CONCURRENT RESOLUTION urging the United States Congress to enact country of origin labeling requirements.

WHEREAS, The Agriculture, Conservation, and Rural Enhancement Act of 2001, currently pending before Congress, contains provisions providing for country of origin labeling; and

WHEREAS, The Kansas legislature supports provisions of the Act which provide that:

"A retailer of a covered commodity may designate the covered commodity as having a United States country of origin only if the covered commodity-

(A) in the case of heef, lamb, and pork, is exclusively from an animal that is exclusively born, raised, and slaughtered in the United States; and

(B) in the case of farm-raised fish, is hatched, raised, harvested, and processed in the United States; and

(C) in the case of a perishable agricultural commodities or peanut, is exclusively produced in the United States"; and

WHEREAS, If another product is added to the covered commodity, the commodity could not be designated as a United States country of origin; and

WHEREAS. The American public is interested in and has the right to know where food is produced; and

WHEREAS, The United States Congress should amend the current farm bill to include the country of origin labeling provisions: Now,

Be it resolved by the Senate of the State of Kansas, the House of Representatives concurring therein. That we urge the United States Congress to enact country of origin labeling requirements; and

Bs it further resolved: That we further urge Congress to amend the current farm bill to include county of origin labeling requirements; and

Be it further resolved: That the Secretary of State be directed to send enrolled copies of this resolution to the President of the United States Senate, the Speaker of the United States House of Representatives and each member of the Kansas Congressional delegation.

Need to their ment SECTION HERE