H.869

An act relating to miscellaneous agricultural subjects

It is hereby enacted by the General Assembly of the State of Vermont:

* * * Apple Marketing Board * * *

Sec. 1. 6 V.S.A. §§ 252 and 253 are amended to read:

§ 252. VERMONT APPLE MARKETING BOARD

- (a) The Vermont apple marketing board is hereby created. It shall consist of seven voting members. They shall be the secretary of agriculture, food and markets, who shall be the chair, and six producers who are appointed by the secretary. During the first year of the board's existence, the secretary shall appoint two members to three year terms, two members to two year terms and two members to one year terms. Thereafter, each appointment shall be for a three year term. The secretary shall also appoint a representative of the extension service to serve as an ex officio member of the board.
- (b) Each appointed member of the board shall receive a per diem as established in 32 V.S.A. § 1010 and shall be entitled to his or her actual expenses incurred while attending meetings. The per diem expense shall be part of the costs incurred in subdivision 253(d)(4) of this title.
 - (c) The duties and responsibilities of the board shall include:
- (1) the establishment of an appropriate marketing rule and such other rules as may be necessary;

- (2) adopting amendments to the marketing rule as deemed advisable;
- (3) the review and approval of the estimated budget prepared by the secretary required for the proper operation of the marketing rule;
- (4) adopting methods by which the secretary shall assess members of the industry and methods for collecting the necessary funds;
- (5) authorizing the secretary to collect and assemble information and data necessary for the proper administration of the rule;
- (6) coordinating with the secretary in connection with the operation of the marketing rule; and
- (7) coordinating marketing efforts with other states, federal officials, and public or private entities. [Repealed.]
- § 253. POWERS AND DUTIES OF THE VERMONT APPLE MARKETING
 BOARD
- (a) The board may make and issue marketing rules, after due notice and opportunity for hearing, subject to approval of not less than 51 percent of the eligible producers who participate in the referendum.
- (b) The board may, and upon written petition duly signed by 25 percent of the producers in the area, shall amend or terminate the marketing rule after due notice and opportunity for hearing, but subject to the approval of not less than 51 percent of producers participating in a referendum vote.

- (c) Any marketing agreement or order issued by the board pursuant to this chapter may contain any or all of the following:
- (1) establishment of research programs designed to further the purposes of this chapter; any research program shall be coordinated with the University of Vermont and the state colleges to assure that duplicate state research projects are not conducted simultaneously;
- (2) provision for determining the handling and marketing conditions of apples;
- (3) provision for contracting with appropriate parties for promotion, paid advertising, or publicity of apples; and
- (4) establishment of a schedule of fees to be charged to producers that are necessary to fund the marketing order, but no producer shall be assessed a dollar amount which exceeds five percent of his or her gross sales of apples during the current year. Any producer who claims that he or she has been assessed a fee higher than a dollar amount which exceeds five percent of his or her gross sales of apples during the current year shall provide the board with all information that the board requests in order to evaluate the claim. The fee requirements of this subdivision shall not apply to those growers who annually produce or wholesale 500 bushels or fewer of apples.
- (d) The board or the secretary may temporarily suspend the operations of an effective marketing rule for a continuing period of not longer than one

growing and marketing season if the purposes of this chapter are deemed unnecessary during that season. [Repealed.]

Sec. 2. UNEXPENDED FUNDS OF APPLE MARKETING BOARD

Notwithstanding the requirements of 6 V.S.A. § 256, any cash balance in the Apple Marketing Board Special Fund shall be appropriated to the Secretary of Agriculture, Food and Markets, who shall issue the funds to the Vermont Tree Fruit Growers Association for the purposes of promoting and marketing the State's fruit tree sector. Once the cash balance of the Apple Marketing Board Special Fund is appropriated under this section, the Apple Marketing Board Special Fund shall be closed.

* * * Mosquito Control * * *

Sec. 3. 6 V.S.A. § 1085(b) is amended to read:

(b) After submission of an application under subsection (a) of this section, the Secretary of Agriculture, Food and Markets may award a grant of 75 percent or less of the project costs for the purchase and application of larvicide and the costs associated with required larval survey activities within a mosquito control district. The mosquito control district may provide 25 percent of the project costs through in-kind services, including adulticide application or the purchase of capital equipment used for mosquito control activities. At the Secretary's discretion, costs associated with capital equipment that may be required for larval control programs within a mosquito

control district also may be eligible for grant awards up to 75 percent of the total equipment costs.

* * * Pesticide Applicators; Liability Insurance * * * *

Sec. 4. 6 V.S.A. § 1106 is amended to read:

§ 1106. FINANCIAL RESPONSIBILITY

The secretary Secretary may require from a licensee or an applicant for a license under this chapter evidence of his or her financial ability to properly indemnify persons suffering damage from the use or application of economic poison, in the form of a surety bond, liability insurance, or cash deposit, none of which shall exceed \$10,000.00 of at least \$1,000,000.00, but this section shall neither restrict nor enlarge the liability of any person under applicable laws.

* * * Dairy Operations; Milk Handlers * * *

Sec. 5. 6 V.S.A. § 2674 is amended to read:

§ 2674. RECORDS AND REPORTS-HANDLERS

(a) On or before March 1 of each year, all handlers shall send the secretary Secretary a full and accurate report of the amount of business done during the preceding year, together with such other statistical information as the secretary Secretary may require. Failure to file requested information shall be grounds for suspension of license. If the handler purchases milk from a Vermont farm, a cooperative representing a Vermont farm, or a marketing service owned by a

cooperative, the handler, in addition to any other information required by the Secretary, shall provide the following information:

- (1) the source or sources of milk purchased by the handler, and the monthly quantity purchased for each of the past 12 months;
- (2) a sworn balance sheet showing assets and liabilities and a profit and loss statement as of the end of the handler's preceding fiscal year, and such other information regarding its financial condition as the Secretary may require; and
- (3) a statement as to when all Vermont producers will be paid in part and in full, provided that payment shall be made as agreed upon but not later than the 25th day of the following month.
- (b) A milk handler that is licensed under this chapter and that withdraws more than 57,600 gallons of groundwater per day averaged over any 30-consecutive-day period shall annually report estimated water use to the secretary of agriculture, food and markets Secretary of Agriculture, Food and Markets. The secretary of agriculture, food and markets Secretary of Agriculture, Food and Markets shall share information reported under this section with the agency of natural resources Agency of Natural Resources.

Sec. 6. 6 V.S.A. § 2722 is amended to read:

§ 2722. APPLICATION

Applications shall be completely filled out and sworn to by the applicant or a partner or officer thereof and in case of renewal shall be filed with the secretary by June 1 Secretary on or before July 15 of each year. New handlers may apply for a license at any time. Renewal applications not received by July 1 on or before August 1 shall be assessed a late fee of \$50.00. The application for a handler's license shall provide the following information and such other information as the secretary Secretary by regulation shall reasonably require:

- (1) Name and address of applicant and the location of all plants and facilities owned or operated or to be owned or operated within the <u>state</u> State of Vermont, outside the <u>state</u> State of Vermont, or both.
- (2) A statement as to whether the applicant, or any partner, officer or director thereof, is presently the subject of any criminal, civil, or disciplinary action by any federal or state agency, or has been convicted of a crime relating in any way to the business of milk processing, marketing, or both.
- (3) In the case of a new application, the applicant shall provide the following information:

- (A) The <u>anticipated</u> sources of supply of milk <u>and the daily quantity</u> purchased in the past for the next 12 months; in the case of a new application, in addition to the foregoing, the applicant shall set forth its:
- (B) the anticipated supply of milk and the daily quantity to be purchased from such sources. If a handler buys milk, or represents that he or she intends to buy milk, from Vermont producers, he or she shall provide a sworn balance sheet showing assets and liabilities and a profit and loss statement as of the end of the handler's preceding fiscal year and such other information regarding its financial condition as the secretary Secretary may require. In the case of a new application, these Upon the request of the Secretary, the financial statements shall be accompanied by an opinion of a certified public accountant.
- (4)(C) In case milk has been purchased from Vermont producers, or the applicant represents that he or she intends to purchase milk from Vermont producers, the value of milk purchased for each of the preceding 12 months, or the The value of the milk he or she intends to purchase for each of the succeeding 12 months from Vermont producers. In case purchases from Vermont milk producers during the license period vary in any one month by more than 20 percent from the amount stated on the application for the same month of the prior year or from the amount predicted for that month in the

current year, as the case may be, the handler shall immediately notify the secretary Secretary in writing of the amount of variation.

(5)(D) A statement as to when all Vermont producers will be paid in part and in full. Payment shall be made as agreed upon but shall not be later than the 25th of the following month.

(6)(E) In the case of a new application, the applicant shall provide such The results of health tests certified by an appropriate public agency as the secretary Secretary shall by regulation require. The secretary Secretary may issue regulations establishing what tests must shall be administered and by whom they must shall be certified.

(7)(F) A statement that the handler will pay to the secretary Secretary all milk taxes required by law.

(8)(G) A statement that the handler will comply with all the provisions of this part and the regulations promulgated adopted thereunder.

Sec. 7. 6 V.S.A. § 2723 is amended to read:

§ 2723. EXEMPTIONS

Handlers' licenses shall not be required from the following persons:

(1) Producers, except producers who sell fluid dairy products at retail in Vermont A producer who only sells raw milk to milk handlers licensed to buy raw milk from Vermont farms.

- (2) A hotel, restaurant, or other public eating place that sells dairy products for consumption on the premises, or a store which sells packaged dairy products, provided the entire supply of dairy products is purchased from licensed milk handlers.
- (3) A person producing unpasteurized milk under chapter 152 of this title, with respect to the sale of that unpasteurized milk only.
- (4) A person who holds a frozen dessert license that only utilizes pasteurized frozen dessert mix.
- * * * Dairy Operations; Equipment Seller Registration * * *
 Sec. 8. 6 V.S.A. § 2724(b) is amended to read:
- (b) Any commercial enterprise which that sells, installs, or repairs milking, milk cooling and storage, or dairy processing equipment shall register with the secretary Secretary. The company shall apply for registration on a form made available by the agency Agency. The registration shall be valid for three years. Before registering a company, the secretary Secretary shall determine that the company is qualified to sell, perform the installation, or repair service milking and dairy processing equipment. The registration form shall be accompanied by a fee of \$100.00. The secretary Secretary may suspend or revoke registration for cause after giving the installer the opportunity to be heard. Registration shall terminate on December 31 of each year. Electricians or plumbers licensed pursuant to Title 26 doing only electrical or plumbing work

within a farm or plant shall be exempt from this registration provided any work directly related to the processing of dairy products or milking of animals is performed under the supervision of a person that is registered. Any company that fails to renew by on or before December 31 shall pay a \$25.00 late fee, and the registration shall lapse if it is more than 30 days late.

* * * Nutrient Management Planning * * *

Sec. 9. 6 V.S.A. § 4827(e) is amended to read:

(e) If the Secretary lacks or the applicable U.S. Department of Agriculture conservation programs lack adequate funds necessary for the financial assistance required by subsection (a) of this section, the requirement to develop and implement a nutrient management plan under State statute or State regulation shall be suspended until adequate funding becomes available.

Suspension of a state-required State-required nutrient management plan does not relieve an owner or operator of a farm permitted under section 4858 of this title of the remaining requirements of a State permit, including discharge standards, groundwater protection, and land application of manure. This subsection does not apply to farms permitted under 10 V.S.A. § 1263 or farms permitted under section 4851 of this title.

* * * Bulk Milk Tanks; Calibration * * *

Sec. 10. 9 V.S.A. § 2692(b) is amended to read:

(b) Whenever a check of a bulk milk tank by the Agency of Agriculture, Food and Markets or by a competent person or agency indicates a tank calibration is not accurate within official tolerances, the Secretary first handler receiving milk from the producer shall recalibrate the tank, unless the out-of-tolerance is caused by movement of the tank and the Secretary feels there will be continued movement, then the recalibration shall not be performed until a solid foundation has been constructed.

* * * Weights and Measures; Exemptions * * *

Sec. 11. 9 V.S.A. § 2730 is amended to read:

§ 2730. LICENSING FOR OPERATION OF WEIGHING AND MEASURING DEVICES

* * *

- (b) No person shall operate a commercial weighing and measuring device without first obtaining a license from the Secretary. Any person operating commercial weighing and measuring devices at more than one location, or in more than one motor vehicle, shall obtain a separate license for each location or vehicle.
- (c) Any person wishing to obtain a license to operate a weighing or measuring device shall annually apply to the Secretary, on forms provided by VT LEG #298497 v.1

the secretary Secretary, on or before January 1. Each application shall be

accompanied by a fee as specified in this section. Except for new applicants,

any applicant who applies for a license after January 1 shall pay an additional

late fee equal to 10 percent of the specified fee.

* * *

(f)(1) The Secretary shall charge, per unit, the following annual license

fees:

(A) Retail motor fuel dispenser meter: \$15.00.

(B) Vehicle tank meter: \$100.00.

(C) Scales: \$10.00.

(D) Vehicle and heavy duty scales: \$150.00.

(E) Taxi meter: \$10.00.

(F) Meter: \$15.00.

(G) Bulk plant meter: \$100.00.

(H) Truck mounted propane meter: \$150.00.

(I) Hopper scales: \$100.00.

(J) Propane fill station: \$50.00.

(K) Medium duty scales:

portable platform scales: \$30.00.

all others: \$30.00.

- (2) When the Agency incurs expenses when conducting a licensing procedure greater than those normally incurred, the Agency shall assess and retain a service charge sufficient to recoup its additional expenses.
 - (g) License fee exemptions.
- (1) Any person who operates a commercial scale in a facility having less than 2,000 square feet of floor space shall be exempt from the license fee provisions of subdivision (f)(1)(C) of this section.
- (2) Any person who operates three or fewer motor fuel dispensers shall be exempt from the license fee requirement of subdivision (f)(1)(A) of this section.
- (3) The exemptions in this subsection shall not apply to any person who operates commercial weighing and measuring devices at more than one location. The exemptions are also not applicable to a person who is affiliated with another person operating commercial weighing and measuring devices, through common ownership, franchise agreement, joint venture, or other similar business arrangement. The Secretary shall not issue refunds for overpayment of fees on scales and gas pumps that are subject to exemptions under subdivisions (1) and (2) of this subsection, or for single scales under subdivision (f)(1)(C) of this section, as long as the application form includes instructions explaining the process for claiming these exemptions. [Repealed.]

(h) The Secretary may waive the license fee for medium duty scales for commercial enterprises which that operate the scales primarily as a public service.

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* * * Effective Date * * *

Sec. 12. EFFECTIVE DATE

This act shall take effect on July 1, 2014.